

COMPREHENSIVE ANNUAL FINANCIAL REPORT



HAMILTON, OHIO

FOR YEAR ENDED
DECEMBER 31, 2013



COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED
DECEMBER 31, 2013

Prepared by:
Department of Finance

Ana Ramanathan
Acting Finance Director



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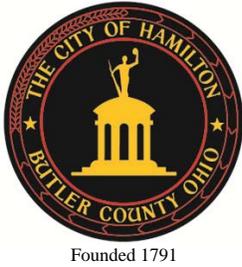
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INTRODUCTORY SECTION







CITY OF HAMILTON OHIO

Department of Finance

One Renaissance Center
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June 23, 2014

To the Honorable Mayor, Vice Mayor, City Council and
All Citizens of the City of Hamilton, Ohio:

We are pleased to present this Comprehensive Annual Financial Report (CAFR) for Hamilton, Ohio. This report, for the year ended December 31, 2013, contains the financial statements and other financial and statistical data that provide a complete and full disclosure of all material financial aspects of the City. The responsibility for the accuracy of all data presented and its completeness and fairness of presentation rests with the City of Hamilton's Department of Finance.

This report presents the financial activity of the City in conformity with generally accepted accounting principles (GAAP) as set forth by the Governmental Accounting Standards Board (GASB) and other recognized authoritative sources.

The City of Hamilton is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1984, the Single Audit Act Amendments of 1996 and the U. S. Office of Management and Budget's Circular A-133, Audits of State and Local Governments. Information related to this single audit, including a schedule of federal expenditures, the independent auditors' reports on internal controls and compliance with applicable laws and regulations, and a schedule of findings and questioned costs are included in a separately issued single audit report.

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

THE REPORTING ENTITY

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

CITY OF HAMILTON, OHIO

Letter of Transmittal For the Year Ended December 31, 2013

Based on the foregoing, the reporting entity of the City has no component units but includes all funds, agencies, boards and commissions that are part of the primary government. The primary government includes the financial activities of the Hamilton Civil Service Commission and the Hamilton Municipal Court.

CITY OVERVIEW

Located thirty miles northwest of Cincinnati, Hamilton encompasses approximately 21.5 square miles and is located within a one-day drive of approximately 65% of the purchasing population in the United States. A network of four interstate highways (71, 74, 75 and 275) and five U.S. and Ohio routes (4, 128, 129, 177 and 127) serve the City.

The City of Hamilton provides a host of traditional municipal services including police and fire protection, parks and recreation, health and certain social services, operation of a municipal court, street maintenance and other governmental services. In addition, the City owns and operates four utility systems to serve consumers within the City and certain immediately adjacent environs.

A seven-member council elected by voters of the City governs the City. Council is elected for four-year staggered terms. The Mayor, who is separately elected, is recognized as the official head of the City for all ceremonial purposes and presides at Council meetings. The City also elects a Municipal Court Judge to preside over the proceedings of the Hamilton Municipal Court. The Judge is elected to a six-year term.

The City Council appoints the City Manager. The City Manager is the chief executive officer of the City. The Manager is charged with the proper administration of all affairs of the City. The Manager appoints and removes all heads of departments and all subordinate officers and employees of the city and exercises control over all departments created by the City Council.

The City of Hamilton, like many other cities, has been affected by the economic downturn. In 2005, the state legislature initiated the phase-out of personal property tax with the passage of HB 66. This, and subsequent legislation has resulted in the loss of \$265 thousand in annual revenue for the City's General Fund. Since 2008, the City experienced a significant drop in income tax revenue of \$1.6 million due to the recession. In addition to these reductions, state funding for local governments has been reduced as the state struggles with its own budget issues. Hamilton's General Fund has been diminished by \$1.4 million due to the reduction of state support. During 2009, revenue was lower than expected, unemployment increased, and new economic development was difficult.

Because of these factors, during 2009, the City Council took steps to balance the City's budget with the goal to create a minimum cash balance of 5% of expenditures in the General Fund (City Council Resolution R2009-8-72). For example, the approved 2009 budget was balanced by implementing 2/3 of the kilowatt hour tax permitted by state law, which generates an estimated \$1.6 to \$1.8 million each year. In May 2009, the City Council implemented the remaining 1/3 kilowatt hour tax which was estimated to generate \$810,000 to \$900,000 annually.

The legislation implementing the remaining 1/3 of the kilowatt hour tax required that amounts generated from such implementation must be used for road and street projects, except that in 2009, 2010, and 2011, the amounts of \$200,000, \$400,000, and \$400,000, respectively, were to be used for General Fund safety operating expenses.

*Letter of Transmittal
For the Year Ended December 31, 2013*

In addition, the City froze non-union salaries, laid off 23 employees, furloughed employees (Police – 2 days in 2009 and 3 days in 2010), demoted 5 employees, eliminated 11 positions, consolidated functions, re-negotiated labor contracts, and cut non-personnel expenditures. These actions contributed to the stabilization of General Fund operations in 2009 and 2010.

In 2011, in spite of state reductions to the Local Government Fund and the phase-out of tangible personal property tax receipts, the City of Hamilton improved its financial health and grew the General Fund balance substantially, due to an inheritance tax windfall. The City of Hamilton received an unprecedented receipt of inheritance tax in the amount of \$7.01 million, approximately \$5.5 million more than the annual average receipt. The Estate Tax revenue was eliminated effective January 1, 2013. This will result in further reduction of General Fund revenue by one million dollars. Overall, the General Fund was projected to receive over \$7 million less in 2013 than it did in 2008, which constituted 15% of the City's General Fund Revenue.

The Government Finance Officers Association recommends at least two months operating reserve or 16.7% of annual expenditures. In 2012, City Council enacted Budget and Financial Policies Resolution #R2012-6-25, which requires the maintenance of a minimum General Fund Balance (reserve) of 10-16% of annual expenditures. Additionally, in an effort to stabilize its fiscal condition, the City continued to freeze non-union wages and budgeted only emergency capital repairs in years 2012 and 2013. An effort was also made to control the rising health insurance costs by re-bidding the insurance each year. In 2013, the City was successful in curbing the General Fund expenditures at 94% of the budget by reduction in health benefits, elimination of special benefits like education, attendance and fitness incentives to non-union staff, reduction in force in Fire and Police divisions, consolidating functions etc. Also, on the revenue side, income tax revenue receipts were 3.78% higher than in 2012 and an unanticipated Estate Tax settlement in the amount of \$824,184 was received. As a result, the unencumbered General Fund balance at the end of fiscal year 2013 was \$9,206,630 or 22.46% of 2013 expenditures, well above the 16% goal Council had established.

RECENT ECONOMIC DEVELOPMENT

Butler County exhibits a diverse economic base accompanied by growth in most sectors since 2003. Growing sectors include manufacturing, financial services, education and health services. With approximately 1,800 establishments, the City is a major regional center of business and industry. Manufacturing continues to remain a substantial component of the economic base, primarily in the metalworking, automotive parts and components, machine tools, and other industrial sectors. Metal fabricators and machine tool companies include Hamilton Caster & Manufacturing, Salvagnini USA, Livingston-Tyler, Matandy Steel & Metal Products, General Electric Aircraft, Fabridigm/Thompson Metal Tubing and United Performance Metals. Other Hamilton companies, such as Valeo Climate Control, ThyssenKrupp Bilstein of America, Neturen America (Japanese joint venture) and Dynamic Controls, manufacture original and after-market automotive parts.

A significant amount of economic development activity occurred throughout Hamilton in 2013. Through ten projects announced or initiated in 2013, the City of Hamilton Economic Development Department was involved in attracting 608 new jobs and retaining 408 existing jobs. The projects will result in \$30.2 million in new payroll and \$80.5 million in new capital investment in Hamilton. Furthermore, 6 of these projects were in the City's target industries of advanced manufacturing and information technology, resulting in 882 advanced manufacturing positions and 98 information technology positions retained or created.

*Letter of Transmittal
For the Year Ended December 31, 2013*

A number of large manufacturers expanded in Hamilton during 2013. ThyssenKrupp Bilstein of America, a manufacturer of automobile parts which is headquartered in Hamilton, began expanding its workforce by 100 more employees, raising their number of employees to 350 in Hamilton and adding an additional payroll of \$2.9 million. The new project will include \$11.2 million in capital investment. ThyssenKrupp Bilstein is Hamilton's largest manufacturing employer.

Valeo, a global automotive parts supplier, also announced their intentions to expand at their Hamilton facility in 2013, adding 105 new jobs. Once the hiring is complete, they will employ 240 people. The project will result in \$4.3 million in new payroll and \$16.2 million in capital investment.

2013 was also a good year for business attraction. iMFLUX, a plastics processing subsidiary of P&G, announced it would be locating in Hamilton with plans to create 221 jobs within three years. The project will create \$17.5 million in new payroll. They plan to invest \$50 million in capital improvements as part of this project.

Hamilton's assets, which have for centuries made it a manufacturing hub, also make it attractive for the growing information technology industry. Recognizing Hamilton's unique assets, a number of information technology companies have located in Hamilton. Liferay, a fast-growing California-based technology company, opened its national sales office in the Robinson-Schwenn building in downtown Hamilton in 2013. They will employ up to 15 people. Koncert IT, as part of a joint venture with Kroger, opened a call center and an information technology support center at the Vora Technology Park in 2012, employing 40 people in 2013. AIMS, a new subsidiary of Ascendum Solutions IT which offers high-availability hosting and cloud services to small, medium, and enterprise clients, also located at Vora Technology Park in 2013. They plan to hire for 50 cutting-edge information technology positions in 2014.

In 2013, new energy emerged in downtown Hamilton through a number of projects. In January 2013, the \$2.5 million renovation of the former Journal-News newspaper building was completed, creating a new cultural hub of activity downtown, home to Butler Tech School of the Arts, the Miami Valley Ballet Theater, and the Hamilton City Schools ABLE program. RiversEdge Amphitheater and Overlook was completed in 2013, and in the inaugural Summer Concert Series at the venue, over 5,000 people enjoyed concerts.

Through the "Moving Ohio Forward" grant program, the Attorney General allocated a total of \$75 million to all 88 counties in Ohio to facilitate the reclamation, rehabilitation, and reutilization of vacant, abandoned, tax-foreclosed, or other real property. 2013 was the first full year of the Land Bank program in Hamilton, and the City of Hamilton made significant progress utilizing the Land Bank program for property acquisition and demolition. 75 blighted properties were demolished, leveraging \$443,747 from the State for the program.

For a number of years, the City of Hamilton has been working collaboratively with the State of Ohio to clean up and reuse underutilized properties in the City through the Clean Ohio Brownfield program. In 2013, the Economic Development Department leveraged \$1.2 million in Brownfield funding from the State and from private sources on four different Brownfield sites in Hamilton with the goal of redeveloping them into economically productive sites.

The Consortium for Ongoing Reinvestment Efforts (CORE) Fund, a gap financing entity for projects in the urban core that launched in December 2012, made significant progress capitalizing the fund in 2013. At the end of the year, the CORE Fund was capitalized at \$6.2 million and is currently looking for its first project. The CORE Fund also acquired three key downtown properties in 2013 and has been working on redevelopment efforts for these buildings.

*Letter of Transmittal
For the Year Ended December 31, 2013*

FUTURE ECONOMIC DEVELOPMENT PROJECTS

With the Mercantile Lofts breathing new life into downtown Hamilton, the City is looking forward to its next residential mixed-use project, Artspace Hamilton. Artspace's chosen site, the Mehrum-Lindley Block, the former home of Strauss and Co., is in need of rehabilitation. Artspace plans to invest over \$10 million in the renovation to create 42 affordable live/work spaces for artists. When complete, Artspace Hamilton will be a community asset that will provide ground floor space for local non-profit organizations, commercial space for small businesses and outdoor plaza areas for residents and for the greater community.

The East High Street Gateway is an important entrance into Hamilton that is in need of a face-lift. The City is improving its first impression with the East High Street Gateway Improvement Project, which will improve traffic flow and enhance the streetscape. This project began in 2012 with the completion of a traffic study and replacing water mains in the corridor. The projected investment for this project is over \$8 million and is expected to be completed in 2014.

The Consortium for Ongoing Reinvestment Efforts (CORE) Fund will provide the necessary capital to reduce financial risk and offer a strategic framework from which projects can be initiated. By leveraging a multitude of financial tools in one powerful partnership, the CORE Fund is able to maximize results of strategic projects that will revitalize the City.

INTERNAL ACCOUNTING AND BUDGETARY CONTROLS

The City's budgetary accounting system was designed to provide reasonable, but not absolute, assurances that:

1. The City's assets are protected against loss and unauthorized use or disposition; and
2. Reliable financial reports for preparing financial statements and providing accountability for assets are maintained.

The concept of reasonable assurance states that internal controls should be evaluated using the following criteria:

1. The expenditure associated with providing the internal controls should not exceed the benefits likely to be derived from their implementation; and
2. The evaluation of the offsetting costs and benefits involves estimates and judgment by the members of the Finance Department.

It is the belief of the administrative and financial management personnel that the City's financial controls adequately safeguard existing assets and provide reasonable assurance of the proper recording of financial transactions.

Budgetary control is maintained by an encumbrance of purchase commitment amounts prior to the release of purchase orders to vendors. The City Manager and the appropriate Department Director submit requisitions for the expenditure of monies to the Director of Finance for certification of funds and preparation of a purchase order after approval. The purchase order is reviewed for the availability of funds and the estimated expenditure is encumbered against the available appropriation. Encumbrances, which would exceed the available appropriation, are not approved or recorded until City Council authorizes additional appropriations. Unencumbered appropriations lapse at the end of each year.

*Letter of Transmittal
For the Year Ended December 31, 2013*

INDEPENDENT AUDIT

Included in this report is the unmodified audit opinion rendered on the City's financial statements for the year ended December 31, 2013, by Clark, Schaefer, Hackett & Co. City management plans to continue to subject the financial statements to an annual independent audit as part of the preparation of a Comprehensive Annual Financial Report. This annual independent audit serves to maintain and strengthen the City's accounting and budgetary controls.

CERTIFICATE OF ACHIEVEMENT

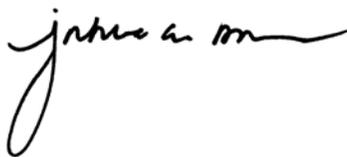
The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Hamilton for its Comprehensive Annual Financial Report for the fiscal year ended December 31, 2012. In order to be awarded a Certificate of Achievement, the City must publish an easily readable and efficiently organized Comprehensive Annual Financial Report, whose contents conform to program standards.

A Certificate of Achievement is valid for a period of one year only. We believe our current report continues to conform to the Certificate of Achievement program requirements and we are submitting it to the GFOA.

ACKNOWLEDGEMENTS

The City of Hamilton is proud to be submitting this Comprehensive Annual Financial Report, which is the result of the continued cooperation and combined efforts of the City's Finance Department staff.

The support of the Hamilton City Council was essential in the successful preparation and issuance of this report.



Joshua A. Smith
City Manager



Ana Ramanathan
A/Director of Finance

CITY OF HAMILTON, OHIO

***List of Principal Officials
For the Year Ended December 31, 2013***

***ELECTED
OFFICIALS***

Pat Moeller
Carla Fiehrer
Robert Brown
Archie Johnson
Kathleen Klink
Timothy Naab
Rob Wile
Daniel J. Gattermeyer, Judge

OFFICE

Mayor
Vice Mayor
Council Member
Council Member
Council Member
Council Member
Council Member
Municipal Court

***ADMINISTRATIVE
PERSONNEL***

Joshua A. Smith
Hillary Stevenson

Timothy Werdmann

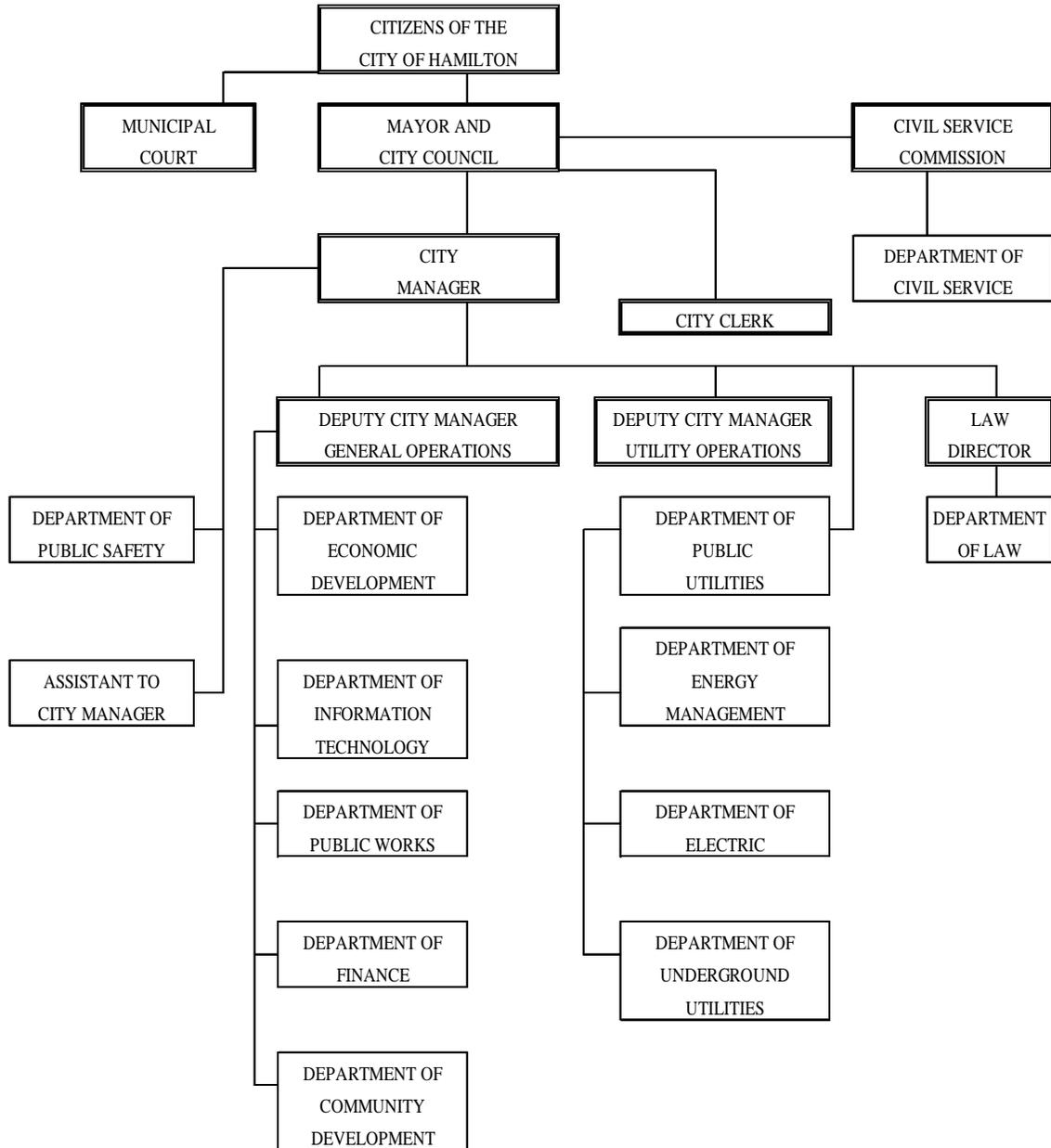
Ana Ramanathan
Colleen Taylor
Nadine Hill
Scott Scrimizzi
Steve Dawson
Doug Childs
John Bui
Tony Pochard
Tim Bigler
Richard Engle
Eugene "Bud" Scharf
Jody Gunderson
Manju Bhargava
Deborah J. Hymer
Krystal Wright

TITLE

City Manager
Deputy City Manager/
Director of General Operations
Deputy City Manager/
Director of Utility Operations
Acting Finance Director
Law Director
Director of Civil Service and Personnel
Police Chief
Fire Chief
Director of Public Utilities
Director of Underground Utilities
Director of Electric
Acting Director of Energy Management
Public Works Director
Director of Community Development
Director of Economic Development
Acting Director of Information Technology
Treasurer
City Clerk

CITY OF HAMILTON, OHIO

**City Organizational Chart
For the Year Ended December 31, 2013**



*Government Finance Officers Association of the United States and Canada
Certificate of Achievement for Excellence in Financial Reporting*



Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**City of Hamilton
Ohio**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

December 31, 2012



Executive Director/CEO



FINANCIAL SECTION





INDEPENDENT AUDITORS' REPORT

To the Honorable Mayor and Members of City Council
City of Hamilton, 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 Hamilton, Ohio (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.

Auditors' 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 auditors' 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.

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cincinnati, oh 45202

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p. 513.241.3111
f. 513.241.1212

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 Hamilton, Ohio, as of December 31, 2013, and the respective changes in financial position and, where applicable, cash flows and the budgetary comparison for the General Fund thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 5 through 15 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's basic financial statements. The combining and individual nonmajor fund financial statements and schedules, introductory section, 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 schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. 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 information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory section and statistical section 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 on them.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated June 23, 2014 on our consideration of the City of Hamilton'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 the City of Hamilton's internal control over financial reporting and compliance.

Clark, Schaefer, Hackett & Co.

Cincinnati, Ohio
June 23, 2014



This discussion and analysis of the City of Hamilton's financial performance provides an overall review of the City's financial activities 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 financial performance.

FINANCIAL HIGHLIGHTS

Key (***GAAP Basis***) financial highlights for 2013 are as follows:

- ❑ In total, net position increased \$8,811,610. Net position of governmental activities increased \$3,614,400, which represents a 4% increase from 2012. Net position of business-type activities increased \$5,197,210, or 3%, from 2012.
- ❑ General revenues accounted for \$35,237,720 in revenue or 20% of all revenues. Program specific revenues in the form of charges for services and grants and contributions accounted for \$136,708,650, or 80%, of total revenues of \$171,946,370.
- ❑ The City had \$56,734,135 in expenses related to governmental activities; \$25,183,983 of these expenses were offset by program specific charges for services, grants or contributions. General revenues of \$35,164,552 were adequate to provide for these programs.
- ❑ Among major funds, the general fund had \$31,236,924 in revenues and \$30,915,393 in expenditures. The general fund's fund balance increased from \$9,962,171 to \$10,430,772.

OVERVIEW OF THE FINANCIAL STATEMENTS

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

These statements are as follows:

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

The financial statements also include notes that explain some of the information in the financial statements and provide more detailed data.

Government-wide Statements

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

The two government-wide statements report the City's net position and how it has changed. Net-position is one way to measure the City's financial health.

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

The government-wide financial statements of the City are divided into two categories:

- *Governmental Activities* – Most of the City's programs and services are reported here including security of persons and property, public health and welfare services, basic utility services, leisure time activities, community environment, transportation and general government.
- *Business-Type Activities* – These services are provided on a charge for goods or services basis to recover all of the expenses of the goods or services provided. The City's gas, electric, water and wastewater services are reported as business-type activities.

Fund Financial Statements

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

Governmental Funds – Most of the City's activities are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end available for spending in future periods. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that 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 you determine whether there are more or fewer financial resources that can be spent in the near future to finance programs. 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. The City maintains a multitude of individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental statement of revenues, expenditures and changes in fund balances for the major funds. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

CITY OF HAMILTON, OHIO

**Management's Discussion and Analysis
For the Year Ended December 31, 2013**

Unaudited

Proprietary Funds – The City maintains two different types of proprietary funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses enterprise funds to account for its gas, electric, water and wastewater operations. All enterprise funds are reported as major funds in the proprietary funds Statement of Net Position and Statement of Revenues, Expenses and Changes in Fund Net Position.

Internal Service funds are an accounting device used to accumulate and allocate costs internally among the City's various functions. The City uses internal service funds to account for its fleet management services, costs of certain goods or services, and costs associated with health care benefits, pension, and workers compensation provided to other departments or agencies of the City.

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 statement 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 Assets and Liabilities. Individual fund data for each of these funds is provided in the form of combining statements elsewhere in this report.

FINANCIAL ANALYSIS OF THE CITY AS A WHOLE

The following table provides a summary of the City's net position for 2013 compared to 2012.

As noted earlier, net position may serve over time as a useful indicator of a government's financial health. In the case of the City, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$254,009,817 (\$86,773,829 in governmental activities and \$167,235,988 in business type activities) as of December 31, 2013. By far, the largest portion of the City's net position (65.4%) reflects its investment in capital assets (e.g., land, buildings, machinery and equipment, infrastructure), less any related debt used to acquire those assets that are still outstanding. The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the City's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. The table below provides a summary of the City's statement of net position for 2013 compared to 2012.

	Governmental Activities		Business-type Activities		Total	
	2013	2012	2013	2012	2013	2012
Current and Other Assets	\$49,030,262	\$41,339,155	\$112,438,534	\$119,291,650	\$161,468,796	\$160,630,805
Capital assets, Net	90,885,436	89,897,280	312,485,064	308,725,930	403,370,500	398,623,210
Total Assets	139,915,698	131,236,435	424,923,598	428,017,580	564,839,296	559,254,015
Deferred Outflows of Resources	298,734	338,276	4,402,476	5,191,973	4,701,210	5,530,249
Long-term Debt Outstanding	43,177,165	36,648,320	236,984,851	248,857,529	280,162,016	285,505,849
Other Liabilities	4,248,413	4,373,042	25,105,235	22,313,246	29,353,648	26,686,288
Total Liabilities	47,425,578	41,021,362	262,090,086	271,170,775	309,515,664	312,192,137
Deferred Inflows of Resources	6,015,025	7,393,920	0	0	6,015,025	7,393,920
Net Position						
Net Investment in Capital Assets	64,612,820	60,330,073	101,543,663	88,211,121	166,156,483	148,541,194
Restricted	9,974,060	9,033,196	20,759,192	20,539,704	30,733,252	29,572,900
Unrestricted	12,186,949	13,796,160	44,933,133	53,287,953	57,120,082	67,084,113
Total Net Position	\$86,773,829	\$83,159,429	\$167,235,988	\$162,038,778	\$254,009,817	\$245,198,207

CITY OF HAMILTON, OHIO

**Management's Discussion and Analysis
For the Year Ended December 31, 2013**

Unaudited

An additional portion of the City's net position represents resources that are subject to external restrictions on how they may be used. In the current fiscal year, this represented \$30,733,252, or 12.1%, of net position. The remaining unrestricted \$57,120,082, or 22.5%, of net position may be used to meet the City's ongoing obligations to its citizens and creditors and for business-type activities.

Changes in Net Position – The following table shows the changes in net position for the fiscal year 2013 compared with 2012:

	Governmental Activities		Business-type Activities		Total	
	2013	2012	2013	2012	2013	2012
Revenues						
Program Revenues:						
Charges for Services and Sales	\$14,869,575	\$15,556,509	\$111,524,667	\$105,564,838	\$126,394,242	\$121,121,347
Operating Grants and Contributions	8,740,661	6,402,940	0	0	8,740,661	6,402,940
Capital Grants and Contributions	1,573,747	1,138,969	0	200,000	1,573,747	1,338,969
Total Program Revenues	25,183,983	23,098,418	111,524,667	105,764,838	136,708,650	128,863,256
General Revenues:						
Property Taxes	5,917,291	5,843,394	0	0	5,917,291	5,843,394
Income Taxes	22,310,512	21,259,474	0	0	22,310,512	21,259,474
Other Local Taxes	3,044,153	3,126,261	0	0	3,044,153	3,126,261
Intergovernmental, Unrestricted	3,210,419	3,112,982	0	0	3,210,419	3,112,982
Investment Earnings	(69,511)	76,967	73,168	283,187	3,657	360,154
Miscellaneous	751,688	913,202	0	0	751,688	913,202
Total General Revenues	35,164,552	34,332,280	73,168	283,187	35,237,720	34,615,467
Total Revenues	60,348,535	57,430,698	111,597,835	106,048,025	171,946,370	163,478,723
Program Expenses						
General Government	6,846,691	7,057,730	0	0	6,846,691	7,057,730
Security of Persons and Property	29,179,575	31,282,855	0	0	29,179,575	31,282,855
Leisure Time Activities	2,552,980	2,247,173	0	0	2,552,980	2,247,173
Community Environment	4,757,333	3,397,734	0	0	4,757,333	3,397,734
Basic Utility Services	5,696,920	5,809,490	0	0	5,696,920	5,809,490
Transportation	5,644,999	6,157,603	0	0	5,644,999	6,157,603
Public Health and Welfare Services	1,081,832	1,061,241	0	0	1,081,832	1,061,241
Interest and Fiscal Charges	973,805	1,439,838	0	0	973,805	1,439,838
Gas Utility	0	0	24,873,444	16,850,289	24,873,444	16,850,289
Electric Utility	0	0	57,515,509	60,661,556	57,515,509	60,661,556
Water Utility	0	0	14,605,296	14,909,166	14,605,296	14,909,166
Wastewater Utility	0	0	12,256,376	11,872,627	12,256,376	11,872,627
Total Expenses	56,734,135	58,453,664	109,250,625	104,293,638	165,984,760	162,747,302
Change in Net Position Before Transfers and Special Items	3,614,400	(1,022,966)	2,347,210	1,754,387	5,961,610	731,421
Transfers	0	(278,695)	0	278,695	0	0
Special Item - Wastewater Utility Reimbursement	0	0	2,850,000	0	2,850,000	0
Total Change in Net Position	3,614,400	(1,301,661)	5,197,210	2,033,082	8,811,610	731,421
Beginning Net Position	83,159,429	84,461,090	162,038,778	160,005,696	245,198,207	244,466,786
Ending Net Position	\$86,773,829	\$83,159,429	\$167,235,988	\$162,038,778	\$254,009,817	\$245,198,207

CITY OF HAMILTON, OHIO

**Management's Discussion and Analysis
For the Year Ended December 31, 2013**

Unaudited

Governmental Activities

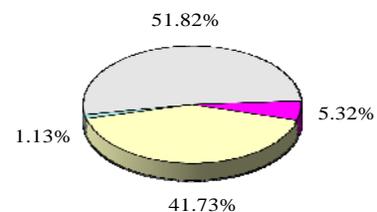
Net position of the City's governmental activities increased \$3,614,400. This represents a 4% change from 2012. A decrease in receipts for emergency life squad services contributed to a decrease in charges for services. An increase in operating grants and contributions can be attributed to Permissive Motor Vehicle Tax receipts from the County for various infrastructure projects as well as Clean Ohio Grants received for Brownfield Improvements. For a number of years, the City has been working collaboratively with the State of Ohio to clean up and reuse underutilized properties in the City through the Clean Ohio Brownfield program. In 2013, the Economic Development Department leveraged \$1.2 million in Brownfield funding from the State and from private sources on four different Brownfield sites with the goal of redeveloping them into economically productive sites. An increase in income tax receipts can be attributed to overall improvements in economic conditions as well as new business development in the City.

A decrease in Security of Persons and Property can be attributed to a reduction in personnel costs, which was the result of not filling vacancies created by retirements as well as the layoff of six firefighters after the expiration of the SAFER fire grant. Community Environment increased due to expenses of the Clean Ohio Brownfield program.

The City receives an income tax, which is based on 2% of all salaries, wages, commissions and other compensation and on net profits earned from residents and businesses located within the City.

Income taxes and property taxes made up 37% and 10%, respectively, of revenues for governmental activities for the City in fiscal year 2013. The City's reliance upon tax revenues is demonstrated by the following graph indicating 52% of total revenues from general tax revenues:

Revenue Sources	2013	Percent of Total
General Tax Revenues	\$31,271,956	51.82%
Intergovernmental, Unrestricted	3,210,419	5.32%
Program Revenues	25,183,983	41.73%
General Other	682,177	1.13%
Total Revenue	<u>\$60,348,535</u>	<u>100.00%</u>



Business-Type Activities

Net position of the business-type activities increased \$5,197,210. This represents a 3% change from the previous year.

In 2013, the Electric plant transitioned from using coal to natural gas for electric generation. The Electric Utility is purchasing natural gas from the City's Gas Utility, which resulted in increased revenues for the Gas Utility and expenses for natural gas purchases in both the Gas Utility and Electric Utility.

The Electric Utility reported a decrease in revenues, which was the result of lower demand for electric service. This can be attributed to a cooler summer season in 2013, when compared with 2012. A decrease in Electric Utility expenses can mostly be attributed to a decrease in depreciation expense, which was the result of three turbines and accessory equipment becoming fully depreciated in the prior year.

CITY OF HAMILTON, OHIO

**Management's Discussion and Analysis
For the Year Ended December 31, 2013**

Unaudited

Water Utility revenues and expenses were consistent with the previous year.

The Wastewater Utility reported a Special Item in 2013, which was a payment received from International Paper Company. A prior agreement between the City and International Paper required International Paper or its successor to reimburse the City for costs incurred by the City if the agreement was terminated before the end of 2022. When Smart Papers LLC ceased operations in the City in 2012, this triggered the early termination clause of the agreement, resulting in a required payment to the City from International Paper in the amount of \$2.85 million.

FINANCIAL ANALYSIS OF THE CITY'S FUNDS

The City's governmental funds reported a combined fund balance of \$31,190,365, which is an increase from last year's balance of \$23,570,168. The schedule below indicates the fund balance and the total change in fund balance as of December 31, 2013 and 2012:

	Fund Balance December 31, 2013	Fund Balance December 31, 2012	Increase (Decrease)
General	\$10,430,772	\$9,962,171	\$468,601
Other Governmental	20,759,593	13,607,997	7,151,596
Total	\$31,190,365	\$23,570,168	\$7,620,197

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

	2013 Revenues	2012 Revenues	Increase (Decrease)
Income Taxes	\$16,850,857	\$16,237,009	\$613,848
Property and Other Local Taxes	5,303,389	5,424,344	(120,955)
Intergovernmental Revenues	2,878,610	3,128,736	(250,126)
Charges for Services	4,918,031	5,434,589	(516,558)
Licenses and Permits	570,927	612,917	(41,990)
Investment Earnings	2,780	68,327	(65,547)
Fines and Forfeitures	551,661	704,945	(153,284)
All Other Revenue	160,669	391,267	(230,598)
Total	\$31,236,924	\$32,002,134	(\$765,210)

General Fund revenues in 2013 decreased \$765,210, or approximately 2%, when compared with the previous year. An increase in income tax receipts can be attributed to overall improvements in economic conditions as well as new business development in the City. A decrease in receipts for emergency life squad services contributed to a decrease in charges for services.

CITY OF HAMILTON, OHIO

**Management's Discussion and Analysis
For the Year Ended December 31, 2013**

Unaudited

	2013 Expenditures	2012 Expenditures	Increase (Decrease)
General Government	\$6,221,651	\$5,390,527	\$831,124
Security of Persons and Property	21,845,389	23,283,319	(1,437,930)
Leisure Time Activities	1,112,755	1,055,991	56,764
Community Environment	557,590	504,770	52,820
Basic Utility Services	241,379	223,395	17,984
Public Health and Welfare Services	936,629	924,115	12,514
Total	<u>\$30,915,393</u>	<u>\$31,382,117</u>	<u>(\$466,724)</u>

Overall, General Fund expenditures decreased \$466,724, or 1%, from the prior year. The City contributed \$2,352,000 to the Consortium for Ongoing Reinvestment Efforts (CORE) Fund in 2013. This resulted in an increase in General Government, which was partially offset by expenditures in the prior year for a City match of \$376,250 for the Moving Ohio Forward grant, property maintenance expenses for the SMART property acquisition, and a reserve provision of \$350,000 for unexpected large retirement payouts. In Security of Persons and Property, personnel costs were down due to not filling vacancies created by retirements.

Other Governmental Funds – The City's Other Governmental Funds reported an increase in fund balance of \$7,151,596, or 53%. The largest contributing factor in the increase in fund balance was \$9,500,000 of bond advances, received in the form of a loan, which are to be used to finance several immediate and future public improvement projects. An increase in intergovernmental revenues can be attributed to Permissive Motor Vehicle Tax receipts from the County for various infrastructure projects as well as Clean Ohio Grants received for Brownfield Improvements. Security of Persons and Property decreased due to the layoff of six firefighters after the expiration of the SAFER fire grant. Golf Course expenditures increased due to capital purchases for golf carts, beverage carts, a fairway mower and a sprayer.

Budgetary

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

During the course of fiscal year 2013 the City amended its General Fund budget several times, none significant.

For the General Fund, original budgeted revenues were 3% lower than final budget estimates. Budget basis revenue of \$39.3 million was 2% less than final budget estimates. This is due to the reduction in reimbursement revenue from other funds for shared services. The lower reimbursements were a result of a reduction in personnel costs. Final budgeted expenditures were 8% higher than original estimates due to the budgeting of \$2,352,000 in contributions to the Consortium for Ongoing Reinvestment Efforts (CORE) Fund. Final budgeted expenditures exceeded actual budget basis expenditures by \$2,890,325.

CITY OF HAMILTON, OHIO

**Management's Discussion and Analysis
For the Year Ended December 31, 2013**

Unaudited

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

At the end of fiscal 2013, the City had \$403,370,500 invested in land, construction in progress, buildings, improvements, infrastructure, machinery and equipment, net of accumulated depreciation. Of this total, \$90,885,436 was related to governmental activities and \$312,485,064 to the business-type activities. The following table shows fiscal year 2013 and 2012 balances:

	Governmental Activities		Increase (Decrease)
	2013	2012	
Land	\$22,771,987	\$22,335,233	\$436,754
Construction In Progress	14,322,079	13,136,565	1,185,514
Buildings and Improvements	42,006,079	40,587,641	1,418,438
Machinery and Equipment	28,733,703	27,730,115	1,003,588
Infrastructure	147,485,947	146,947,990	537,957
Less: Accumulated Depreciation	(164,434,359)	(160,840,264)	(3,594,095)
Totals	<u>\$90,885,436</u>	<u>\$89,897,280</u>	<u>\$988,156</u>

The \$436,754 increase in Land was parcels purchased by Streets for the South Hamilton Crossing project. The increase in Construction in Progress of \$1,185,514 was mainly due to resurfacing of City streets and the South Hamilton Crossing project. The increase in Buildings and Improvements of \$1,418,438 was due to the completion of Rivers Edge Park which included a brick restroom facility, concrete structures, and walkways.

The increase in the Machinery and Equipment capital assets of \$1,003,588 was mostly attributed to the purchase of police cruisers, an ambulance, street sweeper, leaf collector for streets, auto attendant for the parking garage and 77 new golf carts, as well as mowers and attachments for the golf courses. The increased infrastructure improvements of \$537,957 were the installation of storm mains, catch basins, and manholes.

	Business-Type Activities		Increase (Decrease)
	2013	2012	
Land	\$8,005,883	\$7,982,021	\$23,862
Construction in Progress	50,578,506	51,842,593	(1,264,087)
Intangible Capital Assets	1,070,786	1,070,786	0
Buildings and Improvements	99,254,620	95,026,532	4,228,088
Machinery and Equipment	598,298,991	582,557,431	15,741,560
Less: Accumulated Depreciation	(444,723,722)	(429,753,433)	(14,970,289)
Totals	<u>\$312,485,064</u>	<u>\$308,725,930</u>	<u>\$3,759,134</u>

The decrease in Construction in Progress of \$1,264,087 was due to the completion of major Water projects including an elevated tank, booster station and rehabilitation of the North water plant. A major Water Reclamation Facility Improvement project and construction of a 60" Sanitary Interceptor offset a significant portion of the Construction in Progress decrease.

CITY OF HAMILTON, OHIO

**Management's Discussion and Analysis
For the Year Ended December 31, 2013**

Unaudited

The \$4,228,088 increase in Buildings and Improvements resulted from the completion of \$2.6 million of Water projects that included the North Plant Rehabilitation and Booster Station, \$1.6 million from the Water Reclamation Phase I improvements of a Blower Building, Pump Station upgrade and Vactor Unloading Station. The increase in Machinery and Equipment capital assets of \$15,741,560 consisted of Gas mains, service and truck replacements (\$1 million), Electric primary underground replacements, power plant boiler equipment, line and 4X4 trucks and pole replacements (\$7 million), Water main replacement and elevated tank (\$4 million) and Water Reclamation equipment and sanitary main replacement (\$3.5 million).

Additional information on the City's capital assets can be found in Note 9.

Debt

At December 31, 2013, the City had \$25.7 million in General Obligation bonds outstanding, \$2.3 million due within one year. The following table summarizes the City's debt outstanding as of December 31, 2013 and 2012:

	<u>2013</u>	<u>2012</u>
Governmental Activities:		
General Obligation Bonds	\$25,701,350	\$28,115,485
Special Assessment Bonds	1,060,000	1,195,000
Bank Qualified Loan	9,500,000	0
Worker's Compensation Retrospective Liability	1,176,997	1,200,000
Compensated Absences	5,738,818	6,137,835
Total Governmental Activities	<u>43,177,165</u>	<u>36,648,320</u>
Business-Type Activities:		
Mortgage Revenue Bonds	233,328,712	245,453,475
OWDA Loan	383,412	400,077
Compensated Absences	3,272,727	3,003,977
Total Business-Type Activities	<u>236,984,851</u>	<u>248,857,529</u>
Totals	<u>\$280,162,016</u>	<u>\$285,505,849</u>

Under state law, the City's general obligation bonded debt issues are subject to a legal limitation based on 10.5% of the total assessed value of real and personal property. In addition, the unvoted net debt of municipal corporations cannot exceed 5.5% of the total assessed value of property. At December 31, 2013, the City's outstanding debt was below the legal limit. Additional information on the City's long-term debt can be found in Note 13.

ECONOMIC FACTORS

In 2012, City Council enacted Budget and Financial Policies Resolution R2012-6-25, which requires the maintenance of a minimum General Fund Balance (reserve) of 10-16% of annual expenditures. Additionally, in an effort to stabilize its fiscal condition, the City continued to freeze non-union wages and budgeted only emergency capital repairs in years 2012 and 2013. An effort was also made to control the rising health insurance costs by re-bidding the insurance each year. In 2013, the City was successful in curbing the General Fund expenditures at 94% of the budget by reduction in health benefits, elimination of special benefits like education, attendance and fitness incentives to non-union staff, reduction in force in Fire and Police divisions, consolidating functions etc.

CITY OF HAMILTON, OHIO

***Management's Discussion and Analysis
For the Year Ended December 31, 2013***

Unaudited

On the revenue side, income tax revenue receipts were 3.78% higher than in 2012 and an unanticipated Estate Tax settlement in the amount of \$824,184 was received. As a result, the unencumbered General Fund balance at the end of fiscal year 2013 was \$9,206,629 or 21.71% of 2013 expenditures, well above the 16% goal Council had established.

General Fund revenue is estimated to be \$39.8 million and General Fund expenditures are expected to be \$41.7 million for 2014. The budget is structurally imbalanced by \$1.9 million which means that the expenditures will exceed the revenues and will require the drawdown of fund balance. The largest categories of revenue are generally flat for 2014 – Income Tax (slight increase), Property Tax, and Local Government Fund. Because 2014 budgeted expenditures exceed the 2014 budgeted revenue by \$1.9 million, the estimated fund balance at the end of 2014 is \$7.29 million, which represents 17.46% of budgeted expenditures. The GFOA recommendation for General Fund reserve is 16.67% of budgeted expenditures.

Requests for Information

This financial report is designed to provide our citizens, taxpayers, creditors, investors and elected officials with a general overview of the City's finances and to show accountability for the money it receives. If you have any questions about this report or need additional information, contact the Office of the City of Hamilton Finance Director, 345 High Street, 7th Floor, Hamilton, Ohio 45011, (513) 785-7170, or visit the City website at www.hamilton-city.org.



CITY OF HAMILTON, OHIO

Statement of Net Position
December 31, 2013

	Governmental	Business-Type	
	Activities	Activities	Total
	<hr/>	<hr/>	<hr/>
Assets:			
Equity in Pooled Cash and Investments	\$ 27,328,711	\$ 73,465,451	\$ 100,794,162
Restricted Cash and Investments	0	20,759,192	20,759,192
Cash with Fiscal Agent	7,000,000	0	7,000,000
Receivables:			
Taxes	12,533,684	0	12,533,684
Accounts	965,009	13,966,500	14,931,509
Due From Other Governments	1,563,812	0	1,563,812
Interest	12,321	40,698	53,019
Loans	386,384	0	386,384
Internal Balance	(997,243)	997,243	0
Inventory of Supplies at Cost	118,010	2,228,674	2,346,684
Prepaid Items	119,574	980,776	1,100,350
Non-Depreciable Capital Assets	37,094,066	58,584,389	95,678,455
Depreciable Capital Assets, Net	53,791,370	253,900,675	307,692,045
Total Assets	<hr/>	<hr/>	<hr/>
	139,915,698	424,923,598	564,839,296
Deferred Outflows of Resources:			
Deferred Charge on Debt Refunding	298,734	4,402,476	4,701,210
	<hr/>	<hr/>	<hr/>
Liabilities:			
Accounts Payable	1,704,238	8,835,939	10,540,177
Accrued Wages and Benefits	1,222,592	845,313	2,067,905
Intergovernmental Payable	420,688	227,447	648,135
Accrued Liabilities	708,243	149	708,392
Customer Deposits	4,785	1,931,072	1,935,857
Unearned Revenue	11,832	0	11,832
Accrued Interest Payable	176,035	2,575,315	2,751,350
General Obligation Notes Payable	0	10,690,000	10,690,000
Long-Term Liabilities:			
Due within one year	4,482,039	14,506,776	18,988,815
Due in more than one year	38,695,126	222,478,075	261,173,201
Total Liabilities	<hr/>	<hr/>	<hr/>
	47,425,578	262,090,086	309,515,664
Deferred Inflows of Resources:			
Property Tax Levy for Next Fiscal Year	6,015,025	0	6,015,025
	<hr/>	<hr/>	<hr/>

(Continued)

CITY OF HAMILTON, OHIO

Statement of Net Position
December 31, 2013

	Governmental Activities	Business-Type Activities	Total
Net Position:			
Net Investment in Capital Assets	64,612,820	101,543,663	166,156,483
Restricted For:			
Debt Service	0	11,659,192	11,659,192
Capital Projects	2,218,425	0	2,218,425
Community Environment	614,416	0	614,416
General Government	352,113	0	352,113
Public Health and Welfare Services	198,242	0	198,242
Security of Persons and Property	3,448,442	0	3,448,442
Streets	3,067,328	0	3,067,328
Nonexpendable Endowments	75,094	0	75,094
Rate Stabilization	0	9,100,000	9,100,000
Unrestricted	12,186,949	44,933,133	57,120,082
Total Net Position	\$ 86,773,829	\$ 167,235,988	\$ 254,009,817

See accompanying notes to the basic financial statements

CITY OF HAMILTON, OHIO

**Statement of Activities
For the 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	\$ 6,846,691	\$ 3,315,895	\$ 0	\$ 155,538
Security of Persons and Property	29,179,575	2,804,466	276,245	0
Leisure Time Activities	2,552,980	1,200,984	0	0
Community Environment	4,757,333	746,272	3,455,164	0
Basic Utility Services	5,696,920	5,903,259	30,538	0
Transportation	5,644,999	645,653	3,640,735	1,418,209
Public Health and Welfare Services	1,081,832	253,046	1,337,979	0
Interest and Fiscal Charges	973,805	0	0	0
Total Governmental Activities	<u>56,734,135</u>	<u>14,869,575</u>	<u>8,740,661</u>	<u>1,573,747</u>
Business-Type Activities:				
Gas Utility	24,873,444	24,742,117	0	0
Electric Utility	57,515,509	60,346,033	0	0
Water Utility	14,605,296	14,656,538	0	0
Wastewater Utility	12,256,376	11,779,979	0	0
Total Business-Type Activities	<u>109,250,625</u>	<u>111,524,667</u>	<u>0</u>	<u>0</u>
Totals	<u>\$ 165,984,760</u>	<u>\$ 126,394,242</u>	<u>\$ 8,740,661</u>	<u>\$ 1,573,747</u>

General Revenues and Special Items

Property Taxes Levied for:

General Purposes

Special Purposes

Capital Purposes

Income Tax

Other Local Taxes

Intergovernmental, Unrestricted

Investment Earnings

Miscellaneous

Special Item - Wastewater Utility Reimbursement

Total General Revenues and Special Items

Change in Net Position

Net Position Beginning of Year

Net Position End of Year

See accompanying notes to the basic financial statements

CITY OF HAMILTON, OHIO

Statement of Activities
For the Year Ended December 31, 2013

Net (Expense) Revenue and Changes in Net Position		
Governmental Activities	Business-Type Activities	Total
\$ (3,375,258)	\$ 0	\$ (3,375,258)
(26,098,864)	0	(26,098,864)
(1,351,996)	0	(1,351,996)
(555,897)	0	(555,897)
236,877	0	236,877
59,598	0	59,598
509,193	0	509,193
(973,805)	0	(973,805)
(31,550,152)	0	(31,550,152)
0	(131,327)	(131,327)
0	2,830,524	2,830,524
0	51,242	51,242
0	(476,397)	(476,397)
0	2,274,042	2,274,042
\$ (31,550,152)	\$ 2,274,042	\$ (29,276,110)
2,578,434	0	2,578,434
2,726,592	0	2,726,592
612,265	0	612,265
22,310,512	0	22,310,512
3,044,153	0	3,044,153
3,210,419	0	3,210,419
(69,511)	73,168	3,657
751,688	0	751,688
0	2,850,000	2,850,000
35,164,552	2,923,168	38,087,720
3,614,400	5,197,210	8,811,610
83,159,429	162,038,778	245,198,207
\$ 86,773,829	\$ 167,235,988	\$ 254,009,817

CITY OF HAMILTON, OHIO

**Balance Sheet
Governmental Funds
December 31, 2013**

	General	Other Governmental Funds	Total Governmental Funds
Assets:			
Equity in Pooled Cash and Investments	\$ 10,726,438	\$ 14,589,453	\$ 25,315,891
Cash with Fiscal Agent	0	7,000,000	7,000,000
Receivables:			
Taxes	6,935,528	5,598,156	12,533,684
Accounts	244,552	720,457	965,009
Intergovernmental	554,768	1,009,044	1,563,812
Interest	9,944	2,377	12,321
Loans	0	386,384	386,384
Due from Other Funds	983	0	983
Interfund Receivable	173,736	0	173,736
Inventory of Supplies, at Cost	58,969	32,283	91,252
Prepaid Items	98,458	21,116	119,574
Total Assets	\$ 18,803,376	\$ 29,359,270	\$ 48,162,646
Liabilities:			
Accounts Payable	\$ 682,492	\$ 913,154	\$ 1,595,646
Accrued Wages and Benefits Payable	1,071,383	123,740	1,195,123
Intergovernmental Payable	373,423	38,974	412,397
Accrued Liabilities	548,889	159,354	708,243
Customer Deposits	0	4,785	4,785
Due to Other Funds	0	983	983
Interfund Payable	0	1,209,336	1,209,336
Unearned Revenue	11,832	0	11,832
Total Liabilities	2,688,019	2,450,326	5,138,345
Deferred Inflows of Resources:			
Unavailable Amounts	3,257,915	2,560,996	5,818,911
Property Tax Levy for Next Fiscal Year	2,426,670	3,588,355	6,015,025
Total Deferred Inflows of Resources	5,684,585	6,149,351	11,833,936
Fund Balance:			
Nonspendable	157,427	128,399	285,826
Restricted	0	14,833,337	14,833,337
Committed	0	4,031,504	4,031,504
Assigned	2,000,633	2,240,056	4,240,689
Unassigned	8,272,712	(473,703)	7,799,009
Total Fund Balance	10,430,772	20,759,593	31,190,365
Total Liabilities, Deferred Inflows of Resources and Fund Balance	\$ 18,803,376	\$ 29,359,270	\$ 48,162,646

See accompanying notes to the basic financial statements

CITY OF HAMILTON, OHIO

***Reconciliation Of Total Governmental Fund Balances
To Net Position Of Governmental Activities
December 31, 2013***

Total Governmental Fund Balances	\$ 31,190,365
 <i>Amounts reported for governmental activities in the statement of net position are different because</i>	
Capital Assets used in governmental activities are not resources and therefore are not reported in the funds.	90,845,856
Other long-term assets are not available to pay for current- period expenditures and therefore are deferred in the funds.	5,818,911
Internal service funds are used by management to charge back costs of services to individual funds. The assets and liabilities of the Fleet Maintenance Fund and Central Benefits Fund are included in governmental activities in the statement of net position.	639,011
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.	
General Obligation Bonds Payable	(24,310,000)
Special Assessment Bonds Payable	(1,060,000)
Bond Premium	(1,391,350)
Bank Qualified Loan	(9,500,000)
Deferred Loss on Refunding	298,734
Compensated Absences Payable	(5,581,663)
Accrued Interest Payable	(176,035)
	<u>(41,720,314)</u>
<i>Net Position of Governmental Activities</i>	<u>\$ 86,773,829</u>

See accompanying notes to the basic financial statements

CITY OF HAMILTON, OHIO

Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended December 31, 2013

	General	Other Governmental Funds	Total Governmental Funds
Revenues:			
Income Taxes	\$ 16,850,857	\$ 5,262,874	\$ 22,113,731
Property and Other Local Taxes	5,303,389	2,975,224	8,278,613
Intergovernmental Revenues	2,878,610	10,674,372	13,552,982
Charges for Services	4,918,031	7,449,772	12,367,803
Licenses and Permits	570,927	364,917	935,844
Investment Earnings	2,780	(62,627)	(59,847)
Special Assessments	0	668,686	668,686
Fines and Forfeitures	551,661	270,205	821,866
All Other Revenue	160,669	591,019	751,688
Total Revenue	31,236,924	28,194,442	59,431,366
Expenditures:			
Current:			
General Government	6,221,651	234,988	6,456,639
Security of Persons and Property	21,845,389	5,994,877	27,840,266
Leisure Time Activities	1,112,755	1,618,287	2,731,042
Community Environment	557,590	4,081,507	4,639,097
Basic Utility Services	241,379	5,379,660	5,621,039
Transportation	0	3,496,658	3,496,658
Public Health and Welfare Services	936,629	105,894	1,042,523
Capital Outlay	0	6,069,186	6,069,186
Debt Service:			
Principal Retirement	0	2,365,000	2,365,000
Interest and Fiscal Charges	0	1,187,163	1,187,163
Total Expenditures	30,915,393	30,533,220	61,448,613
Excess (Deficiency) of Revenues			
Over (Under) Expenditures	321,531	(2,338,778)	(2,017,247)
Other Financing Sources (Uses):			
Sale of Capital Assets	53,161	62,691	115,852
Loan Issuance	0	9,500,000	9,500,000
Transfers In	2,438,143	5,062,271	7,500,414
Transfers Out	(2,358,783)	(5,141,631)	(7,500,414)
Total Other Financing Sources (Uses)	132,521	9,483,331	9,615,852
Net Change in Fund Balance	454,052	7,144,553	7,598,605
Fund Balance at Beginning of Year	9,962,171	13,607,997	23,570,168
Increase in Inventory	14,549	7,043	21,592
Fund Balance End of Year	\$ 10,430,772	\$ 20,759,593	\$ 31,190,365

See accompanying notes to the basic financial statements

CITY OF HAMILTON, OHIO

***Reconciliation Of The Statement Of Revenues, Expenditures
And Changes In Fund Balances Of Governmental Funds
To The Statement Of Activities
For The Year Ended December 31, 2013***

Net Change in Fund Balances - Total Governmental Funds \$ 7,598,605

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

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlay exceeded depreciation in the current period.

Capital Outlay	5,040,197	
Depreciation Expense	<u>(3,995,690)</u>	1,044,507

The statement of activities reports losses arising from the disposal of capital assets. Conversely, the governmental funds do not report any loss on the disposal of capital assets. This is the loss on disposal of capital assets, net of proceeds. (46,054)

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. 926,833

The issuance of long-term debt provides current financial resources to governmental funds, however, has no effect on net position.

Loan Issuance (9,500,000)

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

General Obligation Bond Principal Payment	2,230,000	
Special Assessment Bond Principal Payment	135,000	
Amortization of Deferred Loss on Refunding	(39,542)	
Amortization of Bond Premium	<u>184,135</u>	2,509,593

In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due. 68,765

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 the governmental funds.

Compensated Absences	438,176	
Change in Inventory	<u>21,592</u>	459,768

Internal Service Funds are used by management to charge costs to individual funds and are not reported in the statement of activities. Governmental fund expenditures and related internal service revenues are eliminated. The net revenue (expense) of the Fleet Maintenance Fund and Central Benefits Fund is allocated among the governmental activities. 552,383

Change in Net Position of Governmental Activities \$ 3,614,400

See accompanying notes to the basic financial statements



CITY OF HAMILTON, OHIO

**Statement of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
General Fund
For the Year Ended December 31, 2013**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Income Taxes	\$ 16,375,250	\$ 16,836,500	\$ 16,953,737	\$ 117,237
Property and Other Local Taxes	5,448,000	5,448,000	5,309,884	(138,116)
Intergovernmental Revenues	2,079,309	2,868,174	2,853,309	(14,865)
Charges for Services	13,601,923	13,442,184	12,709,689	(732,495)
Licenses and Permits	496,124	537,124	570,927	33,803
Investment Earnings	59,517	59,517	53,862	(5,655)
Fines and Forfeitures	700,746	565,746	551,661	(14,085)
All Other Revenue	354,157	380,157	305,366	(74,791)
Total Revenues	39,115,026	40,137,402	39,308,435	(828,967)
Expenditures:				
Current:				
Security of Persons and Property	27,754,259	28,266,558	27,401,657	864,901
Public Health and Welfare Services	1,081,328	1,122,758	986,882	135,876
Leisure Time Activities	1,133,324	1,215,662	1,127,311	88,351
Community Environment	1,117,280	1,163,770	974,971	188,799
Basic Utility Services	1,313,869	1,350,040	1,181,583	168,457
General Government	8,387,023	10,755,387	9,311,446	1,443,941
Total Expenditures	40,787,083	43,874,175	40,983,850	2,890,325
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,672,057)	(3,736,773)	(1,675,415)	2,061,358
Other Financing Sources (Uses):				
Sale of Capital Assets	1,000	1,000	53,161	52,161
Transfers In	91,000	2,443,000	2,438,143	(4,857)
Transfers Out	(1,212,500)	(1,034,644)	(916,533)	118,111
Advances In	53,193	108,150	108,150	0
Advances Out	(50,000)	(238,000)	0	238,000
Total Other Financing Sources (Uses):	(1,117,307)	1,279,506	1,682,921	403,415
Net Change in Fund Balance	(2,789,364)	(2,457,267)	7,506	2,464,773
Fund Balance at Beginning of Year	8,559,092	8,559,092	8,559,092	0
Prior Year Encumbrances	640,032	640,032	640,032	0
Fund Balance at End of Year	\$ 6,409,760	\$ 6,741,857	\$ 9,206,630	\$ 2,464,773

See accompanying notes to the basic financial statements

CITY OF HAMILTON, OHIO

**Statement of Net Position
Proprietary Funds
December 31, 2013**

	Business-Type Activities		
	Enterprise Funds		
	Gas	Electric	Water
Assets:			
Current Assets:			
Equity in Pooled Cash and Investments	\$ 6,769,125	\$ 23,006,717	\$ 9,481,081
Restricted Cash and Investments	3,356,940	10,252,440	1,130,774
Receivables:			
Accounts	3,579,387	7,127,230	1,527,992
Interest	4,426	13,589	5,412
Interfund Receivable	0	635,600	400,000
Inventory of Supplies at Cost	168,480	1,871,318	185,818
Prepaid Items	117,913	700,381	72,893
Total Current Assets	<u>13,996,271</u>	<u>43,607,275</u>	<u>12,803,970</u>
Noncurrent Assets:			
Non Depreciable Capital Assets	5,232,070	29,724,527	10,496,082
Depreciable Capital Assets, Net	30,468,078	97,481,080	90,125,538
Total Noncurrent Assets	<u>35,700,148</u>	<u>127,205,607</u>	<u>100,621,620</u>
Total Assets	<u>49,696,419</u>	<u>170,812,882</u>	<u>113,425,590</u>
Deferred Outflows of Resources:			
Deferred Charge on Debt Refunding	<u>61,690</u>	<u>3,294,204</u>	<u>620,458</u>
Liabilities:			
Current Liabilities:			
Accounts Payable	2,242,068	4,035,925	695,531
Accrued Wages and Benefits	92,798	388,413	146,362
Intergovernmental Payable	20,054	109,629	37,411
Claims Payable - Current	0	0	0
Accrued Liabilities	0	149	0
Customer Deposits Payable	656,103	941,902	170,821
Compensated Absences Payable - Current	139,484	613,025	252,659
Accrued Interest Payable	67,319	1,543,982	274,182
General Obligation Notes Payable	0	4,000,000	6,690,000
Revenue Bonds Payable - Current	1,355,000	8,540,000	1,095,000
OWDA Loans Payable - Current	0	0	0
Total Current Liabilities	<u>4,572,826</u>	<u>20,173,025</u>	<u>9,361,966</u>

CITY OF HAMILTON, OHIO

**Statement of Net Position
Proprietary Funds
December 31, 2013**

	Wastewater	Total	Governmental Activities - Internal Service Funds
Assets:			
Current Assets:			
Equity in Pooled Cash and Investments	\$ 34,205,832	\$ 73,462,755	\$ 2,015,516
Restricted Cash and Investments	6,019,038	20,759,192	0
Receivables:			
Accounts	1,731,891	13,966,500	0
Interest	17,271	40,698	0
Interfund Receivable	0	1,035,600	0
Inventory of Supplies at Cost	3,058	2,228,674	26,758
Prepaid Items	89,589	980,776	0
Total Current Assets	42,066,679	112,474,195	2,042,274
Noncurrent Assets:			
Non Depreciable Capital Assets	13,131,710	58,584,389	0
Depreciable Capital Assets, Net	35,825,979	253,900,675	39,580
Total Noncurrent Assets	48,957,689	312,485,064	39,580
Total Assets	91,024,368	424,959,259	2,081,854
Deferred Outflows of Resources:			
Deferred Charge on Debt Refunding	426,124	4,402,476	0
Liabilities:			
Current Liabilities:			
Accounts Payable	1,760,628	8,734,152	210,379
Accrued Wages and Benefits	105,208	732,781	140,001
Intergovernmental Payable	25,240	192,334	43,404
Claims Payable - Current	0	0	174,522
Accrued Liabilities	0	149	0
Customer Deposits Payable	162,246	1,931,072	0
Compensated Absences Payable - Current	199,633	1,204,801	229,557
Accrued Interest Payable	689,832	2,575,315	0
General Obligation Notes Payable	0	10,690,000	0
Revenue Bonds Payable - Current	2,125,000	13,115,000	0
OWDA Loans Payable - Current	17,211	17,211	0
Total Current Liabilities	5,084,998	39,192,815	797,863

(Continued)

CITY OF HAMILTON, OHIO

**Statement of Net Position
Proprietary Funds
December 31, 2013**

	Business-Type Activities		
	Enterprise Funds		
	Gas	Electric	Water
Noncurrent Liabilities:			
Revenue Bonds Payable	5,913,857	137,589,261	22,560,911
OWDA Loans Payable	0	0	0
Claims Payable	0	0	0
Compensated Absences Payable	226,310	839,411	328,282
Total Noncurrent Liabilities	<u>6,140,167</u>	<u>138,428,672</u>	<u>22,889,193</u>
Total Liabilities	<u>10,712,993</u>	<u>158,601,697</u>	<u>32,251,159</u>
Net Position:			
Net Investment in Capital Assets	28,492,981	(16,392,889)	72,236,420
Restricted for Debt Service	856,940	6,252,440	530,774
Restricted for Rate Stabilization	2,500,000	4,000,000	600,000
Unrestricted	7,195,195	21,645,838	8,427,695
Total Net Position	<u>\$ 39,045,116</u>	<u>\$ 15,505,389</u>	<u>\$ 81,794,889</u>

CITY OF HAMILTON, OHIO

**Statement of Net Position
Proprietary Funds
December 31, 2013**

	Wastewater	Total	Governmental Activities - Internal Service Funds
Noncurrent Liabilities:			
Revenue Bonds Payable	54,149,683	220,213,712	0
OWDA Loans Payable	366,201	366,201	0
Claims Payable	0	0	1,002,475
Compensated Absences Payable	273,304	1,667,307	328,217
Total Noncurrent Liabilities	54,789,188	222,247,220	1,330,692
Total Liabilities	59,874,186	261,440,035	2,128,555
Net Position:			
Net Investment in Capital Assets	17,207,151	101,543,663	39,580
Restricted for Debt Service	4,019,038	11,659,192	0
Restricted for Rate Stabilization	2,000,000	9,100,000	0
Unrestricted	8,350,117	45,618,845	(86,281)
Total Net Position	\$ 31,576,306	\$ 167,921,700	\$ (46,701)
Adjustment to reflect the consolidation of internal service fund activities related to the enterprise funds.		(685,712)	
Net Position of Business-type Activities		\$ 167,235,988	

See accompanying notes to the basic financial statements

CITY OF HAMILTON, OHIO

**Statement of Revenues, Expenses and Changes in Fund Net Position
Proprietary Funds
For the Year Ended December 31, 2013**

	Business-Type Activities		
	Enterprise Funds		
	Gas	Electric	Water
Operating Revenues:			
Charges for Services	\$ 24,734,744	\$ 59,889,069	\$ 14,499,014
Other Operating Revenues	7,373	456,964	157,524
Total Operating Revenues	24,742,117	60,346,033	14,656,538
Operating Expenses:			
Personal Services	1,892,381	9,542,265	3,346,842
Contractual Services	1,495,153	5,228,017	3,880,256
Materials and Supplies	440,581	653,834	1,233,457
Purchase of Gas and Electric	16,943,459	23,857,306	0
Depreciation	1,878,725	8,118,319	2,870,911
Other Operating Expenses	1,825,001	3,001,117	2,045,111
Total Operating Expenses	24,475,300	50,400,858	13,376,577
Operating Income	266,817	9,945,175	1,279,961
Non-Operating Revenue (Expenses):			
Interest Income	3,948	14,143	377
Interest and Fiscal Charges	(396,818)	(7,337,621)	(1,226,568)
Loss on Disposal of Capital Assets	(1,326)	(20,036)	(2,151)
Total Non-Operating Revenues (Expenses)	(394,196)	(7,343,514)	(1,228,342)
Income (Loss) Before Special Items	(127,379)	2,601,661	51,619
Special Items:			
Special Item - Wastewater Utility Reimbursement	0	0	0
Total Special Items	0	0	0
Change in Net Position	(127,379)	2,601,661	51,619
Net Position Beginning of Year	39,172,495	12,903,728	81,743,270
Net Position End of Year	\$ 39,045,116	\$ 15,505,389	\$ 81,794,889

CITY OF HAMILTON, OHIO

**Statement of Revenues, Expenses and Changes in Fund Net Position
Proprietary Funds
For the Year Ended December 31, 2013**

	<u>Wastewater</u>	<u>Total</u>	<u>Governmental Activities - Internal Service Funds</u>
Operating Revenues:			
Charges for Services	\$ 11,758,165	\$ 110,880,992	\$ 8,704,900
Other Operating Revenues	21,814	643,675	7,414
Total Operating Revenues	<u>11,779,979</u>	<u>111,524,667</u>	<u>8,712,314</u>
Operating Expenses:			
Personal Services	2,501,316	17,282,804	4,287,508
Contractual Services	2,238,756	12,842,182	2,121,809
Materials and Supplies	377,865	2,705,737	1,411,592
Purchase of Gas and Electric	0	40,800,765	0
Depreciation	2,617,389	15,485,344	10,297
Other Operating Expenses	1,950,858	8,822,087	74,701
Total Operating Expenses	<u>9,686,184</u>	<u>97,938,919</u>	<u>7,905,907</u>
Operating Income	2,093,795	13,585,748	806,407
Non-Operating Revenue (Expenses):			
Interest Income	54,700	73,168	(11,018)
Interest and Fiscal Charges	(2,570,192)	(11,531,199)	0
Loss on Disposal of Capital Assets	0	(23,513)	0
Total Non-Operating Revenues (Expenses)	<u>(2,515,492)</u>	<u>(11,481,544)</u>	<u>(11,018)</u>
Income (Loss) Before Special Items	(421,697)	2,104,204	795,389
Special Items:			
Special Item - Wastewater Utility Reimbursement	2,850,000	2,850,000	0
Total Special Items	<u>2,850,000</u>	<u>2,850,000</u>	<u>0</u>
Change in Net Position	2,428,303	4,954,204	795,389
Net Position Beginning of Year	29,148,003	162,967,496	(842,090)
Net Position End of Year	<u>\$ 31,576,306</u>	<u>\$ 167,921,700</u>	<u>\$ (46,701)</u>
Change in Net Position - Total Enterprise Funds		\$ 4,954,204	
Adjustment to reflect the consolidation of internal service fund activities related to the enterprise funds.		<u>243,006</u>	
Change in Net Position - Business-type Activities		<u>\$ 5,197,210</u>	

See accompanying notes to the basic financial statements

CITY OF HAMILTON, OHIO

***Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2013***

	Business Type Activities		
	Enterprise Funds		
	Gas	Electric	Water
<u>Cash Flows from Operating Activities:</u>			
Cash Received from Customers	\$23,816,257	\$59,791,180	\$14,589,870
Cash Payments for Goods and Services	(20,073,925)	(31,219,579)	(7,007,258)
Cash Payments to Employees	(1,768,732)	(9,859,940)	(3,416,749)
Net Cash Provided by Operating Activities	<u>1,973,600</u>	<u>18,711,661</u>	<u>4,165,863</u>
<u>Cash Flows from Noncapital Financing Activities:</u>			
Advances In from Other Funds	0	180,150	200,000
Advances Out to Other Funds	0	(475,750)	0
Net Cash Provided (Used) by Noncapital Financing Activities	<u>0</u>	<u>(295,600)</u>	<u>200,000</u>
<u>Cash Flows from Capital and Related Financing Activities:</u>			
Proceeds from the Sale of Notes	0	4,000,000	6,690,000
Premium on Note Issuance	0	15,840	26,492
Note Retirement	0	(4,000,000)	(6,690,000)
Revenue Bond Payable Principal Retirement	(1,290,000)	(7,700,000)	(1,065,000)
OWDA Loan Principal Retirement	0	0	0
Interest and Fiscal Charges	(379,238)	(6,863,785)	(1,132,970)
Acquisition and Construction of Assets	(2,657,683)	(6,850,316)	(4,715,226)
Net Cash Used by Capital and Related Financing Activities	<u>(4,326,921)</u>	<u>(21,398,261)</u>	<u>(6,886,704)</u>
<u>Cash Flows from Investing Activities:</u>			
Receipts of Interest	454	3,556	(3,139)
Net Cash Provided (Used) by Investing Activities	<u>454</u>	<u>3,556</u>	<u>(3,139)</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(2,352,867)	(2,978,644)	(2,523,980)
Cash and Cash Equivalents at Beginning of Year	<u>12,478,932</u>	<u>36,237,801</u>	<u>13,135,835</u>
Cash and Cash Equivalents at End of Year	<u>\$10,126,065</u>	<u>\$33,259,157</u>	<u>\$10,611,855</u>
<u>Reconciliation of Cash and</u>			
<u>Cash Equivalents per the Statement of Net Position:</u>			
Cash and Cash Equivalents	\$6,769,125	\$23,006,717	\$9,481,081
Restricted Cash and Cash Equivalents	<u>3,356,940</u>	<u>10,252,440</u>	<u>1,130,774</u>
Cash and Cash Equivalents at End of Year	<u>\$10,126,065</u>	<u>\$33,259,157</u>	<u>\$10,611,855</u>

CITY OF HAMILTON, OHIO

**Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2013**

	<u>Wastewater</u>	<u>Totals</u>	<u>Governmental- Activities Internal Service Funds</u>
<u>Cash Flows from Operating Activities:</u>			
Cash Received from Customers	\$14,440,668	\$112,637,975	\$8,689,311
Cash Payments for Goods and Services	(4,562,868)	(62,863,630)	(3,760,005)
Cash Payments to Employees	(2,378,023)	(17,423,444)	(4,203,148)
Net Cash Provided by Operating Activities	<u>7,499,777</u>	<u>32,350,901</u>	<u>726,158</u>
<u>Cash Flows from Noncapital Financing Activities:</u>			
Advances In from Other Funds	0	380,150	0
Advances Out to Other Funds	0	(475,750)	0
Net Cash Provided (Used) by Noncapital Financing Activities	<u>0</u>	<u>(95,600)</u>	<u>0</u>
<u>Cash Flows from Capital and Related Financing Activities:</u>			
Proceeds from the Sale of Notes	0	10,690,000	0
Premium on Note Issuance	0	42,332	0
Note Retirement	0	(10,690,000)	0
Revenue Bond Payable Principal Retirement	(2,045,000)	(12,100,000)	0
OWDA Loan Principal Retirement	(16,665)	(16,665)	0
Interest and Fiscal Charges	(2,572,253)	(10,948,246)	0
Acquisition and Construction of Assets	(4,276,414)	(18,499,639)	0
Net Cash Used by Capital and Related Financing Activities	<u>(8,910,332)</u>	<u>(41,522,218)</u>	<u>0</u>
<u>Cash Flows from Investing Activities:</u>			
Receipts of Interest	40,439	41,310	(11,018)
Net Cash Provided (Used) by Investing Activities	<u>40,439</u>	<u>41,310</u>	<u>(11,018)</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(1,370,116)	(9,225,607)	715,140
Cash and Cash Equivalents at Beginning of Year	41,594,986	103,447,554	1,300,376
Cash and Cash Equivalents at End of Year	<u>\$40,224,870</u>	<u>\$94,221,947</u>	<u>\$2,015,516</u>
<u>Reconciliation of Cash and</u>			
<u>Cash Equivalents per the Statement of Net Position:</u>			
Cash and Cash Equivalents	\$34,205,832	\$73,462,755	\$2,015,516
Restricted Cash and Cash Equivalents	6,019,038	20,759,192	0
Cash and Cash Equivalents at End of Year	<u>\$40,224,870</u>	<u>\$94,221,947</u>	<u>\$2,015,516</u>

(Continued)

CITY OF HAMILTON, OHIO

Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2013

	Business Type Activities		
	Enterprise Funds		
	Gas	Electric	Water
<u>Reconciliation of Operating Income to Net Cash</u>			
<u>Provided by Operating Activities:</u>			
Operating Income	\$266,817	\$9,945,175	\$1,279,961
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities:			
Depreciation Expense	1,878,725	8,118,319	2,870,911
Non-Operating Revenue	0	0	0
Changes in Assets and Liabilities:			
Increase in Accounts Receivable	(1,002,370)	(677,976)	(79,439)
(Increase) Decrease in Inventory	1,318	(34,044)	32,848
Increase in Prepays	(10,338)	(57,508)	(5,513)
Increase (Decrease) in Accounts Payable	639,390	1,191,180	123,849
Increase in Accrued Wages and Benefits	27,582	35,731	7,569
Increase in Customer Deposits Payable	76,510	122,974	12,771
Increase in Accrued Liabilities	0	149	0
Decrease in Intergovernmental Payable	(4,064)	(25,922)	(89)
Decrease in Claims Liability	0	0	0
Increase (Decrease) in Compensated Absences	100,030	93,583	(77,005)
Total Adjustments	<u>1,706,783</u>	<u>8,766,486</u>	<u>2,885,902</u>
Net Cash Provided by Operating Activities	<u>\$1,973,600</u>	<u>\$18,711,661</u>	<u>\$4,165,863</u>

Schedule of Noncash Investing, Capital and Financing Activities:

At December 31, 2013 the Gas, Electric, Water and Wastewater Funds had outstanding liabilities of \$224,879, \$617,328, \$305,030 and \$1,586,572, respectively for the purchase of certain capital assets.

At December 31, 2013 the Gas, Electric, Water, Wastewater, Fleet Maintenance, Central Services and Central Benefits Funds reported a change in the fair value of investments of \$29,850, \$74,686, \$40,960, \$52,456, \$1,327, \$15, and \$9,559 respectively.

See accompanying notes to the basic financial statements

CITY OF HAMILTON, OHIO

***Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2013***

	<u>Wastewater</u>	<u>Totals</u>	<u>Governmental- Activities Internal Service Funds</u>
<u>Reconciliation of Operating Income to Net Cash</u>			
<u>Provided by Operating Activities:</u>			
Operating Income	\$2,093,795	\$13,585,748	\$806,407
Adjustments to Reconcile Operating Income to			
Net Cash Provided by Operating Activities:			
Depreciation Expense	2,617,389	15,485,344	10,297
Non-Operating Revenue	2,850,000	2,850,000	0
Changes in Assets and Liabilities:			
Increase in Accounts Receivable	(197,303)	(1,957,088)	0
(Increase) Decrease in Inventory	(1,411)	(1,289)	8,563
Increase in Prepays	(7,019)	(80,378)	0
Increase (Decrease) in Accounts Payable	11,354	1,965,773	(160,581)
Increase in Accrued Wages and Benefits	17,069	87,951	18,825
Increase in Customer Deposits Payable	7,992	220,247	0
Increase in Accrued Liabilities	0	149	0
Decrease in Intergovernmental Payable	(8,585)	(38,660)	(9,155)
Decrease in Claims Liability	0	0	(23,003)
Increase (Decrease) in Compensated Absences	116,496	233,104	74,805
Total Adjustments	<u>5,405,982</u>	<u>18,765,153</u>	<u>(80,249)</u>
Net Cash Provided by Operating Activities	<u>\$7,499,777</u>	<u>\$32,350,901</u>	<u>\$726,158</u>

CITY OF HAMILTON, OHIO

***Statement of Assets and Liabilities
Fiduciary Funds
December 31, 2013***

	<u>Agency Funds</u>
Assets:	
Equity in Pooled Cash and Investments	\$ 1,689,219
Receivables:	
Taxes	<u>27,875</u>
Total Assets	<u>1,717,094</u>
Liabilities:	
Accounts Payable	24,501
Intergovernmental Payable	879,690
Due to Others	<u>812,903</u>
Total Liabilities	<u>\$ 1,717,094</u>

See accompanying notes to the basic financial statements

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2013***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements are presented as of December 31, 2013 and for the year then ended and have been prepared in conformity with generally accepted accounting principles (GAAP) applicable to local governments. The Governmental Accounting Standards Board (the "GASB") is the standard-setting body for establishing governmental accounting and financial reporting principles, which are primarily set forth in the GASB's Codification of Governmental Accounting and Financial Reporting Standards (GASB Codification).

A. Reporting Entity

The City of Hamilton, Ohio (the City) is a home rule municipal corporation created under the auspices of the laws and constitution of the State of Ohio. The origins of the City date back as early as 1791. In 1803, the State of Ohio officially created Butler County and named the City as the county seat in 1810. Hamilton operates under a city charter adopted November 2, 1926 which became effective on January 1, 1928. The current charter, as amended, was adopted November 7, 2000 and became effective on January 1, 2001.

A seven-member council elected by voters of the City governs the City. The Mayor, who is separately elected, is recognized as the official head of the City for all ceremonial purposes. The City also elects a municipal court judge (the Judge) to preside over the proceedings of the Hamilton Municipal Court. The Judge is elected to a six-year term.

The City Council appoints the City Manager who serves as Chief Executive Officer and Director of Public Safety. He is charged with the proper administration of all city affairs. The City Manager appoints all Directors and the Deputy City Manager-Operations, to whom the various utility systems' directors report. The City Manager also appoints the Finance Director, who acts as the Chief Financial Officer, as well as, the Directors of Law, Planning, Economic Development, Public Works, Health, Information Technology, the Chiefs of Police and Fire, and the Directors of the Electric and Gas and Water Utilities. Ultimately, the City Manager retains the power to appoint and remove all department heads, subordinate staff and employees and exercises control over all departments.

The services provided under the direction of the City Manager as delegated to each of the subordinate Directors and their departments comprise the primary government unit of the City. They have therefore been included as part of the reporting entity. The funds, agencies, boards and commissions that are a part of the primary government include the following services: operation of a municipal court, police and fire protection, health, parks and recreation, street maintenance, and other governmental services. In addition, the City owns and operates a gas distribution system, electric generation facilities and distribution system, a water treatment and distribution system, a wastewater treatment and collection system, all of which are reported as enterprise funds (business type-major). The City also operates parking facilities, athletic facilities, and two golf courses, which are reported as special revenue funds (governmental – non-major).

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2013***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

A. Reporting Entity (Continued)

The reporting entity is composed of the primary government, component units and other organizations. The primary government includes all funds, organizations, activities and component units for which the City (the primary government) is financially accountable and that are not legally separate.

Component units are legally separate organizations for which the City is financially accountable. The City is financially accountable for an organization if it appoints a voting majority of the organization's governing board and either (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 organization. Component units may also include organizations that are fiscally dependent on the City in that the City approves the budget, the issuance of debt, or the levying of taxes. Based upon this definition, the City has no component units.

The following potential component units have been excluded from the accompanying financial statements because they are legally separate from the City and the City is not financially accountable for the unit nor is the unit fiscally dependent on the City.

Butler County, Ohio
Butler Technology and Career Development Center
Hamilton City School District
Lane Public Library
Greater Hamilton Convention and Visitor's Bureau
Hamilton Chamber of Commerce
Hamilton Central Business Special Improvement District

The City participates in three governmental joint ventures, two Hamilton-Indian Springs Joint Economic Development Districts (JEDD) and the Ohio Municipal Electric Generation Agency (OMEGA) JV2. The City also participates in the following jointly governed organizations: American Municipal Power (AMP) Inc., the Transportation Improvement District (TID) of Butler County, the Butler County Emergency Management Agency (EMA), the Hamilton Community Improvement Corporation (CIC), the Hamilton Economic Development Corporation (HEDC), and the Ohio-Kentucky-Indiana Regional Council of Governments (OKI). These organizations are presented in Note 17 and Note 18 to the basic financial statements and are excluded from the accompanying financial statements except as noted.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2013***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

A. Reporting Entity (Continued)

As a custodian of public funds, the City invests all public monies held on deposit in the City Treasury. In the case of the Hamilton-Indian Springs Joint Economic Development Districts (the "JEDD"), a legally separate district, the City serves as fiscal agent but the organization is not considered a part of the City. The JEDD has a five-member board of trustees for which the City appoints one member and for which the City is not financially accountable. The JEDD was formed under the auspices of Ohio Revised Code Charter 715 to facilitate commercial and economic development within a specific territory completely located within the boundaries of then Indian Springs, now Fairfield Township. The JEDD has levied an income tax equal to the income tax rate charged within the City of Hamilton (2%) on all compensation earned by employees working in the JEDD. Income tax collections net of collection expenses and refunds are first applied to District operating expenses in accordance with the District's Budget, then to any long-term maintenance set aside, with any surplus to be paid to Hamilton and Fairfield Township according to contractual percentages. The JEDD is a joint venture of the City, which is more fully explained in Note 17 to the basic financial statements. Accordingly, the activity of the JEDD is presented as agency funds (fiduciary) within the City's financial statements.

B. Basis of Presentation - Fund Accounting

The accounting policies and financial reporting practices of the City conform to generally accepted accounting principles as applicable to governmental units. The following is a summary of its significant accounting policies:

The accounting system is organized and operated on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, deferred outflows/inflows of resources, fund equity, revenues and expenditures (expenses). The following fund types are used by the City:

Governmental Funds

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

General Fund - This fund is used to account for all financial resources except those 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 general laws of Ohio.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2013***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Basis of Presentation - Fund Accounting (Continued)

Proprietary Funds

All proprietary funds are accounted for on an "economic resources" measurement focus. This measurement focus provides that all assets, liabilities, and deferred outflows/inflows of resources associated with the operation of these funds are included on the balance sheet. Proprietary fund type operating statements present increases (i.e., revenues) and decreases (i.e., expenses) in net position.

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

Gas Fund – To account for the operation of the City's gas service.

Electric Fund – To account for the operation of the City's electric service.

Water Fund – To account for the operation of the City's water system.

Wastewater Fund – To account for the operation of the City's wastewater system.

Internal Service Funds – These funds are used to account for fleet management services, costs of certain goods or services, and costs associated with health care benefits, pension, and worker's compensation provided to other departments or agencies of the City.

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 City has thirteen Agency funds. The City has a Rounding Up Utility Account Agency fund to account voluntary contributions from citizens and/or organizations within the City to assist elderly, needy and disabled utility customers with utility charges incurred, a Convention and Visitor's Bureau Agency Fund to account for the Hotel/Motel tax levied on guests of the City where 50% of all such tax monies are distributed to the Convention & Visitors Bureau and for which the City receives 50% remuneration, an Employee Taxes and Benefits Agency Fund to account for special taxes and benefits of Hamilton employees, a Miscellaneous Collections for Others Agency Fund to account for monies received and held for others, an Unclaimed Monies Agency Fund to account for the receipt

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2013***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Basis of Presentation - Fund Accounting (Continued)

Fiduciary Funds (Continued)

of monies unable to be returned or disbursed (the City will hold the receipts for the statutory period and then the monies will be disbursed to the State of Ohio), a Tax Collections Agency Fund to account for taxes obtained on behalf of other municipalities, a Butler County Annexation Tax Agency Fund to account for income taxes obtained from a special annexation of contiguous property to Hamilton, a Hamilton Central Business Special Improvement District Agency Fund to account for the receiving and disbursing of Special Assessments levied upon real property within the Hamilton Central Business Special Improvement District, a Joint Economic Development District Agency Fund to account for the receipt and disbursement of income tax revenue pursuant to Section 11 of The Joint Economic Development District Agreement with Indian Springs/Fairfield Township, a Joint Economic Development District II Agency Fund to account for the receipt and disbursement of income tax revenue pursuant to Section 11 of The 2004 Joint Economic Development District Agreement with Indian Springs/Fairfield Township, a Fire Damage Deposit Escrow Agency Fund to account for deposits and reimbursements held for fire damage as prescribed by Ohio Revised Code, a Police Property Room Forfeiture Agency Fund to account for the receipt of items remaining in the custody of the police department (the City will hold the items for certain period of time at which they will be auctioned or disposed) and Municipal Court Agency Fund to account for funds that flow through the municipal court office. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. Trust funds are used to account for assets held under a trust agreement for individuals, private organizations, or other governments and are therefore not available to support the City's own programs. The City currently has no trust funds.

C. Basis of Presentation – Financial Statements

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 statements distinguish between those activities of the City that are governmental and those that are considered business-type activities.

The government-wide statements are prepared using the economic resources measurement focus. This is the same approach used in the preparation of the proprietary fund financial statements but differs from the manner in which governmental fund 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.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2013***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Basis of Presentation – Financial Statements (Continued)

The government-wide statement of activities presents a comparison between direct expenses and program revenues for each segment of the business-type activities of the City and for each function or program 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 and grants and contributions that are restricted to meeting the operational or capital requirements of 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 business segment or governmental function is self-financing or draws from the general revenues of the City.

Fund Financial Statements – Fund financial statements report detailed information about the City. The focus of governmental fund financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column. Fiduciary funds are reported by fund type.

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental fund types are accounted for using a flow of current financial resources measurement focus. The financial statements for governmental funds are a balance sheet, which generally includes only current assets, current liabilities, deferred outflows/inflows of resources, and a statement of revenues, expenditures and changes in fund balances, which reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources.

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

D. Basis of Accounting

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

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2013***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Basis of Accounting (Continued)

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

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

Revenue considered susceptible to accrual at year end includes income taxes, interest on investments and state levied locally shared taxes (including motor vehicle license fees and local government assistance). Licenses, permits, charges for services and other miscellaneous revenues are recorded as revenue when received in cash because generally this revenue is not measurable until received.

Special assessment installments including related accrued interest, which are measurable but not available at December 31, 2013, are recorded as deferred inflows of resources. Property taxes, which are measurable at December 31, 2013 but are not intended to finance 2013 operations, and delinquent property taxes whose availability is indeterminate, are recorded as deferred inflows of resources. Property taxes are further described in Note 5.

The accrual basis of accounting is utilized for reporting purposes by the government-wide financial statements, proprietary funds and agency funds. Revenues are recognized when they are earned and expenses recognized when incurred.

*Notes to the Basic Financial Statements
For the Year Ended December 31, 2013*

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Budgetary Process

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

All funds other than agency funds are legally required to be budgeted and appropriated; however, only governmental funds are required to be reported. The primary level of budgetary control is at the fund, department and object level. Budgetary modifications may be made only by ordinance of the City Council.

1. Tax Budget

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

2. Estimated Resources

The County Budget Commission reviews estimated revenue and determines if the budget substantiates a need to levy all or part of previously authorized taxes. The Budget Commission then certifies its actions to the City by September 1 of each year. As part of the certification process, the City receives an official certificate of estimated resources stating the projected receipts by fund. Prior to December 31, the City must revise its budget so that the total contemplated expenditures from any fund during the ensuing fiscal year do not exceed the amount available as stated in the certificate of estimated resources. The revised budget then serves as the basis for the annual appropriations measure. On or about January 1, the certificate of estimated resources is amended to include any unencumbered fund balances from the preceding year. The certificate may be further amended during the year if a new source of revenue is identified or if actual receipts exceed current estimates. The amounts reported on the budgetary statements reflect the amounts in the final amended official certificate of estimated resources issued during 2013.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2013***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Budgetary Process (Continued)

3. Appropriations

As required by charter, an annual appropriation ordinance must be adopted prior to the beginning of the fiscal year. The appropriation ordinance establishes spending controls at the fund, department and object level, the legal level of control. The appropriation ordinance may be amended during the year as additional information becomes available, provided that total fund appropriations do not exceed the current estimated resources as certified by the County Budget Commission. During the year, several supplemental appropriations were necessary to budget contingency funds, intergovernmental grants and proceeds of debt issues. The allocation of appropriations among departments and objects within a fund may be modified during the year by management. Administrative control is maintained through the establishment of more detailed line-item budgets. The budgetary figures which appear in the "Statement of Revenues, Expenditures, and Changes in Fund Balances--Budget and Actual for the General Fund" are provided on the budgetary basis to provide a comparison of actual results with the final budget, including all amendments and modifications.

4. Encumbrance

As part of formal budgetary controls, purchase orders, contracts and other commitments for expenditures are encumbered and recorded as the equivalent of expenditures (budget basis) in order to reserve that portion of the applicable appropriation. However, on the GAAP basis of accounting, encumbrances do not constitute expenditures or liabilities.

5. Lapsing of Appropriations

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

6. Budgetary Basis of Accounting

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

CITY OF HAMILTON, OHIO

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2013***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Budgetary Process (Continued)

6. Budgetary Basis of Accounting (Continued)

The following table summarizes the adjustments necessary to reconcile the GAAP basis statement to the budgetary cash basis statement for the General Fund:

	Net Change in Fund Balance
	General Fund
GAAP Basis (as reported)	\$454,052
Increase (Decrease):	
Accrued Revenues at December 31, 2013 received during 2014	(2,165,759)
Accrued Revenues at December 31, 2012 received during 2013	2,443,478
Accrued Expenditures at December 31, 2013 paid during 2014	2,688,019
Accrued Expenditures at December 31, 2012 paid during 2013	(2,641,492)
2012 Prepays for 2013	105,856
2013 Prepays for 2014	(98,458)
Outstanding Encumbrances	(593,359)
Perspective Difference:	
Activity of Funds Reclassified for GAAP Reporting Purposes	(184,831)
Budget Basis	<u>\$7,506</u>

F. Cash and Cash Equivalents

Cash and cash equivalents include amounts in demand deposits, the State Treasury Asset Reserve (STAR Ohio) and short-term securities with original maturities of three months or less. STAR Ohio is considered a cash equivalent because it is a highly liquid investment. See Note 4, "Cash, Cash Equivalents and Investments."

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2013***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

G. Investments

Investment procedures and interest allocations are restricted by provisions of the Ohio Constitution and the Ohio Revised Code. The City allocates interest among certain funds based upon the fund's cash balance at the date of investment. In accordance with GASB Statement No. 31, "Accounting and Financial Reporting for Certain Investments and for External Investment Pools", the City records all its investments at fair value except for nonparticipating investment contracts which are reported at cost, which approximates fair value. All investment income, including changes in the fair value of investments, is recognized as revenue in the operating statements. Fair value is determined by quoted market prices. See Note 4, "Cash, Cash Equivalents and Investments".

The City invested funds in the STAR Ohio during 2013. STAR Ohio is an investment pool managed by the State Treasurer's Office which allows governments within the State to pool their funds for investment purposes. STAR Ohio is not registered with the SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in STAR Ohio are valued at STAR Ohio's share price which is the price the investment could be sold for on December 31, 2013.

H. Inventory

Inventories are stated at moving average cost. The costs of governmental fund inventories are recorded as expenditures when purchased rather than when consumed. The costs of proprietary fund inventories are recorded as expenses when consumed rather than when purchased.

I. 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 the purchase and an expenditure/expense is reported in the year in which services are consumed.

J. Special Items

Special items are transactions or events that are within the control of the City and that are either unusual in nature or infrequent in occurrence. In 2013 the Wastewater Utility reported a Special Item, which was a payment received from International Paper Company. A prior agreement between the City and International Paper required International Paper or its successor to reimburse the City for costs incurred by the City if the agreement was terminated before the end of 2022. When Smart Papers LLC ceased operations in the City in 2012, this triggered the early termination clause of the agreement, resulting in a required payment to the City from International Paper in the amount of \$2.85 million.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2013***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

K. Capital Assets and Depreciation (Continued)

Capital assets are defined by the City as assets with an initial, individual cost of more than \$2,500.

1. Property, Plant and Equipment - Governmental Activities

Governmental activities capital assets are those not directly related to the business type funds. These generally are acquired or constructed for governmental activities and are recorded as expenditures in the governmental funds and are capitalized at cost (or estimated historical cost for assets not purchased in recent years). These assets are reported in the Governmental Activities column of the Government-wide Statement of Net Position, but they are not reported in the Fund Financial Statements.

Contributed capital assets are recorded at fair market value at the date received. Capital assets include land, buildings, building improvements, machinery, equipment and infrastructure. Infrastructure is defined as long-lived capital assets that normally are stationary in nature and normally can be preserved for a significant number of years. Examples of infrastructure include roads, bridges, curbs and gutters, streets and sidewalks, drainage systems and lighting systems. Estimated historical costs for governmental activities capital asset values were initially determined by identifying historical costs when such information was available. In cases where information supporting original cost was not obtainable, estimated historical costs were developed. For certain capital assets, the estimates were arrived at by indexing estimated current costs back to the estimated year of acquisition.

2. Property, Plant and Equipment – Business Type Activities

Property, plant and equipment acquired by the proprietary funds are stated at cost (or estimated historical cost), including interest capitalized during construction and architectural and engineering fees where applicable. Contributed capital assets are recorded at fair market value at the date received. These assets are reported in both the Business-Type Activities column of the Government-wide Statement of Net Position and in the respective funds.

3. Depreciation

All capital assets are depreciated, excluding land and construction in progress. Depreciation has been provided using the straight-line method over the following estimated useful lives:

Description	Governmental and Business-Type Activities Estimated Lives (in years)
Buildings	40
Improvements Other than Buildings	40
Machinery, Equipment, Furniture and Fixtures	5 – 10
Infrastructure	25 – 75
Intangible Assets – FERC License	50

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2013***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

L. Long-Term Obligations

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

Obligation	Fund
General Obligation Bonds	Debt Service Fund Parking Fund Golf Course Fund
OWDA Loan	Wastewater Fund
Special Assessment Bonds	Debt Service Fund
Revenue Bonds	Gas Fund, Electric Fund, Water Fund Wastewater Fund
Compensated Absences	General Fund Safety Services Fund, Refuse Fund Street Maintenance Fund Community Development Block Grant Fund Gas Fund, Electric Fund, Water Fund Wastewater Fund, Parking Fund Golf Course Fund, Fleet Maintenance Fund Central Services Fund

M. Compensated Absences

Employees of the City earn vacation leave at various rates within limits specified under collective bargaining agreements or under ordinance. Vacation earned in a calendar year must be used during that year. Vacation time cannot carry over into the subsequent year, unless written permission is granted from the City Manager. At termination or retirement, employees are paid at their then full rate for 100% of their unused vacation leave.

The rate of cash compensation for sick leave payout varies within specified limits under collective bargaining agreements or City ordinance. Employees hired before 1990 are paid 75% of the accumulated sick time upon retirement or death up to a maximum of 1,200 hours for employees whose normal work schedule is 40 hours per week, and up to 1,680 hours for those working a 51 hour week. Those individuals that commenced employment on or after January 1, 1990, will be paid 50%, and those individuals that commenced employment on or after January 1, 1994 will be paid 25% of the accumulated sick leave upon death or retirement. Employees are eligible for retirement at age 60 with 5 years of service, age 55 with 25 years of service, and any age with at least 30 years of service. Compensation for sick leave is paid at the employee's then full rate of pay at the time of termination or retirement.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2013***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

M. Compensated Absences (Continued)

In accordance with GASB Statement No. 16, “*Accounting for Compensated Absences*,” the City records a liability for vacation time and sick leave when the obligation is attributable to services previously rendered or to rights that vest or accumulate, and when payment of the obligation is probable and can be reasonably determined.

For governmental funds, the current portion of unpaid compensated absences is the amount normally due for payment during the current year. Matured leave payable in the fund financial statements represents the entire current portion. These amounts are reported in governmental funds only if they have matured, for example, as a result of employee resignations or retirements. The City had no such fund liability at year end. The entire liability is reported on the government-wide statement of net position.

N. Net Position

Net position represents the difference between assets, liabilities and deferred outflows/inflows of resources. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets. Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the City or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

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

O. Pensions

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

P. Interfund Activity

Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are 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. In order to avoid distorting the measurement of the cost of individual functional activities, entries are made to eliminate the activity provided by the internal service funds to those funds considered governmental and those considered business-type. The elimination of the internal service funds is based on the activity of each fund to which it provides service.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2013***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Q. Fund Balances

In the fund financial statements, fund balance for governmental funds is reported in classifications that comprise a hierarchy based primarily on the extent to which the City is bound to honor constraints on the specific purpose for which amounts in the funds can be spent. Fund balance is reported in five components – nonspendable, restricted, committed, assigned and unassigned.

Nonspendable – Nonspendable fund balance includes amounts that cannot be spent because they are either not in spendable form or legally contractually required to be maintained intact.

Restricted – Restricted fund balance consists of amounts that have constraints placed on them either externally by third parties (creditors, grantors, contributors, or laws or regulations of other governments) or by law through constitutional provisions or enabling legislation. Enabling legislation authorizes the City to assess, levy, charge or otherwise mandate payment of resources (from external resource providers) and includes a legally enforceable requirement (compelled by external parties) that those resources be used only for the specific purposes stipulated in the legislation.

Committed – Committed fund balance consists of amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the City’s highest level of decision making authority. For the City, these constraints consist of ordinances passed by City Council. Committed amounts cannot be used for any other purpose unless the City removes or changes the specified use by taking the same type of action (ordinance) it employed previously to commit those amounts.

Assigned – Assigned fund balance consists of amounts that are constrained by the City’s intent to be used for specific purposes, but are neither restricted nor committed. The City has no formal policy authorizing a body or official to assign amounts for specific purposes.

Unassigned – Unassigned fund balance consists of amounts that have not been restricted, committed or assigned to specific purposes within the General Fund as well as negative fund balances in all other governmental funds.

When both restricted and unrestricted resources are available for use, it is the City’s policy to use restricted resources first, then unrestricted (committed, assigned and unassigned) resources as they are needed.

In 2012, City Council enacted Budget and Financial Policies (R2012-6-25), which requires the maintenance of a minimum General Fund Balance (reserve) of 10-16% of annual expenditures. If the General Fund reserve rises above 16% of General Fund revenue at fiscal year end, the amount over 16% will be swept into the Economic Development Capital Projects Fund and/or the Economic Budget Stabilization Fund, which can be expended only through special action by City Council.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2013***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

R. Restricted Assets

Certain proceeds of enterprise fund revenue bonds, as well as certain resources set aside for their repayment, are classified as restricted assets on the statement of net position because their use is limited for debt service payments and rate stabilization.

S. Operating Revenues and Expenses

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the City, these revenues are charges for services for gas and electric service, water treatment and distribution and wastewater collection and treatment. Operating expenses are necessary costs incurred to provide the good or service that is the primary activity of the fund. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

T. Estimates

The preparation of 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.

U. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to a future period(s) and so will *not* be recognized as an outflow of resources (expense/ expenditure) until then. The City only has one item that qualifies for reporting in this category. It is the deferred charge on refunding reported in the government-wide statement of net position. A deferred charge 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 statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to a future period(s) and so will *not* be recognized as an inflow of resources (revenue) until that time. On the government-wide statement of net position and governmental funds balance sheet, property taxes that are intended to finance future fiscal periods are reported as deferred inflows. In addition, the governmental funds balance sheet reports deferred inflows which arise only under a modified accrual basis of accounting. Accordingly, the item, *unavailable amounts*, is reported only in the governmental funds balance sheet. The governmental funds report unavailable amounts for property taxes, income taxes, special assessments, and state levied shared taxes. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

CITY OF HAMILTON, OHIO

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2013***

NOTE 2 – FUND BALANCE CLASSIFICATION

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

Fund Balances	General Fund	Other Governmental Funds	Total Governmental Funds
Nonspendable:			
Supplies Inventory	\$58,969	\$32,283	\$91,252
Prepaid Items	98,458	21,116	119,574
Permanent Fund Corpus	0	75,000	75,000
Total Nonspendable	<u>157,427</u>	<u>128,399</u>	<u>285,826</u>
Restricted:			
Public Health and Safety	0	1,508,334	1,508,334
County Court Computer Improvements	0	221,483	221,483
Dispute Resolution	0	83,535	83,535
Law Enforcement	0	1,183,308	1,183,308
Street Maintenance	0	2,580,069	2,580,069
Community Environment	0	326,718	326,718
Capital Improvements	0	8,929,890	8,929,890
Total Restricted	<u>0</u>	<u>14,833,337</u>	<u>14,833,337</u>
Committed:			
Storm water Operations	0	1,754,685	1,754,685
Refuse Operations	0	2,016,479	2,016,479
Parking Operations	0	260,340	260,340
Total Committed	<u>0</u>	<u>4,031,504</u>	<u>4,031,504</u>
Assigned:			
Debt Retirement	0	434,562	434,562
Capital Improvements	0	1,805,494	1,805,494
Encumbrances	84,139	0	84,139
Budget Resource	1,916,494	0	1,916,494
Total Assigned	<u>2,000,633</u>	<u>2,240,056</u>	<u>4,240,689</u>
Unassigned (Deficits):	<u>8,272,712</u>	<u>(473,703)</u>	<u>7,799,009</u>
Total Fund Balances	<u>\$10,430,772</u>	<u>\$20,759,593</u>	<u>\$31,190,365</u>

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2013***

NOTE 3 - COMPLIANCE AND ACCOUNTABILITY

Deficit Fund Equities – The following funds had deficit fund balance/net position amounts at December 31, 2013:

Fund	Fund Balance/ Net Position Deficit
<i>Nonmajor Governmental Funds</i>	
Special Revenue Fund:	
Golf Course Fund	\$239,552
Capital Projects Funds:	
Special Assessment	\$146,036
MITIE	48,428
Clean Ohio Grants Program	31,773
<i>Internal Service Fund</i>	
Central Services	\$647,355

The deficits occurring in the Golf Course Special Revenue Fund and Special Assessment Capital Projects Fund arose from the recognition of interfund payables within the individual fund balance sheets.

The deficits occurring in the Municipal Improvement Tax Increment Equivalent (MITIE) Fund and Clean Ohio Grants Program Fund Capital Projects Funds arose from the recognition of expenditures on the modified accrual basis of accounting which are greater than expenditures recognized on the budgetary basis. As cash is received and the payables liquidated, the deficits will be eliminated.

The deficit occurring in the Central Services Fund has risen due to recognition of liabilities at year-end. The Internal Service funds operate as a rotary fund and cash is recognized as revenue operationally only after an actual expenditure is made.

NOTE 4 - CASH, CASH EQUIVALENTS, AND INVESTMENTS

Cash resources of several individual funds are combined to form a pool of cash and investments. In addition, investments are separately held by a number of individual funds.

Statutes require the classification of funds held by the City into three categories:

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

Category 2 consists of "inactive" funds - those funds not required for use within the current five year period of designation of depositories. Inactive funds may be deposited or invested only as certificates of deposit maturing no later than the end of the current period of designation of depositories.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2013***

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

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

- United States treasury notes, bills, bonds, or any other obligation or security issued by the United States treasury or any other obligation guaranteed as to principal or interest by the United States;
- Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentality, including but not limited to, the federal national mortgage association, federal home loan bank, federal farm credit bank, federal home loan mortgage corporation, government national mortgage association, and student loan marketing association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
- Written repurchase agreements in the securities listed above provided that the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least two percent and be marked to market daily, and that the term of the agreement must not exceed thirty days;
- Interim deposits in eligible institutions applying for interim funds;
- Bonds and other obligations of the State of Ohio;
- No-load money market mutual funds consisting exclusively of obligations described in the first two bullets of this section and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions, and
- The State Treasury Asset Reserve of Ohio (STAR Ohio).

Custodial credit risk is the risk that in the event of bank failure, the government's deposits may not be returned. Protection of City cash and deposits is provided by the federal deposit insurance corporation as well as qualified securities pledged by the institution holding the assets. Ohio Law requires that deposits be placed in eligible banks or savings and loan associations located in Ohio. Any public depository in which the City places deposits must pledge as collateral eligible securities of aggregate market value equal to the excess of deposits not insured by the Federal Deposit Insurance Corporation (FDIC). The securities pledged as collateral are pledged to a pool for each individual financial institution in amounts equal to at least 105% of the carrying value of all public deposits held by each institution. Obligations that may be pledged as collateral are limited to obligations of the United States and its agencies and obligations of any state, county, municipal corporation or other legally constituted authority of any other state, or any instrumentality of such county, municipal corporation or other authority. Collateral is held by trustees including the Federal Reserve Bank and designated third party trustees of the financial institutions. The City's policy is to deposit funds with banking institutions which collateralize public monies in accordance with the Ohio Revised Code.

CITY OF HAMILTON, OHIO

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2013***

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

A. Deposits

Custodial Credit Risk

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 does not have a custodial credit risk policy.

As of December 31, 2013, \$38,597,574 of the City's bank balance of \$39,397,299 was exposed to custodial credit risk since it was uninsured and collateralized with securities held by the pledging institutions trust department not in the City's name.

B. Investments

The City's investments at December 31, 2013 are summarized below:

Categorized Investments	Fair Value	Weighted Average Maturity (Years)	Concentration of Credit Risk	Credit Rating (S&P)
Federal Home Loan Bank	\$36,649,565	4.34	43.28%	AA+
Federal Farm Credit Bank	1,998,620	4.75	2.36%	AA+
STAR Ohio	34,054,997	N/A	40.21%	AAAm
Certificates of Deposit	4,290,360	N/A	5.07%	AAA
Money Market Fund	7,688,832	N/A	9.08%	AA+
Total Fair Value	<u>\$84,682,374</u>		<u>100.00%</u>	

Custodial Credit Risk

The risk that, in the event of a failure of a counter party, 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. The City employs the use of "safekeeping" accounts to hold and maintain custody of its investments as identified within this policy and as a means of mitigating this risk.

Interest Rate Risk

The risk that the City will incur fair value losses arising from rising interest rates. Such risk is mitigated by the investment policy by limiting investments to certain maximum maturities. As a rule, unless specified otherwise within the policy, investments are to have a maximum maturity of five years unless the investment is matched to a specific expenditure. The context of a specific investment purchase must be weighed in proportion to the remainder of the existing investment portfolio and the "prudent investor" rule to attempt to limit such risk.

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.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2013***

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

B. Investments (Continued)

Concentration of Credit Risk

The City places no limit on the amount it may invest in any one issuer. The City has several investment categories that are above the five percent threshold as detailed above.

C. Benninghofen Trust

The Benninghofen Trust Fund reports the endowment bequeathed to the City from the estate of Christian Benninghofen. The endowment is to be held permanently by the City and invested and reinvested in bonds issued by the United States, the State of Ohio, or any County, as well as municipal bonds issued by such subdivisions with the State of Ohio. Earnings from the endowment are to be used for the purpose of assisting and aiding the needy poor of the City. The City disburses earnings from the endowment quarterly.

NOTE 5 - TAXES

A. Property Taxes

Property taxes include amounts levied against real estate and public utility property located in the City. Real property taxes (other than public utility) collected during 2013 were levied after October 1, 2012 on assessed values as of January 1, 2012, the lien date. Assessed values were established by the County Auditor at 35% of appraised market value. All property is required to be reevaluated every six years and equalization adjustments made in the third year following the reappraisal. The last revaluation was completed for tax year 2011. Real property taxes are payable annually or semiannually. If paid annually, payment is due January 31; if paid semiannually, the first payment is due February and the remainder payable in July. Under certain circumstances, state statute permits later payment dates to be established.

Public utility real property taxes collected in one calendar year are levied in the preceding calendar year on assessed values determined as of December 31 of the year preceding the tax collection year, the lien date. Certain public utility tangible personal property is currently assessed at 100% of its true value. Public utility property taxes are payable on the same dates as real property described previously.

The County Treasurer collects property taxes on behalf of all taxing districts in the County including the City of Hamilton. The County Auditor periodically remits to the City its portion of the taxes collected.

The full tax rate for the City's operations for the year ended December 31, 2013 was \$6.81 per \$1,000 of assessed value. The assessed value upon which the 2013 receipts were based was \$810,566,220. This amount constitutes \$805,839,810 in real property assessed value and \$4,726,410 in public utility assessed value.

Ohio law prohibits taxation of property from all taxing authorities in excess of 1% of assessed value without a vote of the people. Under current procedures, the City's share is 0.681% (6.81 mills) of assessed value.

CITY OF HAMILTON, OHIO

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2013**

NOTE 5 - TAXES (Continued)

B. Income Tax

The City levies a tax of 2.00% on all salaries, wages, commissions and other compensation and on net profits earned within the City as well as on incomes of residents earned outside the City. In the latter case, the City allows a credit of 100% of the tax paid to another municipality to a maximum of 2.00% of taxable salaries, wages, commissions and other compensation.

Employers within the City are required to withhold income tax on employees' compensation and remit the tax to the City either monthly or quarterly, as required. Corporations and other individual taxpayers are required to pay their estimated tax quarterly and file a declaration annually. All City residents are required to file a municipal income tax return annually regardless of whether tax is owed.

NOTE 6 – RECEIVABLES

Receivables at December 31, 2013 consisted of taxes, accounts receivable, accrued interest, loans receivable, interfund receivables and intergovernmental (due from other governments) receivables arising from shared revenues. These receivables result from both exchange and non-exchange transactions.

Business-type receivables at December 31, 2013, are presented net of allowances for doubtful accounts. To better detail the accounts receivable balances in the Business-type Funds, the following schedule identifies and reconciles these amounts as of December 31, 2013 as follows:

Accounts Receivable

As of December 31, 2013

	<u>Gas</u>	<u>Electric</u>	<u>Water</u>	<u>Wastewater</u>	<u>Business-Type Activities</u>
Earned and unbilled consumer accounts	\$2,077,627	\$4,051,407	\$1,082,494	\$843,212	\$8,054,740
Earned and billed consumer accounts	3,877,718	6,937,586	1,056,116	1,862,572	13,733,992
Other	0	2,937	8,037	0	10,974
Less allowance for uncollectible accounts	<u>(2,375,958)</u>	<u>(3,864,700)</u>	<u>(618,655)</u>	<u>(973,893)</u>	<u>(7,833,206)</u>
Accounts Receivable	<u>3,579,387</u>	<u>7,127,230</u>	<u>1,527,992</u>	<u>1,731,891</u>	<u>13,966,500</u>
Accrued Interest Receivable	4,426	13,589	5,412	17,271	40,698
Total Receivables :	<u>\$3,583,813</u>	<u>\$7,140,819</u>	<u>\$1,533,404</u>	<u>\$1,749,162</u>	<u>\$14,007,198</u>

CITY OF HAMILTON, OHIO

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2013**

NOTE 7 - TRANSFERS

Following is a summary of transfers in and out for all funds for 2013:

Fund	Transfer In	Transfer Out
Governmental Funds		
General Fund	\$2,438,143	\$2,358,783
Other Governmental Funds	<u>5,062,271</u>	<u>5,141,631</u>
Totals	<u><u>\$7,500,414</u></u>	<u><u>\$7,500,414</u></u>

The City makes transfers between various funds during the year for operating and debt service related payments. The individual governmental funds transfer their portion of the debt service payment during the year into the Debt Service Sinking Fund for payment of obligations and some transfers are made from the general fund at year-end to eliminate deficit balances. In addition to transfers for debt service, in 2013 the Capital Improvement Fund transferred \$2,352,000 of debt proceeds to the General Fund. These debt proceeds represent the City's contribution to the Consortium for Ongoing Reinvestment Efforts (CORE) Fund.

NOTE 8 – INTERFUND TRANSACTIONS

The composition of inter-fund balances as of December 31, 2013, is as follows:

	Interfund Receivable	Interfund Payable	Due from Other Funds	Due to Other Funds
General Fund	\$173,736	\$0	\$983	\$0
Other Governmental Funds	0	1,209,336	0	983
Electric Fund	635,600	0	0	0
Water Fund	<u>400,000</u>	<u>0</u>	<u>0</u>	<u>0</u>
	<u><u>\$1,209,336</u></u>	<u><u>\$1,209,336</u></u>	<u><u>\$983</u></u>	<u><u>\$983</u></u>

The due from other funds for the General Fund is monies where the General Fund serves as a participant in the activity for the City. All monies due between funds are expected to be paid/received within the next fiscal year.

\$11,357 of the interfund activity relates to cash advances the General Fund made to various grant funds during the year. The advances are expected to be returned within the next fiscal year.

The Golf Course Fund issued notes that were purchased by the General Fund and Electric Fund for \$100,000 and \$475,750, respectively, for the purchase of golf equipment. At year end these notes had outstanding balances of \$40,000 and \$380,600, respectively. The Special Assessment Fund issued notes that were purchased by the General Fund, Electric Fund and Water Fund for \$575,000, \$425,000 and \$1,000,000, respectively, for street improvement projects. At year end these notes had outstanding balances of \$122,379, \$255,000 and \$400,000, respectively.

An internal balance of \$997,243 is reported between the Governmental Activities and Business-Type Activities as a result of these interfund balances.

CITY OF HAMILTON, OHIO

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2013**

NOTE 9 - CAPITAL ASSETS

A. Governmental Activities Capital Assets

Summary by category of changes in governmental activities capital assets at December 31, 2013:

Historical Cost:

Class	December 31, 2012	Additions	Deletions	December 31, 2013
<i>Capital assets not being depreciated:</i>				
Land	\$22,335,233	\$436,754	\$0	\$22,771,987
Construction in Progress	13,136,565	1,601,294	(415,780)	14,322,079
Sub-Total	35,471,798	2,038,048	(415,780)	37,094,066
<i>Capital assets being depreciated:</i>				
Buildings and Improvements	40,587,641	1,418,438	0	42,006,079
Machinery and Equipment	27,730,115	1,461,534	(457,946)	28,733,703
Infrastructure	146,947,990	537,957	0	147,485,947
Total Cost	\$250,737,544	\$5,455,977	(\$873,726)	\$255,319,795

Accumulated Depreciation:

Class	December 31, 2012	Additions	Deletions	December 31, 2013
Buildings and Improvements	(\$14,859,864)	(\$753,230)	\$0	(\$15,613,094)
Machinery and Equipment	(19,942,282)	(1,796,578)	411,892	(21,326,968)
Infrastructure	(126,038,118)	(1,456,179)	0	(127,494,297)
Total Depreciation	(\$160,840,264)	(\$4,005,987) *	\$411,892	(\$164,434,359)
<i>Net Value:</i>	\$89,897,280			\$90,885,436

*Depreciation expenses were charged to governmental functions as follows:

General Government	\$587,546
Security of Persons and Property	1,013,016
Leisure Time Activities	274,994
Community Environment	4,444
Transportation	2,113,416
Public Health and Welfare Services	12,571
Total Depreciation Expense	\$4,005,987

CITY OF HAMILTON, OHIO

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2013**

NOTE 9 - CAPITAL ASSETS (Continued)

B. Business-Type Activities Capital Assets

Summary by category at December 31, 2013:

Historical Cost:

Class	December 31, 2012	Additions	Deletions	December 31, 2013
<i>Capital assets not being depreciated:</i>				
Land	\$7,982,021	\$23,862	\$0	\$8,005,883
Construction in Progress	51,842,593	11,414,746	(12,678,833)	50,578,506
Sub-Total	<u>59,824,614</u>	<u>11,438,608</u>	<u>(12,678,833)</u>	<u>58,584,389</u>
<i>Capital assets being depreciated:</i>				
Intangible Capital Assets	1,070,786	0	0	1,070,786
Buildings and Improvements	95,026,532	4,228,088	0	99,254,620
Machinery and Equipment	582,557,431	16,280,128	(538,568)	598,298,991
Total Cost	<u>\$738,479,363</u>	<u>\$31,946,824</u>	<u>(\$13,217,401)</u>	<u>\$757,208,786</u>

Accumulated Depreciation:

Class	December 31, 2012	Additions	Deletions	December 31, 2013
Intangible Capital Assets	(\$107,080)	(\$21,416)	\$0	(\$128,496)
Buildings and Improvements	(59,046,804)	(1,600,839)	0	(60,647,643)
Machinery and Equipment	(370,599,549)	(13,863,089)	515,055	(383,947,583)
Total Depreciation	<u>(\$429,753,433)</u>	<u>(\$15,485,344)</u>	<u>\$515,055</u>	<u>(\$444,723,722)</u>
<i>Net Value:</i>	<u>\$308,725,930</u>			<u>\$312,485,064</u>

NOTE 10 – DEFINED BENEFIT PENSION PLANS

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

A. Ohio Public Employees Retirement System (“OPERS”)

The following information was provided by OPERS to assist the City in complying with GASB Statement No. 27, “Accounting for Pensions by State and Local Government Employers.”

All employees of the City, except full-time uniformed police officers and full-time firefighters, participate in one of the three pension plans administered by OPERS: the Traditional Pension Plan (TP), the Member-Directed Plan (MD), and the Combined Plan (CO). The TP Plan is a cost-sharing multiple employer defined benefit pension plan.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2013***

NOTE 10 – DEFINED BENEFIT PENSION PLANS (Continued)

A. Ohio Public Employees Retirement System (“OPERS”) (Continued)

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 thereon. The CO Plan is a cost-sharing multiple-employer defined benefit pension plan that has elements of both a defined benefit and defined contribution plan. Under the CO Plan employer contributions are invested by the retirement system to provide a formula retirement benefit similar in nature to but less than, the TP Plan. 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 Plan and CO Plan. Members of the MD Plan do not qualify for ancillary benefits, including postemployment health care benefits. Chapter 145 of the Ohio Revised Code provides statutory authority to establish and amend benefits. The Ohio Public Employees Retirement System issues a stand-alone financial report that includes financial statements and required supplementary information for OPERS. Interested parties may obtain a copy by visiting <https://www.opers.org/investments/cafr.shtml>, by making a written request to OPERS, 277 East Town Street, Columbus, Ohio 43215-4642 or by calling (614) 222-5601 or 1-800-222-7377.

The ORC provides statutory authority for employee and employer contributions. For 2013, employee and employer contribution rates were consistent across all three plans (TP, MD and CO). The employee contribution rate is 10.0%. The 2013 employer contribution rate for local government employer units was 14.00% of covered payroll, which is the maximum contribution rate set by State statutes. Employer contribution rates are actuarially determined. A portion of the City’s contribution is used to fund pension obligations with the remainder being used to fund health care benefits. The portion of employer contributions allocated to pension obligations for members in the Traditional and Combined Plans was 13.0% for calendar year 2013. The contribution requirements of plan members and the City are established and may be amended by the OPERS Board. The City’s contributions for pension obligations to OPERS for the years ending December 31, 2013, 2012, and 2011 were \$3,420,121, \$2,682,640 and \$2,687,933, respectively, which were equal to the required contributions for each year.

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

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

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2013***

NOTE 10 – DEFINED BENEFIT PENSION PLANS (Continued)

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

From January 1, 2013 through July 1, 2013, plan members were required to contribute 10.0% of their annual covered salary. From July 2, 2013 through December 31, 2013, plan members were required to contribute 10.75% of their annual covered salary. Throughout 2013, employers were required to contribute 19.5% and 24.0% respectively for police officers and firefighters. A portion of the City’s contribution is used to fund pension obligations with the remainder being used to fund health care benefits. The portion of employer contributions used to fund pension obligations from January 1, 2013 through May 31, 2013 was 14.81% for police officers and 19.31% for firefighters. The portion of employer contributions used to fund pension obligations from June 1, 2013 through December 31, 2013 was 16.65% for police officers and 21.15% for firefighters. The City's contributions for pension obligations to the OP&F Fund for the years ending December 31, 2013, 2012, and 2011 were \$1,179,116, \$991,059 and \$1,044,443 for police officers and \$1,494,674, \$1,500,156 and \$1,580,176 for firefighters, respectively, which were equal to the required contributions for each year.

C. Metropolitan Pension Plan

Employees of the City who were not included under the Ohio Public Employees Retirement System “OPERS” prior to May 15, 1962 and who were included under a Group Annuity Contract of the Metropolitan Life Insurance Company participate in the City of Hamilton Metropolitan Pension Plan, a single-employer defined benefit pension plan.

Upon retirement, plan participants are entitled to a supplemental retirement benefit paid by the City, equal to the difference between OPERS benefits that would have been payable to such employee had the employee been covered by OPERS during the full period of employment and actual OPERS benefits received. Benefit provisions of the plan are established and may be amended by City Council through ordinance. All current participants in the Metropolitan Pension Plan are retired from service with the City.

For fiscal year 2013, annual pension cost was \$200,110. The City contributed 78.7%, or \$157,443, resulting in a total net pension obligation of \$79,520. The total unfunded actuarial accrued liability at year end was \$1,058,451.

For fiscal year 2012, annual pension cost was \$223,126. The City contributed 83.5%, or \$186,273, resulting in a net pension obligation of \$36,853. The total unfunded actuarial accrued liability at year end was \$1,252,694.

For fiscal year 2011, annual pension cost was \$223,126. The City contributed 89.8%, or \$200,466, resulting in a net pension obligation of \$22,660. The total unfunded actuarial accrued liability at year end was \$1,532,004.

The actuarial valuation date was December 31, 2013 and the accrued liability was calculated using the entry age normal cost method. The Metropolitan Pension Plan currently has no assets. The amortization method used was level dollar and the amortization period was 6 years.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2013***

NOTE 11 - POSTEMPLOYMENT BENEFITS

A. Ohio Public Employees Retirement System (“OPERS”)

Plan Description – 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 member 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.

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 is considered an Other Postemployment Benefit (OPEB) as described in GASB Statement No. 45.

The ORC 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 ORC.

OPERS issues a stand-alone financial report. Interested parties may obtain a copy by visiting <https://www.opers.org/investments/cafr.shtml>, by making a written request to OPERS, 277 East Town Street, Columbus, Ohio 43215-4642 or by calling (614) 222-5601 or 1-800-222-7377.

Funding Policy – The ORC provides the statutory authority requiring public employers to fund post retirement health care coverage 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, local government employers contributed at a rate of 14.00% of covered payroll. The ORC currently limits the employer contribution to a rate not to exceed 14.0% of covered payroll for local government employers. Active members do not make contributions to the OPEB plan.

The OPERS Postemployment 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 postemployment health care benefits. The portion of employer contributions allocated to health care for members in the Traditional and Combined Plans was 1.0% for calendar year 2013. Effective January 1, 2014, the portion of employer contributions allocated to healthcare was raised to 2% for both plans, as recommended by the OPERS actuary.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2013***

NOTE 11 - POSTEMPLOYMENT BENEFITS (Continued)

A. Ohio Public Employees Retirement System (“OPERS”) (Continued)

The OPERS Retirement Board is also authorized to establish rules for the payment of a portion of the health care benefits provided by the retiree or their surviving beneficiaries. Payment amounts vary depending on the number of covered dependents and the coverage selected.

The City's contributions for health care to the OPERS for the years ending December 31, 2013, 2012, and 2011 were \$263,086, \$1,073,056 and \$1,075,173, respectively, which were equal to the required contributions for each year.

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.

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

Plan Description – The City contributes to the OP&F sponsored health care program, a cost-sharing multiple-employer defined postemployment 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 is considered an Other Postemployment Benefit (OPEB) as described in GASB Statement No. 45.

The ORC permits, but does not mandate, OP&F to provide OPEB benefits. Authority to establish and amend benefits is provided in Chapter 742 of the ORC.

OP&F issues a stand-alone financial report that includes financial information and required supplementary information for the plan. Interested parties may obtain a copy by making a written request to 140 East Town Street, Columbus, Ohio 43215-5164. That report is also available on OP&F's website at www.op-f.org.

Funding Policy – The ORC provides for contribution requirements of the participating employers and of plan members to the OP&F. 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 ORC states that the employer contribution may not exceed 19.5% of 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.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2013***

NOTE 11 - POSTEMPLOYMENT BENEFITS (Continued)

B. Ohio Police and Fire Pension Fund ("OP&F") (Continued)

OP&F maintains funds for health care in two separate accounts. One for health care benefits under an 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 the Section 401(h) account as the employer contribution for retiree health care benefits. For 2013, the portion of employer contributions allocated to health care was 4.69% of covered payroll from January 1, 2013 through May 31, 2013 and 2.85% of covered payroll from June 1, 2013 through December 31, 2013 for both police officers and firefighters. The amount of employer contributions allocated to the health care plan each year is subject to the Trustees' primary responsibility to ensure that pension benefits are adequately funded and is limited by the provisions of Sections 115 and 401(h). The OP&F Board of Trustees also is authorized to establish requirements for contributions to the health care plan by retirees and their eligible dependents, or their surviving beneficiaries. Payment amounts vary depending on the number of covered dependents and the coverage selected.

The City's contributions for health care to the OP&F for the years ending December 31, 2013, 2012, and 2011 were \$268,742, \$524,678 and \$552,940 for police and \$267,396, \$587,018 and \$618,330 for firefighters, respectively, which were equal to the required contributions for each year.

C. Retiree Life Insurance

The City provides post-employment life insurance coverage through The Hartford Insurance Company. The insurance coverage provided is considered an Other Postemployment Benefit (OPEB) as described in GASB Statement No. 45.

Eligible employees are grouped into two classes. Employees who retired prior to March 1, 1977 are eligible to receive \$2,000 in life insurance benefits. Employees who retired after March 1, 1977 are eligible to receive \$4,000 in life insurance benefits. Benefit provisions of the plan are established and may be amended by City Council through ordinance.

For fiscal year 2013, annual OPEB cost was \$57,959. The City contributed 87.1%, or \$50,466, resulting in a total net OPEB obligation of \$15,577. The total unfunded actuarial accrued liability at year end was \$820,160.

For fiscal year 2012, annual OPEB cost was \$56,730. The City contributed 85.8%, or \$48,682, resulting in a net OPEB obligation of \$8,048. The total unfunded actuarial accrued liability at year end was \$823,487.

CITY OF HAMILTON, OHIO

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2013**

NOTE 11 - POSTEMPLOYMENT BENEFITS (Continued)

C. Retiree Life Insurance (Continued)

For fiscal year 2011, annual OPEB cost was \$56,730. The City contributed 85.8%, or \$48,646, resulting in a net OPEB obligation of \$8,084. The total unfunded actuarial accrued liability at year end was \$815,932.

The actuarial valuation date was December 31, 2013 and the accrued liability was calculated using the entry age normal cost method. The City's post-employment life-insurance plan currently has no assets.

NOTE 12 - NOTES PAYABLE

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

	Balance December 31, 2012	Issued	(Retired)	Balance December 31, 2013
Business Type Activities :				
Enterprise Notes Payable:				
1.25% Water System Improvement	\$6,690,000	\$0	(\$6,690,000)	\$0
1.00% Water System Improvement	0	6,690,000	0	6,690,000
1.25% Electric System Improvement	4,000,000	0	(4,000,000)	0
1.00% Electric System Improvement	0	4,000,000	0	4,000,000
Total Notes Payable	\$10,690,000	\$10,690,000	(\$10,690,000)	\$10,690,000

CITY OF HAMILTON, OHIO

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2013**

NOTE 13 - LONG-TERM DEBT AND OTHER LONG-TERM OBLIGATIONS

Long-term debt and other long-term obligations of the City at December 31, 2013 were as follows:

Issue Date	Interest Rate	Description	Maturity Date	Balance December 31, 2012	Additions	Reductions	Balance December 31, 2013	Due Within One Year
Governmental activities:								
Bonds payable:								
General Obligation Bonds:								
2003	2% - 3.75%	Road Improvement	2016	\$ 1,220,000	\$0	\$ (300,000)	\$ 920,000	\$ 295,000
2009	2.25% - 4.50%	Various Purpose 2009 G O Bonds	2028	5,775,000	0	(490,000)	5,285,000	500,000
2011	2% - 5.00%	Various Purpose Refunding	2026	17,135,000	0	(1,305,000)	15,830,000	1,330,000
2011	2% - 5.00%	Various Purpose	2026	2,410,000	0	(135,000)	2,275,000	140,000
Total General Obligation Bonds				26,540,000	0	(2,230,000)	24,310,000	2,265,000
Special Assessment Bonds:								
2005	4.00%	Main Street Area Streetscape	2015	15,000	0	(5,000)	10,000	5,000
2003	3.15% - 5.25%	Shaffer's Creek Sanitary Sewer	2023	120,000	0	(10,000)	110,000	10,000
1998	4.7-5.0%	Various Purpose Series 1998	2018	395,000	0	(60,000)	335,000	60,000
2000	5.4-5.8%	Various Purpose Series 2000	2020	170,000	0	(15,000)	155,000	20,000
2001	6.00%	Various Purpose Series 2001	2021	495,000	0	(45,000)	450,000	45,000
Total Special Assessment Bonds (with Governmental Commitment)				1,195,000	0	(135,000)	1,060,000	140,000
Less Unamortized Amounts:								
For Issuance Discounts/Premiums				1,575,485	0	(184,135)	1,391,350	0
Total Bonds Payable				29,310,485	0	(2,549,135)	26,761,350	2,405,000
Bank Qualified Loan (General Obligation):								
2013	Variable	Various Purpose		0	9,500,000	0	9,500,000	0
Worker's Compensation Retrospective Liability				1,200,000	606,572	(629,575)	1,176,997	174,522
Compensated absences				6,137,835	1,672,689	(2,071,706)	5,738,818	1,902,517
Governmental Activities Long-term liabilities				\$36,648,320	\$11,779,261	(\$5,250,416)	\$43,177,165	\$4,482,039

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CITY OF HAMILTON, OHIO

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2013**

NOTE 13 - LONG-TERM DEBT AND OTHER LONG-TERM OBLIGATIONS (Continued)

Outstanding general obligation bonds are direct obligations of the City for which the full faith and credit of City resources are pledged. Outstanding revenue bonds totaled \$233,715,000 at December 31, 2013.

Issue Date	Interest Rate	Description	Maturity Date	Balance December 31, 2012	Additions	Reductions	Balance December 31, 2013	Due Within One Year
Business-type activities:								
Mortgage Revenue Bonds:								
2003	4.75% - 5.00%	Gas Refunding	2015	\$4,065,000	\$0	(\$1,290,000)	\$2,775,000	\$1,355,000
2009	2.75% - 5.00%	Gas series A	2029	4,500,000	0	0	4,500,000	0
2005	4.00% - 4.7%	Electric series	2025	121,355,000	0	(7,490,000)	113,865,000	7,735,000
2009	2.0% - 5.00%	Electric series A	2030	18,425,000	0	(210,000)	18,215,000	805,000
2009	6.5% - 6.6%	Electric series B	2039	14,520,000	0	0	14,520,000	0
2002	4.0% - 5.0%	Water Revenue Refunding	2021	7,325,000	0	(675,000)	6,650,000	700,000
2009	2.25% - 4.63%	Water series A	2029	8,625,000	0	(390,000)	8,235,000	395,000
2009	6.62%	Water series B	2039	8,915,000	0	0	8,915,000	0
2005	4.4% - 5.250%	Wastewater Refunding	2023	16,155,000	0	(1,235,000)	14,920,000	1,295,000
2009	2.25% - 3.38%	Wastewater series A	2017	1,390,000	0	(265,000)	1,125,000	275,000
2011	2.0% - 5.00%	Wastewater	2041	29,075,000	0	(545,000)	28,530,000	555,000
2009	6.11% - 6.62%	Wastewater series B	2039	11,465,000	0	0	11,465,000	0
Total Mortgage Revenue Bonds				245,815,000	0	(12,100,000)	233,715,000	13,115,000
Less Unamortized Amounts:								
For Issuance Discounts/Premiums				(361,525)	0	(24,763)	(386,288)	0
Total Bonds Payable				245,453,475	0	(12,124,763)	233,328,712	13,115,000
Ohio Water Development Authority Loan:								
Sanitary Sewer Improvements			2030	400,077	0	(16,665)	383,412	17,211
Compensated absences				3,003,977	1,530,609	(1,261,859)	3,272,727	1,374,565
Business-type activity Long-term liabilities				\$248,857,529	\$1,530,609	(\$13,403,287)	\$236,984,851	\$14,506,776

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***Notes to the Basic Financial Statements
For the Year Ended December 31, 2013***

NOTE 13 - LONG-TERM DEBT AND OTHER LONG-TERM OBLIGATIONS (Continued)

The principal amount of the City's special assessment bonds outstanding was \$1,060,000. The special assessments issued are for non-capital related repairs to sidewalks, streets, etc. Special assessment bonds are general obligation debt (backed by the full faith and credit of the City) that is being retired with the proceeds from special assessments levied against benefited property owners. The City is obligated to repay the debt irrespective of the amount of special assessments collected from property owners. The fund balance in the Debt Service Fund at December 31, 2013 is \$434,562, of which \$198,523 is assigned for the retirement of outstanding special assessment bonds.

Under the terms of the revenue bond indentures, the City has agreed to certain covenants including, among other things, maintaining revenue levels to provide for operating expenses and debt service. All of the borrowing issued under the master trust indentures for the revenue bonds are insured under municipal bond insurance policies. Under the terms of the policies, the insurer guarantees the payments of principal and interest.

A. Bond Purchase Agreement

In October 2013, the City executed a Bond Purchase Agreement with First Financial Bank, for the issuance of \$9,500,000 of General Obligation Bonds to finance several immediate and future public improvement projects. In connection with the purchase of the Bonds, First Financial Bank agreed to make one or more Bond Advances during the Disbursement Period, subject to the terms and conditions set forth in the Bond Purchase Agreement, provided that the aggregate amount of all Bond Advances shall not exceed \$9,500,000.

During the Disbursement Period, which ends December 31, 2015, the City will pay a variable interest rate on the amount drawn. In the event the aggregate amount of Bond Advances does not equal \$9,500,000 on the last day of the Disbursement Period, Purchaser shall immediately, and without need of further authorization or requisition, initiate a final Bond Advance in an amount equal to the difference between \$9,500,000 and the aggregate amount of Bond Advances to date.

As of December 31, 2013 the City received Bond Advances totaling \$2,500,000. The remaining \$7,000,000 to be advanced to the City is reported as Cash with Fiscal Agent in the financial statements. Payment of principal and interest on the bonds will begin in 2016, for a period of 20 years. A schedule of future long-term financing requirements for the bonds will be available beginning in 2016.

B. Defeasance of General Obligation Debt

In September 2009, the City defeased \$2,235,000 of General Obligation Bonds for Police and Fire Pension through the issuance of \$2,235,000 of Various Purpose Bonds. The net proceeds of the 2009 Bonds have been invested in obligations guaranteed as to both principal and interest by the United States and placed in irrevocable escrow accounts which, including interest earned, will be used to pay the principal and interest on the refunded bonds. The refunded bonds, which have an outstanding balance of \$1,630,000 at December 31, 2013 are not included in the City's outstanding debt since the City has in-substance satisfied its obligations through the advance refunding.

CITY OF HAMILTON, OHIO

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2013**

NOTE 13 - LONG-TERM DEBT AND OTHER LONG-TERM OBLIGATIONS (Continued)

C. Future Long-Term Financing Requirements

A summary of the City's future long-term debt funding requirements including principal and interest payments as of December 31, 2013 follows:

GOVERNMENTAL ACTIVITIES						
Years	General Obligation Bonds			Special Assessment Bonds		
	Principal	Interest	Total	Principal	Interest	Total
	2014	\$2,265,000	\$990,449	\$3,255,449	\$140,000	\$58,523
2015	2,325,000	938,224	3,263,224	150,000	51,078	201,078
2016	2,380,000	882,944	3,262,944	145,000	43,020	188,020
2017	2,180,000	793,844	2,973,844	155,000	35,153	190,153
2018	1,665,000	710,769	2,375,769	165,000	26,725	191,725
2019-2023	8,230,000	2,476,668	10,706,668	305,000	38,586	343,586
2024-2028	5,265,000	538,794	5,803,794	0	0	0
Totals	\$24,310,000	\$7,331,692	\$31,641,692	\$1,060,000	\$253,085	\$1,313,085

BUSINESS-TYPE ACTIVITIES						
Years	Revenue Bonds			OWDA Loan		
	Principal	Interest	Total	Principal	Interest	Total
2014	\$13,115,000	\$11,095,020	\$24,210,020	\$17,211	\$12,322	\$29,533
2015	13,560,000	10,572,798	24,132,798	17,775	11,758	29,533
2016	12,815,000	10,007,701	22,822,701	18,357	11,176	29,533
2017	13,275,000	9,477,026	22,752,026	18,958	10,574	29,532
2018	13,810,000	8,911,913	22,721,913	19,580	9,953	29,533
2019-2023	73,405,000	34,831,026	108,236,026	107,953	39,713	147,666
2024-2028	41,390,000	19,326,467	60,716,467	126,835	20,831	147,666
2029-2033	19,605,000	13,172,331	32,777,331	56,743	2,324	59,067
2034-2038	23,885,000	6,922,241	30,807,241	0	0	0
2039-2043	8,855,000	724,095	9,579,095	0	0	0
Totals	\$233,715,000	\$125,040,618	\$358,755,618	\$383,412	\$118,651	\$502,063

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2013***

NOTE 13 - LONG-TERM DEBT AND OTHER LONG-TERM OBLIGATIONS (Continued)

D. Conduit Debt

From time to time, the City has issued Industrial Revenue Bonds to provide financial assistance to private-sector entities for the acquisition and construction of industrial and commercial facilities deemed to be in the public interest. The bonds are secured by the property financed and are payable solely from payments received on the underlying mortgage loans. Upon repayment of the bonds, ownership of the acquired facilities transfers to the private sector entity served by the bond issuance. Neither the City, the State, nor any political subdivision thereof is obligated in any manner for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements.

As of December 31, 2013, there were seven series of Industrial Revenue Bonds outstanding with an aggregate principal amount payable of \$18,913,612.

E. Ohio Water Development Authority Loan

Sanitary Sewer Improvements - In 2010 the City entered into an agreement with the OWDA, as administrator for the U. S. Environmental Protection Agency (EPA), for the City to receive a loan for sanitary sewer improvements in the amount of \$431,837. The interest rate on the loan is 3.25%, per annum. This loan is payable from wastewater utility charges. As of December 31, 2013 the outstanding balance of the loan is \$383,412.

F. Pledged Revenue Coverage

The Gas Utility revenue bonds are payable from the net revenue derived from operations of the gas utility and are secured by a pledge of and lien on such net revenues until the bond maturity dates of 2015 and 2029. In 2013 the Gas Fund reported \$2,149,490 of net pledged revenues for coverage of a principal and interest debt service requirement of \$1,669,237.

The Electric Utility revenue bonds are payable from the net revenue derived from operations of the electric utility and are secured by a pledge of and lien on such net revenues until the bond maturity dates of 2025, 2030 and 2039. In 2013 the Electric Fund reported \$18,077,637 of net pledged revenues for coverage of a principal and interest debt service requirement of \$14,837,797.

The Water Utility revenue bonds are payable from the net revenue derived from operations of the water utility and are secured by a pledge of and lien on such net revenues until the bond maturity dates of 2021, 2029 and 2039. In 2013 the Water Fund reported \$4,151,249 of net pledged revenues for coverage of a principal and interest debt service requirement of \$2,320,492.

The Wastewater Utility revenue bonds are payable from the net revenue derived from operations of the wastewater utility and are secured by a pledge of and lien on such net revenues until the bond maturity dates of 2017, 2023, 2039, and 2041. In 2013 the Wastewater Fund reported \$7,615,884 of net pledged revenues for coverage of a principal and interest debt service requirement of \$4,901,071.

CITY OF HAMILTON, OHIO

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2013**

NOTE 14 - INSURANCE AND RISK MANAGEMENT

The City is exposed to various risks of loss related to torts and liability; damage to and theft of or destruction of assets; errors and omissions; injuries to employees; and natural disasters. The City maintains a number of insurance coverages in order to protect against the various risks mentioned above. Those coverages are as follows:

Property Insurance	\$185,978,826	Limit
Earthquake	75,000,000	
Flood	5,000,000	
Ordinance or Law Coverage	2,500,000	
Extra Expense Designated Locations	500,000	
Valuable Papers Restoration	1,250,000	
 Electric Property Insurance	 \$565,000,000	 Limit
Earthquake	125,000,000	
Flood	125,000,000	
Demolition and Increased Cost Construction	10,000,000	
Misc. Unnamed Locations	5,000,000	
 Boiler and Machinery	 \$40,000,000	 Limit
 Auto	 \$1,000,000	 Limit
Comprehensive and Collision	20,000	Deductible
Physical Damage		
Garage Keepers Liability	500,000	Limit
	\$15,000,000	Umbrella
 Crime – Theft of Money and Securities In/Out	 \$100,000	 Limit
 Forgery and Alteration Coverage	 \$100,000	 Limit
 Public Officials Bond – Treasurer	 \$150,000	 Limit
 Public Officials Bond – All Others		
Various Limits to Named Positions	\$2,500	Limit
Blanket Limit (for police officers)	\$1,000	Limit
Blanket minimum for all other employees	\$2,500	Limit
 Police Professional Liability (per occurrence)	 \$1,000,000	 Limit
	\$15,000,000	Umbrella

CITY OF HAMILTON, OHIO

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2013**

NOTE 14 - INSURANCE AND RISK MANAGEMENT (Continued)

Public Officials Liability	\$5,000,000	Limit
Employment Practices		
Claims Made – Full Prior Acts	\$15,000,000	Umbrella
Public Utilities Excess Liability	\$100,000,000	Limit
Claims made Retroactive 4/86		
Combined Products Liability		
Completed Operations Liability		
Failure to Supply Liability		
Pollution Liability		
Medical Malpractice Liability		
General Liability (per occurrence)	\$5,000,000	Limit
Products, Personal Injury, Stop Gap Liability	\$15,000,000	Umbrella
Ambulance Attendants Errors & Omissions	\$5,000,000	Limit
(included in G.L.)		
Pollution Legal Liability	\$10,000,000	Limit
Named NDD Housing Lead Abatement		
One Year Term		
Pollution Legal Liability		
Named Brownfield Location – Hamilton Die Cast	\$5,000,000	Limit
10 Year Term		
Umbrella	\$15,000,000	Limit
Does not apply separately over the underlying/primary coverages		

Third party liability coverages are to be subject to \$100,000 Self-Insured Retention (SIR). A \$400,000 total Self-Insured Retention (SIR) (annual) will be applicable to Public Entity General Liability, Employee Benefit, Plan Administration Liability, Law Enforcement Liability, Auto Liability, Public Entity Management Liability. This will act as an aggregate stop loss maximum. Third party claims adjustment services are provided by Cunningham Lindsey U.S. Inc. as per the terms of the City of Hamilton's contract with Cunningham Lindsey U.S. Inc. that is in compliance with Travelers' TPA requirements.

The City had no reduction in coverage in 2013. Settled claims did not exceed this commercial coverage in any of the past three years.

The City has a group health insurance program for employees. The City maintained a contract to provide a premium based health insurance plan to covered employees through United Health Care during 2013. The City also maintains premium based insurance coverage through the Ohio Bureau of Worker's Compensation to mitigate job related illness and injury.

CITY OF HAMILTON, OHIO

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2013***

NOTE 14 - INSURANCE AND RISK MANAGEMENT (Continued)

The City is enrolled in the Ohio BWC's Individual Retrospective Rating program for policy years 2011, 2012 and 2013. Each retrospective rated policy year carries a 10 year liability period. The Individual Retrospective Rating provides the City with an up-front premium discount in exchange for assuming dollar-for-dollar claims liability for any claim filed during the Retrospective Rating policy year. There is a maximum per claim limit and an aggregate policy limit in Retrospective Rating. For 2011, 2012 and 2013, Hamilton's per claim limit is \$200,000 and its aggregate policy limit is 150% of the standard premium (i.e., premium before the Individual Retrospective Rating discount and less BWC administrative costs). The standard premiums for retro years 2011 and 2012 were \$1,083,713 and \$1,123,470 respectively with 2013 estimated premium to be \$861,703. The City of Hamilton has paid \$543,113 and \$629,575 respectively in retro premiums plus incurred claim losses in years 2012 and 2013.

Beginning in 2012, the City escrowed the annual savings from participation in this program in the Central Benefits Fund for unanticipated catastrophic claims in the future. In 2013, \$616,260 was set aside as a reserve in the Central Benefits Fund. The claims liability of \$1,176,997 reported in the Central Benefits Fund at December 31, 2013 is based on the requirements of GASB Statement No. 10, which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated. Changes in the fund's claims liability amount are as follows:

<u>Fiscal Year</u>	<u>Beginning of Year Liability</u>	<u>Current Year Claims and Changes in Estimates</u>	<u>Claims Payments</u>	<u>End of Year Liability</u>
2012	\$0	\$1,743,113	(\$543,113)	\$1,200,000
2013	1,200,000	606,572	(629,575)	1,176,997

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CITY OF HAMILTON, OHIO

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2013**

NOTE 15 – SIGNIFICANT COMMITMENTS

A. Contractual Commitments

As of December 31, 2013, the City had contractual commitments related to property, plant and equipment improvements and additions, as well as various other contracts and agreements to provide or receive services related to the operations of the City. The list below reflects the major contracts that comprise commitments at December 31, 2013:

Vendor	Contractual Commitment
SJ Louis Construction Inc.	\$10,089,226
Arcadis U S Inc.	815,203
Mt. Pleasant Blacktopping Co	391,110
Harris Computer Corp	341,188
Minnotte Contracting Corp	260,654
E Squared Power Systems Inc.	194,236
DUECO Inc.	193,674
Miller Pipeline Corporation	179,900
Jacobs Engineering Group	159,889
Municipal Energy Service Agency	154,042
Lykins Oil Company Inc.	148,502
Bowen Engineering Corporation	134,250
Vaughn Industries LLC	129,849
Ford Development Corporation	118,445
Lithko Restoration Technologies	109,186
American Suncraft Co Inc.	104,997
Municipal Energy Service Agency	104,625
Boykin Construction	101,139
Life Star Rescue Inc.	97,869
Larry Smith Contractors Inc.	97,630
	\$13,925,614

B. Encumbrance Commitments

At December 31, 2013 the City had encumbrance commitments in the Governmental Funds as follows:

Fund	Encumbrances
General Fund	\$755,805
Other Governmental Funds	1,516,280
Total Governmental Funds	\$2,272,085

*Notes to the Basic Financial Statements
For the Year Ended December 31, 2013*

NOTE 16 – CONTINGENCIES

A. Litigation

Various claims and lawsuits are pending against the City. With the possible exception described in the following paragraph, the City believes that the ultimate disposition of such claims and lawsuits will not have a material adverse effect on the City's financial position.

The Ohio Environmental Protection Agency (EPA) alleged, in previous years, that sanitary sewer overflows from the City's sanitary sewer collection system were violations of the Federal Clean Water Act and analogous State law. Federal agencies have pursued similar enforcement actions nationally against public wastewater treatment systems. The City contested this action and the initial remedial measures proposed by the State. Negotiations to resolve the enforcement action through the entry of a mutually agreeable Consent Decree began in 1997. In January 2007 a proposed Consent Decree was executed with the Ohio EPA in which the City agreed to undertake certain remedial measures to eliminate and/or reduce sanitary sewer overflow occurrences. On July 11, 2009 the Ohio EPA approved a System Evaluation and Capacity Assurance Plan (SECAP) which is the master plan of capital improvements for the Consent Decree. In 2010 and 2011, three sanitary sewer projects were constructed which eliminated the sanitary sewer overflows at three locations in the sanitary sewer collection system. Since then, detailed engineering design and preparation of construction drawings for an interceptor project have been in progress by an engineering firm which will mitigate sanitary sewer overflows from the last two known sanitary sewer overflow locations in the sanitary sewer collection system. In addition, construction of improvements is underway at the Water Reclamation Facility to enhance its ability to provide secondary treatment of wastewater prior to discharging into the Great Miami River. Finally, detailed engineering design and preparation of construction drawings by an engineering firm have just been initiated for increasing the capacity of the Water Reclamation Facility for compliance with the SECAP. It is anticipated that all of the improvements associated with the SECAP will be completed and operational by October 2015.

B. Federal and State Grants

For the period January 1, 2013 to December 31, 2013, the City received federal and state grants for specific purposes that are subject to review and audit by grantor agencies or their designee. 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.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2013***

NOTE 17 – JOINT VENTURES

The City of Hamilton is a member of a number of Governmental Joint Ventures as described in GASB Statement No. 61. The following is a list of organizations and a brief description of each Joint Venture.

A. Hamilton-Indian Springs Joint Economic Development Districts

In 1996, a Joint Economic Development District (JEDD) between the City of Hamilton and Fairfield Township was approved by Fairfield Township voters. It set aside over 200 acres of prime land, zoned for business and industrial, to be serviced jointly as specified in the contract and marketed for commercial/industrial development. The original JEDD (I) authorized a 2% earnings tax on all business within its boundaries, of which 75% flows to the City and 25% flows to the Township. One stipulation of the JEDD agreement is that the City of Hamilton will not annex any township land for the 30-year term of the contract. In exchange, 12 acres of county-owned land on the boundary between Hamilton and the Township was transferred to the City. Construction work that began on a new Menards in 2010 was completed in early 2011. Menards opened for business in 2011 thereby adding many jobs to the community. Menards is a chain of home improvement stores in the Midwestern United States. The construction of an automotive dealership was completed in the last quarter of 2012.

A second JEDD (JEDDII) was approved in August 2004 to include over 100 acres of retail development. This second JEDD reversed the collection percentage of the entities (75% for Fairfield Township and 25% for the City). To date, the development in the JEDD areas has proceeded at a strong pace. A number of projects and developments have occurred within all phases of the JEDD, including several banks and restaurants, as well as stores such as Wal-Mart, Target, Dick's, Best Buy, JC Penney, Staples and a variety of other retail establishments. The interchange was upgraded and the State Route 4 By-Pass was widened to provide improved access to JEDD I and JEDD II. Due to this JEDD's location around the interchange of State Route 129 and the State Route 4 By-Pass, additional retail and commercial development is expected to continue at this location into the future.

During 2013, the City's distribution of tax collections for JEDD I and JEDD II were \$410,249 and \$153,259, respectively, with a total JEDD distribution of \$563,508.

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***Notes to the Basic Financial Statements
For the Year Ended December 31, 2013***

NOTE 17 – JOINT VENTURES (Continued)

B. American Municipal Power (AMP) – OMEGA JV2 Project

In December 2000, the City became a part of the OMEGA (Ohio Municipal Energy Generation Association) JV2 Project. The OMEGA JV2 project is a joint venture among the City of Hamilton and 35 other participating municipalities created under the auspices of the Ohio Constitution Section XVIII, Sections 3 and 4 and Ohio Revised Code Section 715.02. All of the participating communities are members of AMP, Inc. and the joint venture has appointed that non-profit corporation to perform certain management functions. The purpose of the joint venture is to create distributive generation among the participating members allowing for increased electric production capacity during peak demand. The degree of control exercised by any participating member is weighted in proportion to each participant's project share, which is 23.87% for the City (a non-majority voting position). Project share is equal to the amount of distributive generation capacity for each of the members. Membership in the joint venture is defined as financing or non-financing participant, as well as an owner or purchasing participant, for which the City qualifies as a financing, purchasing participant. As a financing purchasing participant, the City makes payments to OMEGA JV2.

The following amount was expended in 2013 by the Electric Fund and recorded within the Purchase of Electric expense account to the OMEGA JV2:

Payments – OMEGA JV2	<u>\$538,885</u>
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The continued existence of OMEGA JV2 is dependent upon the City's continued participation, but the City, as a financing purchasing participant, does not have an equity interest in OMEGA JV2. Complete financial statements may be obtained from AMP, Inc., 1111 Schrock Road, Columbus, Ohio 43219.

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***Notes to the Basic Financial Statements
For the Year Ended December 31, 2013***

NOTE 18 – JOINTLY GOVERNED ORGANIZATIONS

The City of Hamilton is a member of a number of Jointly Governed Organizations as described in GASB Statement No. 61. The following is a list of organizations and a brief description of each Jointly Governed Organization.

A. AMP, Inc.

The City of Hamilton is a member of American Municipal Power, Inc. (AMP). AMP is a non-profit corporation organized under Ohio law and Internal Revenue Code Section 501 and is a jointly governed organization. The organization operates on a non-profit basis for the mutual benefit of its member municipalities, all of whom own or operate a municipal electric system. The non-profit corporation is dedicated to providing member assistance and low-cost power supplies.

The controlling board of AMP, Inc. is based upon a representative from several of the member communities. The degree of control exercised by any participating government is limited to its representation on the board. The continued existence of the corporation is not dependent upon the City. Complete financial statements may be obtained from AMP, Inc., 1111 Schrock Road, Columbus, Ohio 43229.

B. Transportation Improvement District of Butler County

The Transportation Improvement District of Butler County (TID), a jointly governed organization, provides the opportunity to construct roads, bridges, and accompanying improvements within the County. The TID's Board of Trustees, which consists of representatives from Butler County, two cities and three townships, oversees the operation of the District. The continued existence of the TID is not dependent upon the City of Hamilton's continued participation and the City of Hamilton has no equity interest in the Transportation Improvement District. Complete financial statements can be obtained from the Transportation Improvement District, 1921 Fairgrove Ave., Hamilton, Ohio 45011.

C. Butler County Emergency Management Agency

The Butler County Emergency Management Agency (EMA) is a jointly governed organization whose membership consists of Butler County, five cities including the City of Hamilton, and seven villages. The EMA was created by a countywide agreement with the Butler County Commissioners and is intended to provide cooperative effort between all local governments to manage disaster relief and coordinate with the Federal Emergency Management Agency (FEMA) in times of crisis. The twenty-six members of the advisory council comprise one County Commissioner and the chief official of each of the local government members. The continued existence of the Butler County Emergency Management Agency is not dependent upon the City's continued participation and the City of Hamilton has no equity interest in the Butler County EMA. Complete financial statements can be obtained from the Butler County Emergency Management Agency, 315 High Street, Hamilton, Ohio 45011.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2013***

NOTE 18 – JOINTLY GOVERNED ORGANIZATIONS (Continued)

D. Hamilton Community Improvement Corporation

The Hamilton Community Improvement Corporation (CIC) was incorporated under Internal Revenue Code Section 501(c)(6) in 1966 to advance, encourage, and promote the industrial, economic, commercial, and civil development of the City of Hamilton and the area surrounding it. The CIC is a jointly governed organization. The Board of Trustees of the CIC provides oversight to the CIC's operations and is comprised of members representing the City of Hamilton, the Greater Hamilton Chamber of Commerce and local business officials. The City does not maintain a voting majority on the Board and the CIC is not dependent on the City's continued participation for its continued existence. Complete financial statements can be obtained from the Hamilton Community Improvement Corporation, 345 High Street, Hamilton, Ohio 45011.

E. Hamilton Economic Development Corporation

The Hamilton Economic Development Corporation (HEDC) was organized to provide increased awareness to Downtown Hamilton businesses and to foster economic growth within the City. The corporation was formed under Internal Revenue Code Section 501(c)(6) and is a jointly governed organization. The HEDC's Board provides oversight to the activities of the organization. The Board consists of the City Manager of Hamilton, the Mayor and Vice-Mayor of Hamilton, one County Commissioner, the Superintendent of the Hamilton City School District, and the thirty-three members of the Hamilton Chamber of Commerce. The City does not maintain a voting majority on the Board and the HEDC is not dependent on the City's continued participation for its continued existence. Complete financial statements can be obtained from the HEDC, 201 Dayton Street, Hamilton, Ohio 45011.

F. Ohio-Kentucky-Indiana Regional Council of Governments

The Ohio-Kentucky-Indiana Regional Council of Governments (OKI), a jointly governed organization, was established to provide coordinated planning services to the appropriate federal, state and local governments, their political subdivisions, agencies, departments, instrumentalities, and special districts, in connection with the preparation and development of comprehensive and continuing regional transportation and development plans within the OKI Region. OKI members include Butler, Clermont, Hamilton, and Warren Counties in Ohio, Boone, Campbell and Kenton Counties in Kentucky, and Dearborn and Ohio Counties in Indiana. OKI also serves as an area wide review agency in conjunction with in the OKI Region.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2013***

NOTE 18 – JOINTLY GOVERNED ORGANIZATIONS (Continued)

F. Ohio-Kentucky-Indiana Regional Council of Governments (Continued)

OKI contracts for local funds and other support with the governing board of each of the governments who are members of OKI or with such other persons as may be appropriate to provide such funds and support. The support is based on the population of the area represented.

A Board of Trustees was created for conducting the activities of the OKI. This Board consists of one elected official of each City and municipal corporation, one individual selected by each City planning agency or commission and one person selected by each planning agency or commission of each municipal corporation located in each member City. This Board of Trustees then selects not more than ten residents of the OKI Region. The total membership of the Board of Trustees shall not exceed 100. Any member of OKI may withdraw its membership upon written notice to OKI effective two years after receipt of the notice by OKI. To obtain financial statements of the Ohio-Kentucky-Indiana Regional Council of governments, write to OKI at 720 E. Pete Rose Way, Suite 420, Cincinnati, OH 45202.

NOTE 19 – ENTERPRISE INTERFUND REVENUES AND ADMINISTRATIVE CHARGES

The City's Utility Enterprise activities (Gas, Electric, Water and Wastewater) make sales to one another on both a daily basis and a non-routine basis, at standard utility rates defined by municipal ordinance.

During 2013, the Electric Fund purchased \$1,586,909 of natural gas from the Gas Fund. This amount is reflected in the purchased electric expense account in the Electric Fund and as charges for services in the Gas Fund.

The Water and Wastewater Funds purchased electric services from the Electric Fund in the amount of \$790,465 and \$494,529 respectively, during 2013. These amounts are recorded in the Water and Wastewater Funds as contractual services and as charges for services in the Electric Fund.

Historically and by ordinance, the City's Electric System provides street lighting and traffic light services to the City without charge. Street and traffic light facilities used approximately 5,714,000 kilowatt-hours of electrical energy in 2013, and the estimated operating cost of supplying these free services was \$371,410 for the year ending December 31, 2013. Beginning in 2009, Council approved a policy to provide certain utility costs to general government facilities at no cost. The estimated operating cost of supplying gas, water, and wastewater utilities at no cost to general governmental facilities was \$141,112 for the year ending December 31, 2013.

CITY OF HAMILTON, OHIO

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2013***

NOTE 19 – ENTERPRISE INTERFUND REVENUES AND ADMINISTRATIVE CHARGES
(Continued)

The Utility Systems are allocated a portion of the City’s administrative cost from the General Fund. In addition, each Utility is charged expenses by the City’s Internal Service Funds. Represented below is the amount charged to each Utility Fund by type of charge or activity for 2013.

	<u>Gas</u>	<u>Electric</u>	<u>Water</u>	<u>Wastewater</u>
Administrative cost (General Fund)	\$930,000	\$1,069,000	\$930,000	\$815,000
Central Services Fund	1,160,000	1,215,000	1,295,000	1,224,000
Fleet Maintenance Fund	<u>156,176</u>	<u>153,227</u>	<u>153,227</u>	<u>0</u>
Total	<u>\$2,246,176</u>	<u>\$2,437,227</u>	<u>\$2,378,227</u>	<u>\$2,039,000</u>



*COMBINING AND INDIVIDUAL FUND
STATEMENTS AND SCHEDULES*

*THE FOLLOWING COMBINING STATEMENTS AND SCHEDULES INCLUDE
THE MAJOR AND NONMAJOR GOVERNMENTAL FUNDS, INTERNAL
SERVICE FUNDS AND FIDUCIARY FUNDS.*

Special Revenue Funds

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

One Renaissance Center Fund

To account for revenues and expenditures related to the City-owned office tower known as One Renaissance Center. (The Balance Sheet and Statement of Revenues, Expenditures and Changes in Fund Balances are not presented because this fund is reported as part of the General Fund on a GAAP basis.)

Federal Emergency Management Grant Fund

To account for revenues and expenditures related to grants from the Federal Emergency Management Agency (FEMA). (The Balance Sheet is not presented because there are no assets or liabilities at year end.)

Municipal Court Improvement Fund

To account for an extra five dollar fee charged by the municipal court on all cases. The money received from this fee is used for computerization projects within the municipal court.

Public Safety/Health Income Tax Fund

To account for revenue from 0.25% of the City's income tax and designated expenditures for health and public safety.

Dispute Resolution Proceeds Fund

To account for the collection of certain fees imposed by Municipal Court. These are designated to be used for dispute resolution.

Safety Services Fund

To account for all monies designated for public safety services including crime prevention, youth intervention, drug education and helmet and seatbelt safety.

(Continued)

Special Revenue Funds

Police Pension Fund

To accumulate property taxes levied for the partial payment of the current and accrued liability for police disability and pension.

Police Levy Fund

To account for monies from the one-mill levy to provide additional police personnel, motor vehicles and equipment of the police division.

Firemen's Pension Fund

To accumulate property taxes levied for the partial payment of the current and accrued liability for fire disability and pension.

Emergency Medical Services Grant Fund

To account for grant funds designated for the purchase of paramedic supplies. (The Balance Sheet is not presented because there are no assets or liabilities at year end.)

Fire EMS Levy Fund

To account for monies from the one-mill levy to provide and maintain an additional front line paramedic unit with the fire division.

Public Health Care Services Fund

To account for funds designated for public health care services.

Street and Parks Beautification Fund

To account for monies designated for the beautification of the City's parks and streetscapes. (The Balance Sheet and Statement of Revenues, Expenditures and Changes in Fund Balances are not presented because this fund is reported as part of the General Fund on a GAAP basis.)

Stormwater Management Fund

To account for the planning, construction, operation and maintenance of storm water devices.

Refuse Fund

To account for revenues collected to help fund the refuse collection activity of the City. Revenue collected is designated to defray the cost of refuse collection.

(Continued)

Special Revenue Funds

Street Maintenance Fund

To account for state levied and controlled gasoline tax and motor vehicle license fees designated for local street construction, maintenance and repair.

Land Reutilization Fund

To account for State grants from the Moving Ohio Forward program to be used for demolition of vacant, abandoned and blighted properties in the City.

Home Program Fund

To account for federal grants designated for improvement of the community's housing stock.

Parking Fund

To account for revenues and expenditures associated with the operation of City-owned parking facilities.

Golf Course Fund

To account for revenues and expenditures associated with the operation of two City-owned golf courses.

Community Development Block Grant Fund

To account for federal grants designated for community and environmental improvements.

Debt Service Fund

The Debt Service Funds are used to account for the accumulation of resources and payment of general obligation bond principal and interest from governmental resources and special assessment levies when the government is obligated in some manner for payment.

Debt Service Fund

To account for resources that are used for payment of principal, interest and fiscal charges on general obligation debt.

Capital Projects Funds

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

Hamilton Capital Improvement Fund

To account for revenue from one-fourth of one percent (.25%) of the City income tax receipts. Funds are to be used for capital acquisition for Police, Fire, Public Works, Parks and Recreation and Public Health. Funds may also be used to retire outstanding General Obligation Bonds and Notes issued for capital acquisition.

Special Assessment Fund

To account for revenues and expenditures associated with the levy of special assessments on citizen's property.

Municipal Improvement Tax Increment Equivalent (MITIE) Fund

To account for monies deposited as service payments in lieu of taxes distributed by the County Treasurer for improvements exempt from taxation and for their related costs. To account for the deposit of any income tax revenue that has been dedicated to finance the aforementioned improvements.

Issue II Projects Fund

To account for road and bridge construction projects, partially funded by state grants from the Ohio Public Works Commission, pursuant to Auditor of State specifications. (The Balance Sheet is not presented because there are no assets or liabilities at year end.)

Clean Ohio Grants Program Fund

To account for monies received from the Ohio Department of Development for the clean up and remediation of the site of the former Mosler Company at 1400 South Erie Highway.

Infrastructure Program Fund

To account for the purpose of improving the City's infrastructure from 2003 to 2005 with proceeds from the issuance of gasoline tax revenue general obligation bonds.

Permanent Fund

The Permanent Fund is used to account for the financial resources that are legally restricted in that only the earnings, not the principal, may be used to support the City's programs.

Benninghofen Trust Fund

To account for the investment revenues received and uses of the monies from a charitable bequest made to the City for use with the poor by the Benninghofen Family. The bequest cannot be used for any purpose other than generating investment income.

CITY OF HAMILTON, OHIO

**Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2013**

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Nonmajor Permanent Fund	Total Nonmajor Governmental Funds
Assets:					
Equity in Pooled Cash and Investments	\$ 9,527,558	\$ 434,352	\$ 4,552,543	\$ 75,000	\$ 14,589,453
Cash with Fiscal Agent	0	0	7,000,000	0	7,000,000
Receivables:					
Taxes	3,759,038	621,116	1,218,002	0	5,598,156
Accounts	720,457	0	0	0	720,457
Intergovernmental	1,009,044	0	0	0	1,009,044
Interest	2,073	210	0	94	2,377
Loans	386,384	0	0	0	386,384
Inventory of Supplies, at Cost	32,283	0	0	0	32,283
Prepaid Items	21,116	0	0	0	21,116
Total Assets	\$ 15,457,953	\$ 1,055,678	\$ 12,770,545	\$ 75,094	\$ 29,359,270
Liabilities:					
Accounts Payable	\$ 523,960	\$ 0	\$ 389,194	\$ 0	\$ 913,154
Accrued Wages and Benefits Payable	123,740	0	0	0	123,740
Intergovernmental Payable	38,974	0	0	0	38,974
Accrued Liabilities	88,530	0	70,824	0	159,354
Customer Deposits	4,785	0	0	0	4,785
Due to Other Funds	983	0	0	0	983
Interfund Payable	420,600	0	788,736	0	1,209,336
Total Liabilities	1,201,572	0	1,248,754	0	2,450,326
Deferred Inflows of Resources:					
Unavailable Amounts	1,999,976	121,426	439,594	0	2,560,996
Property Tax Levy for Next Fiscal Year	2,515,615	499,690	573,050	0	3,588,355
Total Deferred Inflows of Resources	4,515,591	621,116	1,012,644	0	6,149,351
Fund Balance:					
Nonspendable	53,399	0	0	75,000	128,399
Restricted	5,903,353	0	8,929,890	94	14,833,337
Committed	4,031,504	0	0	0	4,031,504
Assigned	0	434,562	1,805,494	0	2,240,056
Unassigned	(247,466)	0	(226,237)	0	(473,703)
Total Fund Balance	9,740,790	434,562	10,509,147	75,094	20,759,593
Total Liabilities, Deferred Inflows of Resources and Fund Balance	\$ 15,457,953	\$ 1,055,678	\$ 12,770,545	\$ 75,094	\$ 29,359,270

CITY OF HAMILTON, OHIO

***Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Governmental Funds
For the Year Ended December 31, 2013***

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Nonmajor Permanent Fund	Total Nonmajor Governmental Funds
Revenues:					
Income Taxes	\$ 2,828,105	\$ 0	\$ 2,434,769	\$ 0	\$ 5,262,874
Property and Other Local Taxes	2,402,173	0	573,051	0	2,975,224
Intergovernmental Revenues	7,897,797	0	2,776,575	0	10,674,372
Charges for Services	7,449,772	0	0	0	7,449,772
Licenses and Permits	364,917	0	0	0	364,917
Investment Earnings	(38,307)	121	(24,705)	264	(62,627)
Special Assessments	0	499,689	168,997	0	668,686
Fines and Forfeitures	270,205	0	0	0	270,205
All Other Revenue	331,431	0	259,588	0	591,019
Total Revenue	21,506,093	499,810	6,188,275	264	28,194,442
Expenditures:					
Current:					
General Government	234,764	0	0	224	234,988
Security of Persons and Property	5,994,877	0	0	0	5,994,877
Leisure Time Activities	1,618,287	0	0	0	1,618,287
Community Environment	4,081,507	0	0	0	4,081,507
Basic Utility Services	5,379,660	0	0	0	5,379,660
Transportation	3,496,658	0	0	0	3,496,658
Public Health and Welfare Services	105,894	0	0	0	105,894
Capital Outlay	0	0	6,069,186	0	6,069,186
Debt Service:					
Principal Retirement	30,000	2,335,000	0	0	2,365,000
Interest and Fiscal Charges	29,855	1,157,308	0	0	1,187,163
Total Expenditures	20,971,502	3,492,308	6,069,186	224	30,533,220
Excess (Deficiency) of Revenues Over (Under) Expenditures	534,591	(2,992,498)	119,089	40	(2,338,778)
Other Financing Sources (Uses):					
Sale of Capital Assets	12,531	0	50,160	0	62,691
Loan Issuance	0	0	9,500,000	0	9,500,000
Transfers In	296,353	3,215,730	1,550,188	0	5,062,271
Transfers Out	0	(403,573)	(4,738,058)	0	(5,141,631)
Total Other Financing Sources (Uses)	308,884	2,812,157	6,362,290	0	9,483,331
Net Change in Fund Balance	843,475	(180,341)	6,481,379	40	7,144,553
Fund Balance at Beginning of Year	8,890,272	614,903	4,027,768	75,054	13,607,997
Increase in Inventory	7,043	0	0	0	7,043
Fund Balance End of Year	\$ 9,740,790	\$ 434,562	\$ 10,509,147	\$ 75,094	\$ 20,759,593

CITY OF HAMILTON, OHIO

**Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2013**

	Municipal Court Improvement	Public Safety/Health Income Tax	Dispute Resolution Proceeds	Safety Services
Assets:				
Equity in Pooled Cash and Investments	\$ 228,612	\$ 767,738	\$ 83,535	\$ 836,564
Receivables:				
Taxes	0	632,124	0	875,185
Accounts	0	0	0	0
Intergovernmental	0	0	0	0
Interest	0	0	0	0
Loans	0	0	0	0
Inventory of Supplies, at Cost	0	0	0	0
Prepaid Items	0	0	0	0
Total Assets	<u>\$ 228,612</u>	<u>\$ 1,399,862</u>	<u>\$ 83,535</u>	<u>\$ 1,711,749</u>
Liabilities:				
Accounts Payable	\$ 4,250	\$ 0	\$ 0	\$ 7,222
Accrued Wages and Benefits Payable	2,199	0	0	5,794
Intergovernmental Payable	680	0	0	1,789
Accrued Liabilities	0	88,530	0	0
Customer Deposits	0	0	0	0
Due to Other Funds	0	0	0	0
Interfund Payable	0	0	0	0
Total Liabilities	<u>7,129</u>	<u>88,530</u>	<u>0</u>	<u>14,805</u>
Deferred Inflows of Resources:				
Unavailable Amounts	0	375,427	0	171,095
Property Tax Levy for Next Fiscal Year	0	0	0	704,090
Total Deferred Inflows of Resources	<u>0</u>	<u>375,427</u>	<u>0</u>	<u>875,185</u>
Fund Balance:				
Nonspendable	0	0	0	0
Restricted	221,483	935,905	83,535	821,759
Committed	0	0	0	0
Unassigned	0	0	0	0
Total Fund Balance	<u>221,483</u>	<u>935,905</u>	<u>83,535</u>	<u>821,759</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balance	<u>\$ 228,612</u>	<u>\$ 1,399,862</u>	<u>\$ 83,535</u>	<u>\$ 1,711,749</u>

(Continued)

CITY OF HAMILTON, OHIO

**Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2013**

	Police Pension	Police Levy	Firemen's Pension	Fire EMS Levy
Assets:				
Equity in Pooled Cash and Investments	\$ 126,361	\$ 235,188	\$ 122,299	\$ 251,794
Receivables:				
Taxes	285,424	842,022	282,261	842,022
Accounts	0	0	0	0
Intergovernmental	0	0	0	0
Interest	0	0	0	0
Loans	0	0	0	0
Inventory of Supplies, at Cost	0	0	0	0
Prepaid Items	0	0	0	0
Total Assets	\$ 411,785	\$ 1,077,210	\$ 404,560	\$ 1,093,816
Liabilities:				
Accounts Payable	\$ 0	\$ 0	\$ 0	\$ 0
Accrued Wages and Benefits Payable	0	0	0	0
Intergovernmental Payable	0	0	0	0
Accrued Liabilities	0	0	0	0
Customer Deposits	0	0	0	0
Due to Other Funds	0	0	0	0
Interfund Payable	0	0	0	0
Total Liabilities	0	0	0	0
Deferred Inflows of Resources:				
Unavailable Amounts	55,799	164,612	55,181	164,612
Property Tax Levy for Next Fiscal Year	229,625	677,410	227,080	677,410
Total Deferred Inflows of Resources	285,424	842,022	282,261	842,022
Fund Balance:				
Nonspendable	0	0	0	0
Restricted	126,361	235,188	122,299	251,794
Committed	0	0	0	0
Unassigned	0	0	0	0
Total Fund Balance	126,361	235,188	122,299	251,794
Total Liabilities, Deferred Inflows of Resources and Fund Balance	\$ 411,785	\$ 1,077,210	\$ 404,560	\$ 1,093,816

(Continued)

CITY OF HAMILTON, OHIO

**Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2013**

	Public Health Care Services	Stormwater Management	Refuse	Street Maintenance
Assets:				
Equity in Pooled Cash and Investments	\$ 203,038	\$ 1,526,960	\$ 1,861,715	\$ 2,333,303
Receivables:				
Taxes	0	0	0	0
Accounts	0	275,864	409,818	2,738
Intergovernmental	0	0	0	946,981
Interest	0	732	0	1,116
Loans	0	0	0	0
Inventory of Supplies, at Cost	0	0	0	26,721
Prepaid Items	0	0	1,177	5,077
Total Assets	<u>\$ 203,038</u>	<u>\$ 1,803,556</u>	<u>\$ 2,272,710</u>	<u>\$ 3,315,936</u>
Liabilities:				
Accounts Payable	\$ 2,010	\$ 8,482	\$ 251,853	\$ 36,224
Accrued Wages and Benefits Payable	2,501	31,259	2,533	55,866
Intergovernmental Payable	285	9,130	668	16,923
Accrued Liabilities	0	0	0	0
Customer Deposits	0	0	0	0
Due to Other Funds	0	0	0	0
Interfund Payable	0	0	0	0
Total Liabilities	<u>4,796</u>	<u>48,871</u>	<u>255,054</u>	<u>109,013</u>
Deferred Inflows of Resources:				
Unavailable Amounts	0	0	0	595,056
Property Tax Levy for Next Fiscal Year	0	0	0	0
Total Deferred Inflows of Resources	<u>0</u>	<u>0</u>	<u>0</u>	<u>595,056</u>
Fund Balance:				
Nonspendable	0	0	1,177	31,798
Restricted	198,242	0	0	2,580,069
Committed	0	1,754,685	2,016,479	0
Unassigned	0	0	0	0
Total Fund Balance	<u>198,242</u>	<u>1,754,685</u>	<u>2,017,656</u>	<u>2,611,867</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balance	<u>\$ 203,038</u>	<u>\$ 1,803,556</u>	<u>\$ 2,272,710</u>	<u>\$ 3,315,936</u>

(Continued)

CITY OF HAMILTON, OHIO

**Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2013**

	Land Reutilization	Home Program	Parking	Golf Course
Assets:				
Equity in Pooled Cash and Investments	\$ 190,417	\$ 18,094	\$ 269,835	\$ 203,285
Receivables:				
Taxes	0	0	0	0
Accounts	0	0	31,810	227
Intergovernmental	0	44,890	0	0
Interest	0	0	128	97
Loans	0	77,378	0	0
Inventory of Supplies, at Cost	0	0	0	5,562
Prepaid Items	0	0	3,322	2,352
Total Assets	<u>\$ 190,417</u>	<u>\$ 140,362</u>	<u>\$ 305,095</u>	<u>\$ 211,523</u>
Liabilities:				
Accounts Payable	\$ 133,475	\$ 44,890	\$ 224	\$ 18,158
Accrued Wages and Benefits Payable	0	916	3,302	8,096
Intergovernmental Payable	0	233	1,312	4,221
Accrued Liabilities	0	0	0	0
Customer Deposits	0	0	4,785	0
Due to Other Funds	0	0	0	0
Interfund Payable	0	0	0	420,600
Total Liabilities	<u>133,475</u>	<u>46,039</u>	<u>9,623</u>	<u>451,075</u>
Deferred Inflows of Resources:				
Unavailable Amounts	0	77,378	31,810	0
Property Tax Levy for Next Fiscal Year	0	0	0	0
Total Deferred Inflows of Resources	<u>0</u>	<u>77,378</u>	<u>31,810</u>	<u>0</u>
Fund Balance:				
Nonspendable	0	0	3,322	7,914
Restricted	56,942	16,945	0	0
Committed	0	0	260,340	0
Unassigned	0	0	0	(247,466)
Total Fund Balance	<u>56,942</u>	<u>16,945</u>	<u>263,662</u>	<u>(239,552)</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balance	<u>\$ 190,417</u>	<u>\$ 140,362</u>	<u>\$ 305,095</u>	<u>\$ 211,523</u>

(Continued)

CITY OF HAMILTON, OHIO

**Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2013**

	Community Development Block Grant	Total Nonmajor Special Revenue Funds
Assets:		
Equity in Pooled Cash and Investments	\$ 268,820	\$ 9,527,558
Receivables:		
Taxes	0	3,759,038
Accounts	0	720,457
Intergovernmental	17,173	1,009,044
Interest	0	2,073
Loans	309,006	386,384
Inventory of Supplies, at Cost	0	32,283
Prepaid Items	9,188	21,116
Total Assets	\$ 604,187	\$ 15,457,953
Liabilities:		
Accounts Payable	\$ 17,172	\$ 523,960
Accrued Wages and Benefits Payable	11,274	123,740
Intergovernmental Payable	3,733	38,974
Accrued Liabilities	0	88,530
Customer Deposits	0	4,785
Due to Other Funds	983	983
Interfund Payable	0	420,600
Total Liabilities	33,162	1,201,572
Deferred Inflows of Resources:		
Unavailable Amounts	309,006	1,999,976
Property Tax Levy for Next Fiscal Year	0	2,515,615
Total Deferred Inflows of Resources	309,006	4,515,591
Fund Balance:		
Nonspendable	9,188	53,399
Restricted	252,831	5,903,353
Committed	0	4,031,504
Unassigned	0	(247,466)
Total Fund Balance	262,019	9,740,790
Total Liabilities, Deferred Inflows of Resources and Fund Balance	\$ 604,187	\$ 15,457,953

CITY OF HAMILTON, OHIO

***Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2013***

	Federal Emergency Management Grant	Municipal Court Improvement	Public Safety/Health Income Tax	Dispute Resolution Proceeds
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Revenues:				
Income Taxes	\$ 0	\$ 0	\$ 2,828,105	\$ 0
Property and Other Local Taxes	0	0	0	0
Intergovernmental Revenues	207,055	0	0	0
Charges for Services	0	88,351	0	7,287
Licenses and Permits	0	0	0	0
Investment Earnings	0	(1,260)	(4,208)	(459)
Fines and Forfeitures	0	69,317	0	0
All Other Revenue	0	0	0	0
Total Revenue	<u>207,055</u>	<u>156,408</u>	<u>2,823,897</u>	<u>6,828</u>
Expenditures:				
Current:				
General Government	234,466	0	0	298
Security of Persons and Property	0	192,112	2,695,172	0
Leisure Time Activities	0	0	0	0
Community Environment	0	0	0	0
Basic Utility Services	0	0	0	0
Transportation	0	0	0	0
Public Health and Welfare Services	0	0	0	0
Debt Service:				
Principal Retirement	0	0	0	0
Interest and Fiscal Charges	0	0	0	0
Total Expenditures	<u>234,466</u>	<u>192,112</u>	<u>2,695,172</u>	<u>298</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(27,411)	(35,704)	128,725	6,530
Other Financing Sources (Uses):				
Sale of Capital Assets	0	0	0	0
Transfers In	0	0	0	0
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balance	(27,411)	(35,704)	128,725	6,530
Fund Balance at Beginning of Year	27,411	257,187	807,180	77,005
Increase (Decrease) in Inventory	0	0	0	0
Fund Balance End of Year	<u>\$ 0</u>	<u>\$ 221,483</u>	<u>\$ 935,905</u>	<u>\$ 83,535</u>

(Continued)

CITY OF HAMILTON, OHIO

***Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2013***

	<u>Safety Services</u>	<u>Police Pension</u>	<u>Police Levy</u>	<u>Firemen's Pension</u>
Revenues:				
Income Taxes	\$ 0	\$ 0	\$ 0	\$ 0
Property and Other Local Taxes	704,386	216,488	632,404	216,491
Intergovernmental Revenues	139,373	35,301	93,547	32,762
Charges for Services	81,883	0	0	0
Licenses and Permits	0	0	0	0
Investment Earnings	(4,574)	(693)	(1,294)	(671)
Fines and Forfeitures	200,888	0	0	0
All Other Revenue	23,699	0	0	0
Total Revenue	<u>1,145,655</u>	<u>251,096</u>	<u>724,657</u>	<u>248,582</u>
Expenditures:				
Current:				
General Government	0	0	0	0
Security of Persons and Property	1,152,598	240,000	730,000	240,000
Leisure Time Activities	0	0	0	0
Community Environment	0	0	0	0
Basic Utility Services	0	0	0	0
Transportation	0	0	0	0
Public Health and Welfare Services	0	0	0	0
Debt Service:				
Principal Retirement	0	0	0	0
Interest and Fiscal Charges	0	0	0	0
Total Expenditures	<u>1,152,598</u>	<u>240,000</u>	<u>730,000</u>	<u>240,000</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(6,943)	11,096	(5,343)	8,582
Other Financing Sources (Uses):				
Sale of Capital Assets	12,050	0	0	0
Transfers In	105,000	0	0	0
Total Other Financing Sources (Uses)	<u>117,050</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balance	110,107	11,096	(5,343)	8,582
Fund Balance at Beginning of Year	711,652	115,265	240,531	113,717
Increase (Decrease) in Inventory	0	0	0	0
Fund Balance End of Year	<u>\$ 821,759</u>	<u>\$ 126,361</u>	<u>\$ 235,188</u>	<u>\$ 122,299</u>

(Continued)

CITY OF HAMILTON, OHIO

***Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2013***

	Emergency Medical Services Grant	Fire EMS Levy	Public Health Care Services	Stormwater Management
Revenues:				
Income Taxes	\$ 0	\$ 0	\$ 0	\$ 0
Property and Other Local Taxes	0	632,404	0	0
Intergovernmental Revenues	4,500	93,547	108,289	0
Charges for Services	0	0	0	2,160,508
Licenses and Permits	0	0	0	0
Investment Earnings	(1)	(1,385)	(8)	(3,847)
Fines and Forfeitures	0	0	0	0
All Other Revenue	0	0	443	19,678
Total Revenue	<u>4,499</u>	<u>724,566</u>	<u>108,724</u>	<u>2,176,339</u>
Expenditures:				
Current:				
General Government	0	0	0	0
Security of Persons and Property	14,995	730,000	0	0
Leisure Time Activities	0	0	0	0
Community Environment	0	0	0	0
Basic Utility Services	0	0	0	2,136,971
Transportation	0	0	0	0
Public Health and Welfare Services	0	0	105,894	0
Debt Service:				
Principal Retirement	0	0	0	0
Interest and Fiscal Charges	0	0	0	0
Total Expenditures	<u>14,995</u>	<u>730,000</u>	<u>105,894</u>	<u>2,136,971</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(10,496)	(5,434)	2,830	39,368
Other Financing Sources (Uses):				
Sale of Capital Assets	0	0	0	0
Transfers In	4,222	0	0	0
Total Other Financing Sources (Uses)	<u>4,222</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balance	(6,274)	(5,434)	2,830	39,368
Fund Balance at Beginning of Year	6,274	257,228	195,412	1,715,317
Increase (Decrease) in Inventory	0	0	0	0
Fund Balance End of Year	<u>\$ 0</u>	<u>\$ 251,794</u>	<u>\$ 198,242</u>	<u>\$ 1,754,685</u>

(Continued)

CITY OF HAMILTON, OHIO

***Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2013***

	Refuse	Street Maintenance	Land Reutilization	Home Program
Revenues:				
Income Taxes	\$ 0	\$ 0	\$ 0	\$ 0
Property and Other Local Taxes	0	0	0	0
Intergovernmental Revenues	30,538	3,631,781	443,748	1,041,548
Charges for Services	3,742,751	0	0	0
Licenses and Permits	0	364,917	0	0
Investment Earnings	(10,189)	(7,966)	(1,073)	0
Fines and Forfeitures	0	0	0	0
All Other Revenue	23,019	36,076	8,946	6,597
Total Revenue	<u>3,786,119</u>	<u>4,024,808</u>	<u>451,621</u>	<u>1,048,145</u>
Expenditures:				
Current:				
General Government	0	0	0	0
Security of Persons and Property	0	0	0	0
Leisure Time Activities	0	0	0	0
Community Environment	0	0	880,835	1,034,093
Basic Utility Services	3,242,689	0	0	0
Transportation	0	3,226,225	0	0
Public Health and Welfare Services	0	0	0	0
Debt Service:				
Principal Retirement	0	0	0	0
Interest and Fiscal Charges	0	0	0	0
Total Expenditures	<u>3,242,689</u>	<u>3,226,225</u>	<u>880,835</u>	<u>1,034,093</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	543,430	798,583	(429,214)	14,052
Other Financing Sources (Uses):				
Sale of Capital Assets	0	481	0	0
Transfers In	0	0	12,126	0
Total Other Financing Sources (Uses)	<u>0</u>	<u>481</u>	<u>12,126</u>	<u>0</u>
Net Change in Fund Balance	543,430	799,064	(417,088)	14,052
Fund Balance at Beginning of Year	1,474,226	1,803,908	474,030	2,893
Increase (Decrease) in Inventory	0	8,895	0	0
Fund Balance End of Year	<u>\$ 2,017,656</u>	<u>\$ 2,611,867</u>	<u>\$ 56,942</u>	<u>\$ 16,945</u>

(Continued)

CITY OF HAMILTON, OHIO

***Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2013***

	Parking	Golf Course	Community Development Block Grant	Total Nonmajor Special Revenue Funds
Revenues:				
Income Taxes	\$ 0	\$ 0	\$ 0	\$ 2,828,105
Property and Other Local Taxes	0	0	0	2,402,173
Intergovernmental Revenues	0	0	2,035,808	7,897,797
Charges for Services	282,946	1,086,046	0	7,449,772
Licenses and Permits	0	0	0	364,917
Investment Earnings	(746)	(243)	310	(38,307)
Fines and Forfeitures	0	0	0	270,205
All Other Revenue	7,302	6,961	198,710	331,431
Total Revenue	289,502	1,092,764	2,234,828	21,506,093
Expenditures:				
Current:				
General Government	0	0	0	234,764
Security of Persons and Property	0	0	0	5,994,877
Leisure Time Activities	0	1,618,287	0	1,618,287
Community Environment	0	0	2,166,579	4,081,507
Basic Utility Services	0	0	0	5,379,660
Transportation	270,433	0	0	3,496,658
Public Health and Welfare Services	0	0	0	105,894
Debt Service:				
Principal Retirement	30,000	0	0	30,000
Interest and Fiscal Charges	24,494	5,361	0	29,855
Total Expenditures	324,927	1,623,648	2,166,579	20,971,502
Excess (Deficiency) of Revenues Over (Under) Expenditures	(35,425)	(530,884)	68,249	534,591
Other Financing Sources (Uses):				
Sale of Capital Assets	0	0	0	12,531
Transfers In	54,494	120,511	0	296,353
Total Other Financing Sources (Uses)	54,494	120,511	0	308,884
Net Change in Fund Balance	19,069	(410,373)	68,249	843,475
Fund Balance at Beginning of Year	244,593	172,673	193,770	8,890,272
Increase (Decrease) in Inventory	0	(1,852)	0	7,043
Fund Balance End of Year	\$ 263,662	\$ (239,552)	\$ 262,019	\$ 9,740,790

CITY OF HAMILTON, OHIO

**Combining Balance Sheet
Nonmajor Capital Projects Funds
December 31, 2013**

	Hamilton Capital Improvement	Special Assessment	MITIE	Clean Ohio Grants Program
Assets:				
Equity in Pooled Cash and Investments	\$ 1,936,248	\$ 631,343	\$ 62	\$ 62,042
Cash with Fiscal Agent	7,000,000	0	0	0
Receivables:				
Taxes	505,700	0	712,302	0
Total Assets	<u>\$ 9,441,948</u>	<u>\$ 631,343</u>	<u>\$ 712,364</u>	<u>\$ 62,042</u>
Liabilities:				
Accounts Payable	\$ 140,892	\$ 0	\$ 37,133	\$ 93,815
Accrued Liabilities	70,824	0	0	0
Interfund Payable	0	777,379	11,357	0
Total Liabilities	<u>211,716</u>	<u>777,379</u>	<u>48,490</u>	<u>93,815</u>
Deferred Inflows of Resources:				
Unavailable Amounts	300,342	0	139,252	0
Property Tax Levy for Next Fiscal Year	0	0	573,050	0
Total Deferred Inflows of Resources	<u>300,342</u>	<u>0</u>	<u>712,302</u>	<u>0</u>
Fund Balance:				
Restricted	8,929,890	0	0	0
Assigned	0	0	0	0
Unassigned	0	(146,036)	(48,428)	(31,773)
Total Fund Balance	<u>8,929,890</u>	<u>(146,036)</u>	<u>(48,428)</u>	<u>(31,773)</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balance	<u>\$ 9,441,948</u>	<u>\$ 631,343</u>	<u>\$ 712,364</u>	<u>\$ 62,042</u>

(Continued)

CITY OF HAMILTON, OHIO

**Combining Balance Sheet
Nonmajor Capital Projects Funds
December 31, 2013**

	Infrastructure Program	Total Nonmajor Capital Projects Funds
Assets:		
Equity in Pooled Cash and Investments	\$ 1,922,848	\$ 4,552,543
Cash with Fiscal Agent	0	7,000,000
Receivables:		
Taxes	0	1,218,002
Total Assets	<u>\$ 1,922,848</u>	<u>\$ 12,770,545</u>
Liabilities:		
Accounts Payable	\$ 117,354	\$ 389,194
Accrued Liabilities	0	70,824
Interfund Payable	0	788,736
Total Liabilities	<u>117,354</u>	<u>1,248,754</u>
Deferred Inflows of Resources:		
Unavailable Amounts	0	439,594
Property Tax Levy for Next Fiscal Year	0	573,050
Total Deferred Inflows of Resources	<u>0</u>	<u>1,012,644</u>
Fund Balance:		
Restricted	0	8,929,890
Assigned	1,805,494	1,805,494
Unassigned	0	(226,237)
Total Fund Balance	<u>1,805,494</u>	<u>10,509,147</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balance	<u>\$ 1,922,848</u>	<u>\$ 12,770,545</u>

CITY OF HAMILTON, OHIO

***Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2013***

	Hamilton Capital Improvement	Special Assessment	MITIE	Issue II Projects
Revenues:				
Income Taxes	\$ 2,262,483	\$ 0	\$ 172,286	\$ 0
Property and Other Local Taxes	0	0	573,051	0
Intergovernmental Revenues	0	0	0	819,014
Investment Earnings	(10,647)	(3,482)	61	0
Special Assessments	0	168,997	0	0
All Other Revenue	17,865	0	0	0
Total Revenue	<u>2,269,701</u>	<u>165,515</u>	<u>745,398</u>	<u>819,014</u>
Expenditures:				
Capital Outlay	734,284	278,822	433,401	819,014
Total Expenditures	<u>734,284</u>	<u>278,822</u>	<u>433,401</u>	<u>819,014</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,535,417	(113,307)	311,997	0
Other Financing Sources (Uses):				
Sale of Capital Assets	50,160	0	0	0
Loan Issuance	9,352,000	0	0	0
Transfers In	0	403,573	34,956	0
Transfers Out	(4,063,835)	0	(402,617)	0
Total Other Financing Sources (Uses)	<u>5,338,325</u>	<u>403,573</u>	<u>(367,661)</u>	<u>0</u>
Net Change in Fund Balance	6,873,742	290,266	(55,664)	0
Fund Balance at Beginning of Year	<u>2,056,148</u>	<u>(436,302)</u>	<u>7,236</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 8,929,890</u>	<u>\$ (146,036)</u>	<u>\$ (48,428)</u>	<u>\$ 0</u>

(Continued)

CITY OF HAMILTON, OHIO

***Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2013***

	Clean Ohio Grants Program	Infrastructure Program	Total Nonmajor Capital Project Funds
Revenues:			
Income Taxes	\$ 0	\$ 0	\$ 2,434,769
Property and Other Local Taxes	0	0	573,051
Intergovernmental Revenues	1,202,828	754,733	2,776,575
Investment Earnings	0	(10,637)	(24,705)
Special Assessments	0	0	168,997
All Other Revenue	0	241,723	259,588
Total Revenue	<u>1,202,828</u>	<u>985,819</u>	<u>6,188,275</u>
Expenditures:			
Capital Outlay	<u>1,172,060</u>	<u>2,631,605</u>	<u>6,069,186</u>
Total Expenditures	<u>1,172,060</u>	<u>2,631,605</u>	<u>6,069,186</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	30,768	(1,645,786)	119,089
Other Financing Sources (Uses):			
Sale of Capital Assets	0	0	50,160
Loan Issuance	0	148,000	9,500,000
Transfers In	0	1,111,659	1,550,188
Transfers Out	0	(271,606)	(4,738,058)
Total Other Financing Sources (Uses)	<u>0</u>	<u>988,053</u>	<u>6,362,290</u>
Net Change in Fund Balance	30,768	(657,733)	6,481,379
Fund Balance at Beginning of Year	<u>(62,541)</u>	<u>2,463,227</u>	<u>4,027,768</u>
Fund Balance End of Year	<u>\$ (31,773)</u>	<u>\$ 1,805,494</u>	<u>\$ 10,509,147</u>

CITY OF HAMILTON, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
General Fund
For the Year Ended December 31, 2013***

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Income Taxes	\$ 16,375,250	\$ 16,836,500	\$ 16,953,737	\$ 117,237
Property and Other Local Taxes	5,448,000	5,448,000	5,309,884	(138,116)
Intergovernmental Revenues	2,079,309	2,868,174	2,853,309	(14,865)
Charges for Services	13,601,923	13,442,184	12,709,689	(732,495)
Licenses and Permits	496,124	537,124	570,927	33,803
Investment Earnings	59,517	59,517	53,862	(5,655)
Fines and Forfeitures	700,746	565,746	551,661	(14,085)
All Other Revenue	354,157	380,157	305,366	(74,791)
Total Revenues	<u>39,115,026</u>	<u>40,137,402</u>	<u>39,308,435</u>	<u>(828,967)</u>
Expenditures:				
Security of Persons and Property:				
Municipal Court:				
Personal Services	1,251,503	1,269,103	1,245,040	24,063
Other Expenditures	291,864	300,303	234,321	65,982
Total Municipal Court	<u>1,543,367</u>	<u>1,569,406</u>	<u>1,479,361</u>	<u>90,045</u>
Police:				
Personal Services	11,417,594	11,476,684	11,225,241	251,443
Other Expenditures	1,239,176	1,253,434	1,112,724	140,710
Total Police	<u>12,656,770</u>	<u>12,730,118</u>	<u>12,337,965</u>	<u>392,153</u>
Civilian Dispatch:				
Personal Services	1,274,726	1,214,526	1,110,603	103,923
Other Expenditures	109,872	175,025	169,461	5,564
Total Civilian Dispatch	<u>1,384,598</u>	<u>1,389,551</u>	<u>1,280,064</u>	<u>109,487</u>
Building Maintenance - Criminal Justice:				
Other Expenditures	175,945	169,587	153,688	15,899
Total Building Maintenance - Criminal Justice	<u>175,945</u>	<u>169,587</u>	<u>153,688</u>	<u>15,899</u>
Corrections:				
Personal Services	567,434	573,619	541,046	32,573
Other Expenditures	23,000	23,300	9,627	13,673
Total Corrections	<u>590,434</u>	<u>596,919</u>	<u>550,673</u>	<u>46,246</u>

(Continued)

CITY OF HAMILTON, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
General Fund
For the Year Ended December 31, 2013***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Police - Safe Neighborhood:				
Personal Services	16,236	16,236	3,193	13,043
Other Expenditures	<u>1,455</u>	<u>1,455</u>	<u>0</u>	<u>1,455</u>
Total Police - Safe Neighborhood	17,691	17,691	3,193	14,498
Fire:				
Personal Services	8,285,453	8,482,974	8,347,073	135,901
Other Expenditures	<u>715,400</u>	<u>628,077</u>	<u>612,184</u>	<u>15,893</u>
Total Fire	9,000,853	9,111,051	8,959,257	151,794
Fire - Building:				
Other Expenditures	<u>176,000</u>	<u>169,356</u>	<u>149,672</u>	<u>19,684</u>
Total Fire - Building	176,000	169,356	149,672	19,684
Fire - Paramedics:				
Personal Services	2,004,926	2,291,722	2,272,151	19,571
Other Expenditures	<u>203,675</u>	<u>221,157</u>	<u>215,633</u>	<u>5,524</u>
Total Fire - Paramedics	<u>2,208,601</u>	<u>2,512,879</u>	<u>2,487,784</u>	<u>25,095</u>
Total Security of Persons and Property	<u>27,754,259</u>	<u>28,266,558</u>	<u>27,401,657</u>	<u>864,901</u>
Public Health and Welfare Services:				
Health:				
Personal Services	745,234	758,499	686,832	71,667
Other Expenditures	<u>336,094</u>	<u>364,259</u>	<u>300,050</u>	<u>64,209</u>
Total Health	<u>1,081,328</u>	<u>1,122,758</u>	<u>986,882</u>	<u>135,876</u>
Total Public Health and Welfare Services	<u>1,081,328</u>	<u>1,122,758</u>	<u>986,882</u>	<u>135,876</u>
Leisure Time Activities:				
Parks and Playgrounds Maintenance:				
Personal Services	511,896	487,296	448,205	39,091
Other Expenditures	<u>477,953</u>	<u>520,042</u>	<u>500,539</u>	<u>19,503</u>
Total Parks and Playgrounds Maintenance	989,849	1,007,338	948,744	58,594

(Continued)

CITY OF HAMILTON, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
General Fund
For the Year Ended December 31, 2013***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Community Center:				
Other Expenditures	93,280	154,261	124,476	29,785
Total Community Center	<u>93,280</u>	<u>154,261</u>	<u>124,476</u>	<u>29,785</u>
Colligan:				
Personal Services	31,513	35,113	34,867	246
Other Expenditures	18,682	18,950	19,224	(274)
Total Colligan	<u>50,195</u>	<u>54,063</u>	<u>54,091</u>	<u>(28)</u>
Total Leisure Time Activities	<u>1,133,324</u>	<u>1,215,662</u>	<u>1,127,311</u>	<u>88,351</u>
Community Environment:				
Construction Services:				
Personal Services	503,566	506,126	450,650	55,476
Other Expenditures	33,339	33,571	31,450	2,121
Total Construction Services	<u>536,905</u>	<u>539,697</u>	<u>482,100</u>	<u>57,597</u>
Department of Planning:				
Personal Services	417,295	420,715	418,265	2,450
Other Expenditures	46,250	87,098	43,940	43,158
Total Department of Planning	<u>463,545</u>	<u>507,813</u>	<u>462,205</u>	<u>45,608</u>
CDBG:				
Other Expenditures	100,000	100,000	17,735	82,265
Total CDBG	<u>100,000</u>	<u>100,000</u>	<u>17,735</u>	<u>82,265</u>
Fair Housing:				
Personal Services	14,980	14,410	12,931	1,479
Other Expenditures	1,850	1,850	0	1,850
Total Fair Housing	<u>16,830</u>	<u>16,260</u>	<u>12,931</u>	<u>3,329</u>
Total Community Environment	<u>1,117,280</u>	<u>1,163,770</u>	<u>974,971</u>	<u>188,799</u>

(Continued)

CITY OF HAMILTON, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
General Fund
For the Year Ended December 31, 2013***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Basic Utility Services:				
Public Works - Administration:				
Personal Services	196,248	201,768	198,341	3,427
Other Expenditures	9,500	9,519	2,451	7,068
Total Public Works - Administration	<u>205,748</u>	<u>211,287</u>	<u>200,792</u>	10,495
Engineering:				
Personal Services	418,503	415,495	332,973	82,522
Other Expenditures	82,560	89,241	35,393	53,848
Total Engineering	<u>501,063</u>	<u>504,736</u>	<u>368,366</u>	136,370
Public Works - Maintenance:				
Personal Services	478,008	496,268	487,059	9,209
Other Expenditures	129,050	137,749	125,366	12,383
Total Public Works - Maintenance	<u>607,058</u>	<u>634,017</u>	<u>612,425</u>	21,592
Total Basic Utility Services	<u>1,313,869</u>	<u>1,350,040</u>	<u>1,181,583</u>	168,457
General Government:				
City Council:				
Personal Services	74,864	86,064	83,301	2,763
Other Expenditures	10,640	10,950	6,921	4,029
Total City Council	<u>85,504</u>	<u>97,014</u>	<u>90,222</u>	6,792
City Clerk:				
Personal Services	98,727	99,267	80,346	18,921
Other Expenditures	15,180	16,255	14,319	1,936
Total City Clerk	<u>113,907</u>	<u>115,522</u>	<u>94,665</u>	20,857
City Manager:				
Personal Services	370,978	390,094	388,492	1,602
Other Expenditures	25,490	25,787	22,616	3,171
Total City Manager	<u>396,468</u>	<u>415,881</u>	<u>411,108</u>	4,773

(Continued)

CITY OF HAMILTON, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
General Fund
For the Year Ended December 31, 2013***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Finance - Cashiers:				
Personal Services	174,855	181,655	165,479	16,176
Other Expenditures	17,250	17,250	6,909	10,341
Total Finance - Cashiers	<u>192,105</u>	<u>198,905</u>	<u>172,388</u>	<u>26,517</u>
Department of Law:				
Personal Services	451,801	496,277	454,846	41,431
Other Expenditures	51,875	52,109	40,402	11,707
Total Department of Law	<u>503,676</u>	<u>548,386</u>	<u>495,248</u>	<u>53,138</u>
Department of Civil Service:				
Personal Services	290,052	293,852	253,204	40,648
Other Expenditures	17,200	17,338	13,843	3,495
Total Department of Civil Service	<u>307,252</u>	<u>311,190</u>	<u>267,047</u>	<u>44,143</u>
Finance - Administration:				
Personal Services	1,274,425	1,263,025	1,135,415	127,610
Other Expenditures	51,800	158,749	129,087	29,662
Total Finance - Administration	<u>1,326,225</u>	<u>1,421,774</u>	<u>1,264,502</u>	<u>157,272</u>
Finance - Purchasing:				
Personal Services	231,009	234,209	210,828	23,381
Other Expenditures	8,445	9,423	6,374	3,049
Total Finance - Purchasing	<u>239,454</u>	<u>243,632</u>	<u>217,202</u>	<u>26,430</u>
Finance - Building Services:				
Personal Services	124,674	121,174	78,514	42,660
Other Expenditures	251,120	258,967	230,808	28,159
Total Finance - Building Services	<u>375,794</u>	<u>380,141</u>	<u>309,322</u>	<u>70,819</u>

(Continued)

CITY OF HAMILTON, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
General Fund
For the Year Ended December 31, 2013***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Finance - Income Tax:				
Personal Services	835,714	849,520	829,380	20,140
Other Expenditures	241,500	258,302	208,281	50,021
Total Finance - Income Tax	<u>1,077,214</u>	<u>1,107,822</u>	<u>1,037,661</u>	<u>70,161</u>
Special Appropriations - General:				
Personal Services	300,000	200,000	32,359	167,641
Other Expenditures	2,686,924	4,785,628	4,260,901	524,727
Total Special Appropriations - General	<u>2,986,924</u>	<u>4,985,628</u>	<u>4,293,260</u>	<u>692,368</u>
Special Appropriations:				
Personal Services	47,000	77,000	61,154	15,846
Other Expenditures	735,500	852,492	597,667	254,825
Total Special Appropriations	<u>782,500</u>	<u>929,492</u>	<u>658,821</u>	<u>270,671</u>
Total General Government	<u>8,387,023</u>	<u>10,755,387</u>	<u>9,311,446</u>	<u>1,443,941</u>
Total Expenditures	<u>40,787,083</u>	<u>43,874,175</u>	<u>40,983,850</u>	<u>2,890,325</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,672,057)	(3,736,773)	(1,675,415)	2,061,358
Other Financing Sources (Uses):				
Sale of Capital Assets	1,000	1,000	53,161	52,161
Transfers In	91,000	2,443,000	2,438,143	(4,857)
Transfers Out	(1,212,500)	(1,034,644)	(916,533)	118,111
Advances In	53,193	108,150	108,150	0
Advances Out	(50,000)	(238,000)	0	238,000
Total Other Financing Sources (Uses)	<u>(1,117,307)</u>	<u>1,279,506</u>	<u>1,682,921</u>	<u>403,415</u>
Net Change in Fund Balance	(2,789,364)	(2,457,267)	7,506	2,464,773
Fund Balance at Beginning of Year	8,559,092	8,559,092	8,559,092	0
Prior Year Encumbrances	640,032	640,032	640,032	0
Fund Balance at End of Year	<u>\$ 6,409,760</u>	<u>\$ 6,741,857</u>	<u>\$ 9,206,630</u>	<u>\$ 2,464,773</u>

CITY OF HAMILTON, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2013***

ONE RENAISSANCE CENTER FUND				
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Charges for Services	\$ 2,160,750	\$ 2,160,750	\$ 2,160,749	\$ (1)
Total Revenues	<u>2,160,750</u>	<u>2,160,750</u>	<u>2,160,749</u>	<u>(1)</u>
Expenditures:				
General Government:				
Other Expenditures	717,412	723,380	643,387	79,993
Total Expenditures	<u>717,412</u>	<u>723,380</u>	<u>643,387</u>	<u>79,993</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,443,338	1,437,370	1,517,362	79,992
Other Financing Sources (Uses):				
Transfers Out	(1,442,500)	(1,442,500)	(1,442,250)	250
Total Other Financing Sources (Uses)	<u>(1,442,500)</u>	<u>(1,442,500)</u>	<u>(1,442,250)</u>	<u>250</u>
Net Change in Fund Balance	838	(5,130)	75,112	80,242
Fund Balance at Beginning of Year	720,277	720,277	720,277	0
Prior Year Encumbrances	31,030	31,030	31,030	0
Fund Balance at End of Year	<u>\$ 752,145</u>	<u>\$ 746,177</u>	<u>\$ 826,419</u>	<u>\$ 80,242</u>

CITY OF HAMILTON, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2013***

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental Revenues	\$ 173,570	\$ 229,334	\$ 229,334	\$ 0
Total Revenues	173,570	229,334	229,334	0
Expenditures:				
General Government:				
Personal Services	173,569	229,330	229,332	(2)
Other Expenditures	0	0	5,134	(5,134)
Total Expenditures	173,569	229,330	234,466	(5,136)
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	1	4	(5,132)	(5,136)
Fund Balance at Beginning of Year	5,132	5,132	5,132	0
Fund Balance at End of Year	\$ 5,133	\$ 5,136	\$ 0	\$ (5,136)

CITY OF HAMILTON, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2013***

MUNICIPAL COURT IMPROVEMENT FUND

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Charges for Services	\$ 117,600	\$ 117,600	\$ 88,351	\$ (29,249)
Fines and Forfeitures	100,143	100,143	69,317	(30,826)
Total Revenues	217,743	217,743	157,668	(60,075)
Expenditures:				
Security of Persons and Property:				
Personal Services	69,903	71,403	66,257	5,146
Other Expenditures	137,737	137,037	128,239	8,798
Total Expenditures	207,640	208,440	194,496	13,944
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	10,103	9,303	(36,828)	(46,131)
Fund Balance at Beginning of Year	264,205	264,205	264,205	0
Fund Balance at End of Year	\$ 274,308	\$ 273,508	\$ 227,377	\$ (46,131)

CITY OF HAMILTON, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2013***

PUBLIC SAFETY/HEALTH INCOME TAX FUND				Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>(Negative)</u>
Revenues:				
Income Taxes	\$ 2,693,750	\$ 2,693,750	\$ 2,844,699	\$ 150,949
Total Revenues	<u>2,693,750</u>	<u>2,693,750</u>	<u>2,844,699</u>	<u>150,949</u>
Expenditures:				
Security of Persons and Property:				
Other Expenditures	<u>2,693,750</u>	<u>2,700,000</u>	<u>2,695,172</u>	<u>4,828</u>
Total Expenditures	<u>2,693,750</u>	<u>2,700,000</u>	<u>2,695,172</u>	<u>4,828</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	(6,250)	149,527	155,777
Fund Balance at Beginning of Year	<u>622,363</u>	<u>622,363</u>	<u>622,363</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 622,363</u>	<u>\$ 616,113</u>	<u>\$ 771,890</u>	<u>\$ 155,777</u>

CITY OF HAMILTON, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2013***

DISPUTE RESOLUTION PROCEEDS FUND				Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	
Revenues:				
Charges for Services	\$ 8,770	\$ 8,770	\$ 7,287	\$ (1,483)
Total Revenues	<u>8,770</u>	<u>8,770</u>	<u>7,287</u>	<u>(1,483)</u>
Expenditures:				
General Government:				
Personal Services	48,616	48,616	695	47,921
Other Expenditures	<u>2,000</u>	<u>2,000</u>	<u>0</u>	<u>2,000</u>
Total Expenditures	<u>50,616</u>	<u>50,616</u>	<u>695</u>	<u>49,921</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(41,846)	(41,846)	6,592	48,438
Fund Balance at Beginning of Year	<u>77,395</u>	<u>77,395</u>	<u>77,395</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 35,549</u>	<u>\$ 35,549</u>	<u>\$ 83,987</u>	<u>\$ 48,438</u>

CITY OF HAMILTON, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2013***

SAFETY SERVICES FUND				Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	
Revenues:				
Property and Other Local Taxes	\$ 720,000	\$ 720,000	\$ 704,386	\$ (15,614)
Intergovernmental Revenues	162,666	165,296	174,503	9,207
Charges for Services	79,000	89,000	81,883	(7,117)
Fines and Forfeitures	222,550	222,550	200,888	(21,662)
All Other Revenue	24,300	29,800	23,699	(6,101)
Total Revenues	<u>1,208,516</u>	<u>1,226,646</u>	<u>1,185,359</u>	<u>(41,287)</u>
Expenditures:				
Security of Persons and Property:				
Personal Services	220,142	229,084	221,375	7,709
Other Expenditures	1,045,166	1,095,693	1,033,136	62,557
Total Expenditures	<u>1,265,308</u>	<u>1,324,777</u>	<u>1,254,511</u>	<u>70,266</u>
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	(56,792)	(98,131)	(69,152)	28,979
Other Financing Sources (Uses):				
Sale of Capital Assets	0	13,000	12,050	(950)
Transfers In	105,000	105,000	105,000	0
Advances Out	0	(36,000)	(36,000)	0
Total Other Financing Sources (Uses)	<u>105,000</u>	<u>82,000</u>	<u>81,050</u>	<u>(950)</u>
Net Change in Fund Balance	48,208	(16,131)	11,898	28,029
Fund Balance at Beginning of Year	687,635	687,635	687,635	0
Prior Year Encumbrances	45,970	45,970	45,970	0
Fund Balance at End of Year	<u>\$ 781,813</u>	<u>\$ 717,474</u>	<u>\$ 745,503</u>	<u>\$ 28,029</u>

CITY OF HAMILTON, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2013***

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Property and Other Local Taxes	\$ 210,000	\$ 210,000	\$ 216,488	\$ 6,488
Intergovernmental Revenues	30,000	39,000	35,301	(3,699)
Total Revenues	240,000	249,000	251,789	2,789
Expenditures:				
Security of Persons and Property:				
Other Expenditures	240,000	240,000	240,000	0
Total Expenditures	240,000	240,000	240,000	0
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	9,000	11,789	2,789
Fund Balance at Beginning of Year	115,255	115,255	115,255	0
Fund Balance at End of Year	\$ 115,255	\$ 124,255	\$ 127,044	\$ 2,789

CITY OF HAMILTON, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2013***

	POLICE LEVY FUND			Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	
Revenues:				
Property and Other Local Taxes	\$ 645,000	\$ 645,000	\$ 632,404	\$ (12,596)
Intergovernmental Revenues	<u>85,000</u>	<u>85,000</u>	<u>93,547</u>	<u>8,547</u>
Total Revenues	<u>730,000</u>	<u>730,000</u>	<u>725,951</u>	<u>(4,049)</u>
Expenditures:				
Security of Persons and Property:				
Other Expenditures	<u>730,000</u>	<u>730,000</u>	<u>730,000</u>	<u>0</u>
Total Expenditures	<u>730,000</u>	<u>730,000</u>	<u>730,000</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	0	(4,049)	(4,049)
Fund Balance at Beginning of Year	<u>240,509</u>	<u>240,509</u>	<u>240,509</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 240,509</u>	<u>\$ 240,509</u>	<u>\$ 236,460</u>	<u>\$ (4,049)</u>

CITY OF HAMILTON, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2013***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Property and Other Local Taxes	\$ 210,000	\$ 210,000	\$ 216,491	\$ 6,491
Intergovernmental Revenues	<u>30,000</u>	<u>36,000</u>	<u>32,762</u>	<u>(3,238)</u>
Total Revenues	<u>240,000</u>	<u>246,000</u>	<u>249,253</u>	<u>3,253</u>
Expenditures:				
Security of Persons and Property:				
Other Expenditures	<u>240,000</u>	<u>240,000</u>	<u>240,000</u>	<u>0</u>
Total Expenditures	<u>240,000</u>	<u>240,000</u>	<u>240,000</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	6,000	9,253	3,253
Fund Balance at Beginning of Year	<u>113,707</u>	<u>113,707</u>	<u>113,707</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 113,707</u>	<u>\$ 119,707</u>	<u>\$ 122,960</u>	<u>\$ 3,253</u>

CITY OF HAMILTON, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2013***

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental Revenues	\$ 4,500	\$ 4,500	\$ 4,500	\$ 0
Total Revenues	4,500	4,500	4,500	0
Expenditures:				
Security of Persons and Property:				
Other Expenditures	9,500	15,417	14,995	422
Total Expenditures	9,500	15,417	14,995	422
Excess (Deficiency) of Revenues Over (Under) Expenditures	(5,000)	(10,917)	(10,495)	422
Other Financing Sources (Uses):				
Transfers In	0	4,644	4,222	(422)
Total Other Financing Sources (Uses)	0	4,644	4,222	(422)
Net Change in Fund Balance	(5,000)	(6,273)	(6,273)	0
Fund Balance at Beginning of Year	6,273	6,273	6,273	0
Fund Balance at End of Year	\$ 1,273	\$ 0	\$ 0	\$ 0

CITY OF HAMILTON, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2013***

FIRE EMS LEVY FUND

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Property and Other Local Taxes	\$ 645,000	\$ 645,000	\$ 632,404	\$ (12,596)
Intergovernmental Revenues	85,000	85,000	93,547	8,547
Total Revenues	730,000	730,000	725,951	(4,049)
Expenditures:				
Security of Persons and Property:				
Other Expenditures	730,000	730,000	730,000	0
Total Expenditures	730,000	730,000	730,000	0
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	0	(4,049)	(4,049)
Fund Balance at Beginning of Year	257,205	257,205	257,205	0
Fund Balance at End of Year	\$ 257,205	\$ 257,205	\$ 253,156	\$ (4,049)

CITY OF HAMILTON, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2013***

PUBLIC HEALTH CARE SERVICES FUND				Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	
Revenues:				
Intergovernmental Revenues	\$ 118,375	\$ 118,375	\$ 108,289	\$ (10,086)
Investment Earnings	10	10	6	(4)
All Other Revenue	370	470	443	(27)
Total Revenues	<u>118,755</u>	<u>118,855</u>	<u>108,738</u>	<u>(10,117)</u>
Expenditures:				
Public Health and Welfare Services:				
Personal Services	83,779	83,779	68,394	15,385
Other Expenditures	34,866	40,119	39,966	153
Total Expenditures	<u>118,645</u>	<u>123,898</u>	<u>108,360</u>	<u>15,538</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	110	(5,043)	378	5,421
Fund Balance at Beginning of Year	195,390	195,390	195,390	0
Prior Year Encumbrances	5,274	5,274	5,274	0
Fund Balance at End of Year	<u>\$ 200,774</u>	<u>\$ 195,621</u>	<u>\$ 201,042</u>	<u>\$ 5,421</u>

CITY OF HAMILTON, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2013***

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Investment Earnings	\$ 130	\$ 130	\$ 129	\$ (1)
Total Revenues	130	130	129	(1)
Expenditures:				
Community Environment:				
Other Expenditures	0	57,000	52,856	4,144
Total Expenditures	0	57,000	52,856	4,144
Excess (Deficiency) of Revenues Over (Under) Expenditures	130	(56,870)	(52,727)	4,143
Fund Balance at Beginning of Year	57,258	57,258	57,258	0
Fund Balance at End of Year	\$ 57,388	\$ 388	\$ 4,531	\$ 4,143

CITY OF HAMILTON, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2013***

STORMWATER MANAGEMENT FUND				Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>(Negative)</u>
Revenues:				
Charges for Services	\$ 2,100,000	\$ 2,175,000	\$ 2,154,403	\$ (20,597)
Investment Earnings	11,000	11,000	3,934	(7,066)
All Other Revenue	17,000	17,000	19,678	2,678
Total Revenues	<u>2,128,000</u>	<u>2,203,000</u>	<u>2,178,015</u>	<u>(24,985)</u>
Expenditures:				
Basic Utility Services:				
Personal Services	906,850	918,700	863,493	55,207
Other Expenditures	2,173,547	2,350,260	1,471,611	878,649
Total Expenditures	<u>3,080,397</u>	<u>3,268,960</u>	<u>2,335,104</u>	<u>933,856</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(952,397)	(1,065,960)	(157,089)	908,871
Fund Balance at Beginning of Year	1,182,461	1,182,461	1,182,461	0
Prior Year Encumbrances	314,988	314,988	314,988	0
Fund Balance at End of Year	<u>\$ 545,052</u>	<u>\$ 431,489</u>	<u>\$ 1,340,360</u>	<u>\$ 908,871</u>

CITY OF HAMILTON, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2013***

	REFUSE FUND			
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental Revenues	\$ 0	\$ 30,600	\$ 30,538	\$ (62)
Charges for Services	3,582,109	3,682,109	3,727,397	45,288
All Other Revenue	18,000	18,000	23,019	5,019
Total Revenues	<u>3,600,109</u>	<u>3,730,709</u>	<u>3,780,954</u>	<u>50,245</u>
Expenditures:				
Basic Utility Services:				
Personal Services	57,862	59,962	57,230	2,732
Other Expenditures	3,255,197	3,503,054	3,195,326	307,728
Total Expenditures	<u>3,313,059</u>	<u>3,563,016</u>	<u>3,252,556</u>	<u>310,460</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	287,050	167,693	528,398	360,705
Fund Balance at Beginning of Year	1,324,160	1,324,160	1,324,160	0
Prior Year Encumbrances	7,696	7,696	7,696	0
Fund Balance at End of Year	<u>\$ 1,618,906</u>	<u>\$ 1,499,549</u>	<u>\$ 1,860,254</u>	<u>\$ 360,705</u>

CITY OF HAMILTON, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2013***

STREET MAINTENANCE FUND

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental Revenues	\$ 2,785,000	\$ 3,809,500	\$ 3,624,381	\$ (185,119)
Licenses and Permits	360,000	360,000	364,917	4,917
Investment Earnings	5,000	5,000	3,812	(1,188)
All Other Revenue	18,800	33,800	33,388	(412)
Total Revenues	3,168,800	4,208,300	4,026,498	(181,802)
Expenditures:				
Transportation:				
Personal Services	1,793,333	1,839,492	1,646,680	192,812
Other Expenditures	1,705,118	1,845,614	1,757,715	87,899
Total Expenditures	3,498,451	3,685,106	3,404,395	280,711
Excess (Deficiency) of Revenues Over (Under) Expenditures	(329,651)	523,194	622,103	98,909
Other Financing Sources (Uses):				
Sale of Capital Assets	0	0	481	481
Transfers Out	(425,000)	(1,449,349)	0	1,449,349
Total Other Financing Sources (Uses)	(425,000)	(1,449,349)	481	1,449,830
Net Change in Fund Balance	(754,651)	(926,155)	622,584	1,548,739
Fund Balance at Beginning of Year	1,369,022	1,369,022	1,369,022	0
Prior Year Encumbrances	241,815	241,815	241,815	0
Fund Balance at End of Year	\$ 856,186	\$ 684,682	\$ 2,233,421	\$ 1,548,739

CITY OF HAMILTON, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2013***

LAND REUTILIZATION FUND				Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	
Revenues:				
Intergovernmental Revenues	\$ 1,427,202	\$ 1,203,452	\$ 443,748	\$ (759,704)
All Other Revenue	0	8,000	8,946	946
Total Revenues	<u>1,427,202</u>	<u>1,211,452</u>	<u>452,694</u>	<u>(758,758)</u>
Expenditures:				
Community Environment:				
Other Expenditures	<u>1,727,202</u>	<u>1,683,780</u>	<u>897,668</u>	<u>786,112</u>
Total Expenditures	<u>1,727,202</u>	<u>1,683,780</u>	<u>897,668</u>	<u>786,112</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(300,000)	(472,328)	(444,974)	27,354
Other Financing Sources (Uses):				
Transfers In	300,000	125,000	12,126	(112,874)
Advances In	0	175,000	0	(175,000)
Total Other Financing Sources (Uses)	<u>300,000</u>	<u>300,000</u>	<u>12,126</u>	<u>(287,874)</u>
Net Change in Fund Balance	0	(172,328)	(432,848)	(260,520)
Fund Balance at Beginning of Year	<u>480,328</u>	<u>480,328</u>	<u>480,328</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 480,328</u>	<u>\$ 308,000</u>	<u>\$ 47,480</u>	<u>\$ (260,520)</u>

CITY OF HAMILTON, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2013***

HOME PROGRAM FUND				Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	
Revenues:				
Intergovernmental Revenues	\$ 1,741,946	\$ 2,012,820	\$ 1,009,485	\$ (1,003,335)
All Other Revenue	25,000	65,000	6,597	(58,403)
Total Revenues	<u>1,766,946</u>	<u>2,077,820</u>	<u>1,016,082</u>	<u>(1,061,738)</u>
Expenditures:				
Community Environment:				
Personal Services	38,982	36,903	19,371	17,532
Other Expenditures	1,702,964	2,015,917	982,978	1,032,939
Total Expenditures	<u>1,741,946</u>	<u>2,052,820</u>	<u>1,002,349</u>	<u>1,050,471</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	25,000	25,000	13,733	(11,267)
Fund Balance at Beginning of Year	<u>4,361</u>	<u>4,361</u>	<u>4,361</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 29,361</u>	<u>\$ 29,361</u>	<u>\$ 18,094</u>	<u>\$ (11,267)</u>

CITY OF HAMILTON, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2013***

PARKING FUND				Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	
Revenues:				
Charges for Services	\$ 342,110	\$ 300,110	\$ 304,046	\$ 3,936
Investment Earnings	2,000	2,000	627	(1,373)
All Other Revenue	17,000	17,000	7,134	(9,866)
Total Revenues	<u>361,110</u>	<u>319,110</u>	<u>311,807</u>	<u>(7,303)</u>
Expenditures:				
Transportation:				
Personal Services	109,557	162,266	159,395	2,871
Other Expenditures	130,055	151,677	149,145	2,532
Debt Service:				
Principal Retirement	30,000	30,000	30,000	0
Interest and Fiscal Charges	24,495	24,495	24,494	1
Total Expenditures	<u>294,107</u>	<u>368,438</u>	<u>363,034</u>	<u>5,404</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	67,003	(49,328)	(51,227)	(1,899)
Other Financing Sources (Uses):				
Transfers In	54,495	54,495	54,494	(1)
Total Other Financing Sources (Uses)	<u>54,495</u>	<u>54,495</u>	<u>54,494</u>	<u>(1)</u>
Net Change in Fund Balance	121,498	5,167	3,267	(1,900)
Fund Balance at Beginning of Year	66,578	66,578	66,578	0
Prior Year Encumbrances	198,523	198,523	198,523	0
Fund Balance at End of Year	<u>\$ 386,599</u>	<u>\$ 270,268</u>	<u>\$ 268,368</u>	<u>\$ (1,900)</u>

CITY OF HAMILTON, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2013***

GOLF COURSE FUND				Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	
Revenues:				
Charges for Services	\$ 1,588,550	\$ 1,588,550	\$ 1,085,819	\$ (502,731)
Investment Earnings	550	550	794	244
All Other Revenue	22,000	22,000	6,161	(15,839)
Total Revenues	<u>1,611,100</u>	<u>1,611,100</u>	<u>1,092,774</u>	<u>(518,326)</u>
Expenditures:				
Leisure Time Activities:				
Personal Services	719,067	735,667	549,148	186,519
Other Expenditures	1,239,473	1,206,894	1,155,623	51,271
Debt Service:				
Principal Retirement	98,741	116,061	20,000	96,061
Interest and Fiscal Charges	15,886	8,721	1,782	6,939
Total Expenditures	<u>2,073,167</u>	<u>2,067,343</u>	<u>1,726,553</u>	<u>340,790</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures				
	(462,067)	(456,243)	(633,779)	(177,536)
Other Financing Sources (Uses):				
General Obligation Notes Issued	422,500	475,750	475,750	0
Transfers In	21,782	124,782	21,782	(103,000)
Total Other Financing Sources (Uses)	<u>444,282</u>	<u>600,532</u>	<u>497,532</u>	<u>(103,000)</u>
Net Change in Fund Balance	(17,785)	144,289	(136,247)	(280,536)
Fund Balance at Beginning of Year	167,192	167,192	167,192	0
Prior Year Encumbrances	82,361	82,361	82,361	0
Fund Balance at End of Year	<u>\$ 231,768</u>	<u>\$ 393,842</u>	<u>\$ 113,306</u>	<u>\$ (280,536)</u>

CITY OF HAMILTON, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2013***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Intergovernmental Revenues	\$ 2,838,952	\$ 3,691,577	\$ 2,286,559	\$ (1,405,018)
Investment Earnings	1,500	1,500	310	(1,190)
All Other Revenue	135,000	333,480	198,710	(134,770)
Total Revenues	<u>2,975,452</u>	<u>4,026,557</u>	<u>2,485,579</u>	<u>(1,540,978)</u>
Expenditures:				
Community Environment:				
Personal Services	333,560	541,757	347,176	194,581
Other Expenditures	2,506,892	3,397,948	2,066,383	1,331,565
Total Expenditures	<u>2,840,452</u>	<u>3,939,705</u>	<u>2,413,559</u>	<u>1,526,146</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	135,000	86,852	72,020	(14,832)
Other Financing Sources (Uses):				
Transfers In	0	119,763	119,761	(2)
Transfers Out	0	(119,763)	(119,761)	2
Advances Out	0	(71,650)	(71,650)	0
Total Other Financing Sources (Uses)	<u>0</u>	<u>(71,650)</u>	<u>(71,650)</u>	<u>0</u>
Net Change in Fund Balance	135,000	15,202	370	(14,832)
Fund Balance at Beginning of Year	<u>268,450</u>	<u>268,450</u>	<u>268,450</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 403,450</u>	<u>\$ 283,652</u>	<u>\$ 268,820</u>	<u>\$ (14,832)</u>

CITY OF HAMILTON, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Debt Service Fund
For the Year Ended December 31, 2013**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
DEBT SERVICE FUND				
Revenues:				
Investment Earnings	\$ 3,500	\$ 3,500	\$ 2,365	\$ (1,135)
Special Assessments	550,000	550,000	499,689	(50,311)
Total Revenues	<u>553,500</u>	<u>553,500</u>	<u>502,054</u>	<u>(51,446)</u>
Expenditures:				
Debt Service:				
Principal Retirement	2,738,573	2,738,573	2,738,573	0
Interest and Fiscal Charges	1,107,193	1,157,999	1,157,308	691
Total Expenditures	<u>3,845,766</u>	<u>3,896,572</u>	<u>3,895,881</u>	<u>691</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(3,292,266)	(3,343,072)	(3,393,827)	(50,755)
Other Financing Sources (Uses):				
Transfers In	3,215,985	3,215,985	3,215,730	(255)
Total Other Financing Sources (Uses)	<u>3,215,985</u>	<u>3,215,985</u>	<u>3,215,730</u>	<u>(255)</u>
Net Change in Fund Balance	(76,281)	(127,087)	(178,097)	(51,010)
Fund Balance at Beginning of Year	<u>614,798</u>	<u>614,798</u>	<u>614,798</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 538,517</u>	<u>\$ 487,711</u>	<u>\$ 436,701</u>	<u>\$ (51,010)</u>

CITY OF HAMILTON, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2013***

HAMILTON CAPITAL IMPROVEMENT FUND				Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	
Revenues:				
Income Taxes	\$ 2,155,000	\$ 2,155,000	\$ 2,275,758	\$ 120,758
All Other Revenue	50,000	50,000	17,865	(32,135)
Total Revenues	<u>2,205,000</u>	<u>2,205,000</u>	<u>2,293,623</u>	<u>88,623</u>
Expenditures:				
Capital Outlay	1,166,645	1,622,842	776,520	846,322
Total Expenditures	<u>1,166,645</u>	<u>1,622,842</u>	<u>776,520</u>	<u>846,322</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,038,355	582,158	1,517,103	934,945
Other Financing Sources (Uses):				
Sale of Capital Assets	10,000	19,000	50,160	31,160
Loan Issuance	0	2,352,000	2,352,000	0
Transfers Out	(1,613,112)	(4,068,112)	(3,965,106)	103,006
Total Other Financing Sources (Uses)	<u>(1,603,112)</u>	<u>(1,697,112)</u>	<u>(1,562,946)</u>	<u>134,166</u>
Net Change in Fund Balance	(564,757)	(1,114,954)	(45,843)	1,069,111
Fund Balance at Beginning of Year	1,806,693	1,806,693	1,806,693	0
Prior Year Encumbrances	125,371	125,371	125,371	0
Fund Balance at End of Year	<u>\$ 1,367,307</u>	<u>\$ 817,110</u>	<u>\$ 1,886,221</u>	<u>\$ 1,069,111</u>

CITY OF HAMILTON, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2013***

SPECIAL ASSESSMENT FUND				
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Special Assessments	\$ 250,000	\$ 250,000	\$ 168,997	\$ (81,003)
Total Revenues	<u>250,000</u>	<u>250,000</u>	<u>168,997</u>	<u>(81,003)</u>
Expenditures:				
Capital Outlay	775,750	776,750	278,822	497,928
Total Expenditures	<u>775,750</u>	<u>776,750</u>	<u>278,822</u>	<u>497,928</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(525,750)	(526,750)	(109,825)	416,925
Other Financing Sources (Uses):				
General Obligation Notes Issued	450,000	450,000	0	(450,000)
Total Other Financing Sources (Uses)	<u>450,000</u>	<u>450,000</u>	<u>0</u>	<u>(450,000)</u>
Net Change in Fund Balance	(75,750)	(76,750)	(109,825)	(33,075)
Fund Balance at Beginning of Year	734,133	734,133	734,133	0
Prior Year Encumbrances	<u>10,450</u>	<u>10,450</u>	<u>10,450</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 668,833</u>	<u>\$ 667,833</u>	<u>\$ 634,758</u>	<u>\$ (33,075)</u>

CITY OF HAMILTON, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2013**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
MUNICIPAL IMPROVEMENT TAX INCREMENT EQUIVALENT FUND				
Revenues:				
Income Taxes	\$ 182,000	\$ 182,000	\$ 172,286	\$ (9,714)
Property and Other Local Taxes	1,094,337	755,065	573,051	(182,014)
Total Revenues	1,276,337	937,065	745,337	(191,728)
Expenditures:				
Capital Outlay	727,928	496,857	442,550	54,307
Total Expenditures	727,928	496,857	442,550	54,307
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	548,409	440,208	302,787	(137,421)
Other Financing Sources (Uses):				
Transfers In	0	150,000	34,956	(115,044)
Transfers Out	(548,409)	(440,178)	(402,617)	37,561
Total Other Financing Sources (Uses)	(548,409)	(290,178)	(367,661)	(77,483)
Net Change in Fund Balance	0	150,030	(64,874)	(214,904)
Fund Balance at Beginning of Year	7,235	7,235	7,235	0
Fund Balance at End of Year	\$ 7,235	\$ 157,265	\$ (57,639)	\$ (214,904)

CITY OF HAMILTON, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2013***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental Revenues	\$ 1,840,000	\$ 1,840,000	\$ 819,014	\$ (1,020,986)
Total Revenues	<u>1,840,000</u>	<u>1,840,000</u>	<u>819,014</u>	<u>(1,020,986)</u>
Expenditures:				
Capital Outlay	1,840,000	1,840,000	819,014	1,020,986
Total Expenditures	<u>1,840,000</u>	<u>1,840,000</u>	<u>819,014</u>	<u>1,020,986</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	0	0	0
Fund Balance at Beginning of Year	0	0	0	0
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

CITY OF HAMILTON, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2013***

CLEAN OHIO GRANTS PROGRAM FUND				
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental Revenues	\$ 3,415,538	\$ 2,856,030	\$ 1,202,828	\$ (1,653,202)
Total Revenues	<u>3,415,538</u>	<u>2,856,030</u>	<u>1,202,828</u>	<u>(1,653,202)</u>
Expenditures:				
Capital Outlay	3,415,538	2,850,706	1,140,786	1,709,920
Total Expenditures	<u>3,415,538</u>	<u>2,850,706</u>	<u>1,140,786</u>	<u>1,709,920</u>
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	0	5,324	62,042	56,718
Other Financing Sources (Uses):				
Advances In	0	63,000	0	(63,000)
Advances Out	0	(500)	(500)	0
Total Other Financing Sources (Uses)	<u>0</u>	<u>62,500</u>	<u>(500)</u>	<u>(63,000)</u>
Net Change in Fund Balance	0	67,824	61,542	(6,282)
Fund Balance at Beginning of Year	33	33	33	0
Prior Year Encumbrances	<u>467</u>	<u>467</u>	<u>467</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 500</u>	<u>\$ 68,324</u>	<u>\$ 62,042</u>	<u>\$ (6,282)</u>

CITY OF HAMILTON, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2013***

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
INFRASTRUCTURE PROGRAM FUND				
Revenues:				
Intergovernmental Revenues	\$ 874,115	\$ 988,197	\$ 868,814	\$ (119,383)
All Other Revenue	0	241,723	241,723	0
Total Revenues	<u>874,115</u>	<u>1,229,920</u>	<u>1,110,537</u>	<u>(119,383)</u>
Expenditures:				
Capital Outlay	3,491,223	3,972,023	3,453,031	518,992
Total Expenditures	<u>3,491,223</u>	<u>3,972,023</u>	<u>3,453,031</u>	<u>518,992</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,617,108)	(2,742,103)	(2,342,494)	399,609
Other Financing Sources (Uses):				
Loan Issuance	0	148,000	148,000	0
Transfers In	1,690,212	2,596,883	1,111,659	(1,485,224)
Transfers Out	(236,650)	(386,650)	(271,606)	115,044
Total Other Financing Sources (Uses)	<u>1,453,562</u>	<u>2,358,233</u>	<u>988,053</u>	<u>(1,370,180)</u>
Net Change in Fund Balance	(1,163,546)	(383,870)	(1,354,441)	(970,571)
Fund Balance at Beginning of Year	2,164,960	2,164,960	2,164,960	0
Prior Year Encumbrances	466,708	466,708	466,708	0
Fund Balance at End of Year	<u>\$ 1,468,122</u>	<u>\$ 2,247,798</u>	<u>\$ 1,277,227</u>	<u>\$ (970,571)</u>

CITY OF HAMILTON, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Permanent Fund
For the Year Ended December 31, 2013***

BENNINGHOFEN TRUST FUND				Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>(Negative)</u>
Revenues:				
Investment Earnings	\$ 750	\$ 750	\$ 176	\$ (574)
Total Revenues	<u>750</u>	<u>750</u>	<u>176</u>	<u>(574)</u>
Expenditures:				
General Government:				
Other Expenditures	750	750	224	526
Total Expenditures	<u>750</u>	<u>750</u>	<u>224</u>	<u>526</u>
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	0	0	(48)	(48)
Fund Balance at Beginning of Year	<u>75,048</u>	<u>75,048</u>	<u>75,048</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 75,048</u>	<u>\$ 75,048</u>	<u>\$ 75,000</u>	<u>\$ (48)</u>

Internal Service Funds

Internal Service Funds are used to account for financing goods or services provided by one activity to other activities of the City on a cost-reimbursement basis.

Fleet Maintenance Fund

To account for revenues and expenses associated with the maintenance of the City's motor transport equipment.

Central Services Fund

To account for revenues and expenses associated with interdepartmental charges for the costs of certain goods or services.

Central Benefits Fund

To account for cash reserves set aside for unemployment compensation, retirement payouts, and the worker's compensation retrospective claims program.

CITY OF HAMILTON, OHIO

***Combining Statement of Net Position
Internal Service Funds
December 31, 2013***

	Fleet Maintenance	Central Services	Central Benefits	Total
ASSETS:				
Current Assets:				
Equity in Pooled Cash and Investments	\$ 245,383	\$ 2,696	\$ 1,767,437	\$ 2,015,516
Inventory of Supplies at Cost	26,758	0	0	26,758
Total Current Assets	<u>272,141</u>	<u>2,696</u>	<u>1,767,437</u>	<u>2,042,274</u>
Noncurrent Assets:				
Capital Assets, Net	39,580	0	0	39,580
Total Assets	<u>311,721</u>	<u>2,696</u>	<u>1,767,437</u>	<u>2,081,854</u>
LIABILITIES				
Current Liabilities:				
Accounts Payable	108,592	101,787	0	210,379
Accrued Wages and Benefits	27,469	112,532	0	140,001
Intergovernmental Payable	8,291	35,113	0	43,404
Claims Payable - Current	0	0	174,522	174,522
Compensated Absences Payable - Current	59,793	169,764	0	229,557
Total Current Liabilities	<u>204,145</u>	<u>419,196</u>	<u>174,522</u>	<u>797,863</u>
Noncurrent Liabilities:				
Claims Payable	0	0	1,002,475	1,002,475
Compensated Absences Payable	97,362	230,855	0	328,217
Total Noncurrent Liabilities	<u>97,362</u>	<u>230,855</u>	<u>1,002,475</u>	<u>1,330,692</u>
Total Liabilities	<u>301,507</u>	<u>650,051</u>	<u>1,176,997</u>	<u>2,128,555</u>
NET POSITION				
Investment in Capital Assets	39,580	0	0	39,580
Unrestricted	(29,366)	(647,355)	590,440	(86,281)
Total Net Position	<u>\$ 10,214</u>	<u>\$ (647,355)</u>	<u>\$ 590,440</u>	<u>\$ (46,701)</u>

CITY OF HAMILTON, OHIO

**Combining Statement of Revenues, Expenses and Changes in Fund Net Position
Internal Service Funds
For the Year Ended December 31, 2013**

	Fleet Maintenance	Central Services	Central Benefits	Total
Operating Revenues:				
Charges for Services	\$ 2,688,904	\$ 5,376,733	\$ 639,263	\$ 8,704,900
Other Operating Revenue	7,414	0	0	7,414
Total Operating Revenues	<u>2,696,318</u>	<u>5,376,733</u>	<u>639,263</u>	<u>8,712,314</u>
Operating Expenses:				
Personal Services	841,772	3,445,736	0	4,287,508
Contractual Services	430,973	1,690,836	0	2,121,809
Materials and Supplies	1,250,069	161,523	0	1,411,592
Depreciation	10,297	0	0	10,297
Other Operating Expenses	21,736	52,965	0	74,701
Total Operating Expenses	<u>2,554,847</u>	<u>5,351,060</u>	<u>0</u>	<u>7,905,907</u>
Operating Income	141,471	25,673	639,263	806,407
Nonoperating Revenue (Expenses):				
Investment Earnings	(1,338)	(16)	(9,664)	(11,018)
Total Nonoperating Revenues (Expenses)	<u>(1,338)</u>	<u>(16)</u>	<u>(9,664)</u>	<u>(11,018)</u>
Change in Net Position	140,133	25,657	629,599	795,389
Net Position Beginning of Year	(129,919)	(673,012)	(39,159)	(842,090)
Net Position End of Year	<u>\$ 10,214</u>	<u>\$ (647,355)</u>	<u>\$ 590,440</u>	<u>\$ (46,701)</u>

CITY OF HAMILTON, OHIO

***Combining Statement of Cash Flows
Internal Service Funds
For the Year Ended December 31, 2013***

	Fleet Maintenance	Central Services	Central Benefits	Total
<u>Cash Flows from Operating Activities:</u>				
Cash Received from Customers	\$2,696,318	\$5,376,733	\$616,260	\$8,689,311
Cash Payments for Goods and Services	(1,775,317)	(1,984,688)	0	(3,760,005)
Cash Payments for Employees	(800,048)	(3,403,100)	0	(4,203,148)
Net Cash Provided (Used) by Operating Activities	<u>120,953</u>	<u>(11,055)</u>	<u>616,260</u>	<u>726,158</u>
<u>Cash Flows from Investing Activities:</u>				
Receipts of Interest	(1,338)	(16)	(9,664)	(11,018)
Net Cash Used by Investing Activities	<u>(1,338)</u>	<u>(16)</u>	<u>(9,664)</u>	<u>(11,018)</u>
Net Increase (Decrease) in Cash and Cash Equivalents	119,615	(11,071)	606,596	715,140
Cash and Cash Equivalents at Beginning of Year	125,768	13,767	1,160,841	1,300,376
Cash and Cash Equivalents at End of Year	<u>\$245,383</u>	<u>\$2,696</u>	<u>\$1,767,437</u>	<u>\$2,015,516</u>
 <u>Reconciliation of Operating Income to Net Cash</u>				
<u>Provided (Used) by Operating Activities:</u>				
Operating Income	\$141,471	\$25,673	\$639,263	\$806,407
Adjustments to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities				
Depreciation Expense	10,297	0	0	10,297
Changes in Assets and Liabilities:				
Decrease in Inventory	8,563	0	0	8,563
Decrease in Accounts Payable	(79,540)	(81,041)	0	(160,581)
Increase in Accrued Wages and Benefits	2,110	16,715	0	18,825
Decrease in Intergovernmental Payable	(1,107)	(8,048)	0	(9,155)
Decrease in Claims Liability	0	0	(23,003)	(23,003)
Increase in Compensated Absences	39,159	35,646	0	74,805
Total Adjustments	<u>(20,518)</u>	<u>(36,728)</u>	<u>(23,003)</u>	<u>(80,249)</u>
Net Cash Provided (Used) by Operating Activities	<u>\$120,953</u>	<u>(\$11,055)</u>	<u>\$616,260</u>	<u>\$726,158</u>

Schedule of Noncash Investing, Capital and Financing Activities:

At December 31, 2013 the Fleet Maintenance Fund, Central Services Fund and Central Benefits Fund reported a change in the fair value of investments of \$1,327, \$15, and \$9,559 respectively.

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.

Agency Funds

Rounding Up Utility Account Fund

To account for voluntary contributions from citizens and/or organizations within the City to assist elderly, needy and disabled utility customers with utility charges incurred.

Convention and Visitor's Bureau Fund

To account for the Hotel/Motel tax levied on guests of the City where 50% of such tax monies are distributed to the Convention and Visitor's Bureau and 50% is distributed to the City.

Employee Taxes and Benefits Fund

To account for special taxes and benefits of City employees.

Miscellaneous Collections for Others Fund

To account for monies received and held for others.

Unclaimed Monies Fund

To account for the receipt of monies unable to be returned or distributed. The City will hold the receipts for the statutory period and then the monies will be disbursed to the State of Ohio.

Tax Collections Fund

To account for taxes obtained on behalf of other municipalities.

Butler County Annexation Tax Fund

To account for income taxes obtained from a special annexation of property contiguous to Hamilton.

Central Business Special Improvement District Fund

To account for the receiving and disbursing of special assessments levied upon real property within the Hamilton Central Business Special Improvement District.

Agency Funds

Joint Economic Development District I Fund

To account for the receipt and disbursement of income tax revenue pursuant to Section 11 of The Joint Economic Development District Agreement with Indian Springs/ Fairfield Township.

Joint Economic Development District II Fund

To account for the receipt and disbursement of income tax revenue pursuant to Section 11 of The 2004 Joint Economic Development District Agreement with Indian Springs/ Fairfield Township.

Fire Damage Deposit Escrow Fund

To account for deposits and reimbursements held for fire damage as prescribed by Ohio Revised Code.

Police Property Room Forfeiture Fund

To account for the receipt of items remaining in the custody of the Police Department. The City will hold the items for a certain period of time at which they will be auctioned or disposed.

Municipal Court Fund

To account for funds that flow through the Municipal Court office.

CITY OF HAMILTON, OHIO

***Combining Statement Of Changes In Assets And Liabilities
Agency Funds
For the Year Ended December 31, 2013***

	Balance December 31, 2012	Additions	Deductions	Balance December 31, 2013
<u>Rounding Up Utility Account</u>				
Assets:				
Equity in Pooled Cash and Investments	\$840	\$3,173	(\$3,167)	\$846
Total Assets	<u>\$840</u>	<u>\$3,173</u>	<u>(\$3,167)</u>	<u>\$846</u>
Liabilities:				
Accounts Payable	\$840	\$3,173	(\$3,167)	\$846
Total Liabilities	<u>\$840</u>	<u>\$3,173</u>	<u>(\$3,167)</u>	<u>\$846</u>
<u>Convention and Visitor's Bureau</u>				
Assets:				
Equity in Pooled Cash and Investments	\$21,739	\$76,303	(\$74,387)	\$23,655
Total Assets	<u>\$21,739</u>	<u>\$76,303</u>	<u>(\$74,387)</u>	<u>\$23,655</u>
Liabilities:				
Accounts Payable	\$21,739	\$76,303	(\$74,387)	\$23,655
Total Liabilities	<u>\$21,739</u>	<u>\$76,303</u>	<u>(\$74,387)</u>	<u>\$23,655</u>
<u>Employee Taxes and Benefits</u>				
Assets:				
Equity in Pooled Cash and Investments	\$62,971	\$63,754,039	(\$63,302,429)	\$514,581
Total Assets	<u>\$62,971</u>	<u>\$63,754,039</u>	<u>(\$63,302,429)</u>	<u>\$514,581</u>
Liabilities:				
Due to Others	\$41,536	\$63,282,436	(\$63,280,994)	\$42,978
Intergovernmental Payable	21,435	471,603	(21,435)	471,603
Total Liabilities	<u>\$62,971</u>	<u>\$63,754,039</u>	<u>(\$63,302,429)</u>	<u>\$514,581</u>
<u>Miscellaneous Collections for Others</u>				
Assets:				
Equity in Pooled Cash and Investments	\$7,548	\$0	\$0	\$7,548
Total Assets	<u>\$7,548</u>	<u>\$0</u>	<u>\$0</u>	<u>\$7,548</u>
Liabilities:				
Due to Others	\$7,548	\$0	\$0	\$7,548
Total Liabilities	<u>\$7,548</u>	<u>\$0</u>	<u>\$0</u>	<u>\$7,548</u>

(Continued)

CITY OF HAMILTON, OHIO

***Combining Statement Of Changes In Assets And Liabilities
Agency Funds
For the Year Ended December 31, 2013***

	Balance December 31, 2012	Additions	Deductions	Balance December 31, 2013
<u>Unclaimed Monies</u>				
Assets:				
Equity in Pooled Cash and Investments	\$107,796	\$0	(\$47)	\$107,749
Total Assets	<u>\$107,796</u>	<u>\$0</u>	<u>(\$47)</u>	<u>\$107,749</u>
Liabilities:				
Due to Others	\$107,796	\$0	(\$47)	\$107,749
Total Liabilities	<u>\$107,796</u>	<u>\$0</u>	<u>(\$47)</u>	<u>\$107,749</u>
<u>Tax Collections</u>				
Assets:				
Equity in Pooled Cash and Investments	\$177,808	\$4,348,218	(\$4,355,669)	\$170,357
Total Assets	<u>\$177,808</u>	<u>\$4,348,218</u>	<u>(\$4,355,669)</u>	<u>\$170,357</u>
Liabilities:				
Intergovernmental Payable	\$177,808	\$4,348,218	(\$4,355,669)	\$170,357
Total Liabilities	<u>\$177,808</u>	<u>\$4,348,218</u>	<u>(\$4,355,669)</u>	<u>\$170,357</u>
<u>Butler County Annexation Tax</u>				
Assets:				
Equity in Pooled Cash and Investments	\$68,411	\$96,532	(\$86,128)	\$78,815
Total Assets	<u>\$68,411</u>	<u>\$96,532</u>	<u>(\$86,128)</u>	<u>\$78,815</u>
Liabilities:				
Intergovernmental Payable	\$68,411	\$96,532	(\$86,128)	\$78,815
Total Liabilities	<u>\$68,411</u>	<u>\$96,532</u>	<u>(\$86,128)</u>	<u>\$78,815</u>
<u>Central Business Special Improvement District</u>				
Receivables:				
Taxes	\$47,110	\$170,318	(\$189,553)	\$27,875
Total Assets	<u>\$47,110</u>	<u>\$170,318</u>	<u>(\$189,553)</u>	<u>\$27,875</u>
Liabilities:				
Intergovernmental Payable	\$47,110	\$170,318	(\$189,553)	\$27,875
Total Liabilities	<u>\$47,110</u>	<u>\$170,318</u>	<u>(\$189,553)</u>	<u>\$27,875</u>

(Continued)

CITY OF HAMILTON, OHIO

***Combining Statement Of Changes In Assets And Liabilities
Agency Funds
For the Year Ended December 31, 2013***

	Balance December 31, 2012	Additions	Deductions	Balance December 31, 2013
<u>Joint Economic Development District I</u>				
Assets:				
Equity in Pooled Cash and Investments	\$17,110	\$573,695	(\$578,639)	\$12,166
Total Assets	<u>\$17,110</u>	<u>\$573,695</u>	<u>(\$578,639)</u>	<u>\$12,166</u>
Liabilities:				
Intergovernmental Payable	\$17,110	\$573,695	(\$578,639)	\$12,166
Total Liabilities	<u>\$17,110</u>	<u>\$573,695</u>	<u>(\$578,639)</u>	<u>\$12,166</u>
<u>Joint Economic Development District II</u>				
Assets:				
Equity in Pooled Cash and Investments	\$36,244	\$640,081	(\$628,934)	\$47,391
Total Assets	<u>\$36,244</u>	<u>\$640,081</u>	<u>(\$628,934)</u>	<u>\$47,391</u>
Liabilities:				
Intergovernmental Payable	\$36,244	\$640,081	(\$628,934)	\$47,391
Total Liabilities	<u>\$36,244</u>	<u>\$640,081</u>	<u>(\$628,934)</u>	<u>\$47,391</u>
<u>Fire Damage Deposit Escrow</u>				
Assets:				
Equity in Pooled Cash and Investments	\$96,827	\$40,398	(\$47,758)	\$89,467
Total Assets	<u>\$96,827</u>	<u>\$40,398</u>	<u>(\$47,758)</u>	<u>\$89,467</u>
Liabilities:				
Due to Others	\$96,827	\$40,398	(\$47,758)	\$89,467
Total Liabilities	<u>\$96,827</u>	<u>\$40,398</u>	<u>(\$47,758)</u>	<u>\$89,467</u>
<u>Police Property Room Forfeiture</u>				
Assets:				
Equity in Pooled Cash and Investments	\$162,077	\$363,598	(\$109,248)	\$416,427
Total Assets	<u>\$162,077</u>	<u>\$363,598</u>	<u>(\$109,248)</u>	<u>\$416,427</u>
Liabilities:				
Due to Others	\$162,077	\$363,598	(\$109,248)	\$416,427
Total Liabilities	<u>\$162,077</u>	<u>\$363,598</u>	<u>(\$109,248)</u>	<u>\$416,427</u>

(Continued)

CITY OF HAMILTON, OHIO

***Combining Statement Of Changes In Assets And Liabilities
Agency Funds
For the Year Ended December 31, 2013***

	Balance December 31, 2012	Additions	Deductions	Balance December 31, 2013
<u>Municipal Court</u>				
Assets:				
Equity in Pooled Cash and Investments	\$199,593	\$220,217	(\$199,593)	\$220,217
Total Assets	<u>\$199,593</u>	<u>\$220,217</u>	<u>(\$199,593)</u>	<u>\$220,217</u>
Liabilities:				
Intergovernmental Payable	\$69,554	\$71,483	(\$69,554)	\$71,483
Due to Others	130,039	148,734	(130,039)	148,734
Total Liabilities	<u>\$199,593</u>	<u>\$220,217</u>	<u>(\$199,593)</u>	<u>\$220,217</u>
 <u>Total - All Agency Funds</u>				
Assets:				
Equity in Pooled Cash and Investments	\$958,964	\$70,116,254	(\$69,385,999)	\$1,689,219
Receivables:				
Taxes	47,110	170,318	(189,553)	27,875
Total Assets	<u>\$1,006,074</u>	<u>\$70,286,572</u>	<u>(\$69,575,552)</u>	<u>\$1,717,094</u>
Liabilities:				
Accounts Payable	\$22,579	\$79,476	(\$77,554)	\$24,501
Intergovernmental Payable	437,672	6,449,181	(5,990,397)	879,690
Due to Others	545,823	63,757,915	(63,507,601)	812,903
Total Liabilities	<u>\$1,006,074</u>	<u>\$70,286,572</u>	<u>(\$69,575,552)</u>	<u>\$1,717,094</u>



STATISTICAL SECTION





STATISTICAL TABLES

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	S 2 – S 21
These schedules contain trend information to help the reader understand how the City’s financial position has changed over time.	
Revenue Capacity	S 22 – S 34
These schedules contain information to help the reader understand and assess the factors affecting the City’s ability to generate its most significant local revenue sources, the income tax and property tax.	
Debt Capacity	S 35 – S 47
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	S 48 – S 51
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	S 52 – S 65
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 Note:	
Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.	

CITY OF HAMILTON, OHIO

*Net Position by Component
Last Ten Years
(accrual basis of accounting)*

	2004	2005	2006	2007
Governmental Activities:				
Net Investment in Capital Assets	\$46,914,025	\$55,850,463	\$56,285,912	\$59,732,393
Restricted	1,346,714	1,096,622	8,292,468	7,367,202
Unrestricted (Deficit)	19,363,783	11,399,609	7,818,532	4,929,462
Total Governmental Activities Net Position	<u>\$67,624,522</u>	<u>\$68,346,694</u>	<u>\$72,396,912</u>	<u>\$72,029,057</u>
Business-type Activities:				
Net Investment in Capital Assets	\$95,310,393	\$86,341,113	\$94,984,687	\$94,444,136
Restricted	6,081,729	14,015,713	14,417,833	14,386,221
Unrestricted (1)	37,138,115	40,606,657	33,564,704	40,123,385
Total Business-type Activities Net Position	<u>\$138,530,237</u>	<u>\$140,963,483</u>	<u>\$142,967,224</u>	<u>\$148,953,742</u>
Primary Government:				
Net Investment in Capital Assets	\$142,224,418	\$142,191,576	\$151,270,599	\$154,176,529
Restricted	7,428,443	15,112,335	22,710,301	21,753,423
Unrestricted	56,501,898	52,006,266	41,383,236	45,052,847
Total Primary Government Net Position	<u>\$206,154,759</u>	<u>\$209,310,177</u>	<u>\$215,364,136</u>	<u>\$220,982,799</u>

(1) Prior year balances restated due to GASB Statement 65 Implementation
Source: City Records

(continued)

CITY OF HAMILTON, OHIO

*Net Position by Component
Last Ten Years
(accrual basis of accounting)*

	2008	2009	2010	2011
Governmental Activities:				
Net Investment in Capital Assets	\$59,645,749	\$61,258,050	\$62,373,720	\$61,265,974
Restricted	15,051,564	14,612,944	14,372,832	12,456,507
Unrestricted (Deficit)	(1,647,332)	(711,156)	1,391,246	10,738,609
Total Governmental Activities Net Position	<u>\$73,049,981</u>	<u>\$75,159,838</u>	<u>\$78,137,798</u>	<u>\$84,461,090</u>
Business-type Activities:				
Net Investment in Capital Assets	\$99,710,125	\$95,260,611	\$96,155,478	\$92,584,709
Restricted	17,030,271	18,966,340	19,220,759	21,542,104
Unrestricted (1)	32,349,314	38,675,708	41,348,470	45,878,883
Total Business-type Activities Net Position	<u>\$149,089,710</u>	<u>\$152,902,659</u>	<u>\$156,724,707</u>	<u>\$160,005,696</u>
Primary Government:				
Net Investment in Capital Assets	\$159,355,874	\$156,518,661	\$158,529,198	\$153,850,683
Restricted	32,081,835	33,579,284	33,593,591	33,998,611
Unrestricted	30,701,982	37,964,552	42,739,716	56,617,492
Total Primary Government Net Position	<u>\$222,139,691</u>	<u>\$228,062,497</u>	<u>\$234,862,505</u>	<u>\$244,466,786</u>

(continued)

CITY OF HAMILTON, OHIO

*Net Position by Component
Last Ten Years
(accrual basis of accounting)*

	<u>2012</u>	<u>2013</u>
Governmental Activities:		
Net Investment in Capital Assets	\$60,330,073	\$64,612,820
Restricted	9,033,196	9,974,060
Unrestricted (Deficit)	13,796,160	12,186,949
Total Governmental Activities Net Position	<u>\$83,159,429</u>	<u>\$86,773,829</u>
Business-type Activities:		
Net Investment in Capital Assets	\$88,211,121	\$101,543,663
Restricted	20,539,704	20,759,192
Unrestricted (1)	53,287,953	44,933,133
Total Business-type Activities Net Position	<u>\$162,038,778</u>	<u>\$167,235,988</u>
Primary Government:		
Net Investment in Capital Assets	\$148,541,194	\$166,156,483
Restricted	29,572,900	30,733,252
Unrestricted	67,084,113	57,120,082
Total Primary Government Net Position	<u>\$245,198,207</u>	<u>\$254,009,817</u>

CITY OF HAMILTON, OHIO

*Changes in Net Position
Last Ten Years
(accrual basis of accounting)*

	2004	2005	2006
Expenses			
Governmental Activities:			
General Government	\$8,198,520	\$8,820,530	\$9,080,789
Security of Persons and Property	28,125,387	28,683,794	29,539,127
Leisure Time Activities	2,334,059	2,725,304	2,640,996
Community Environment	7,636,375	4,099,421	4,341,592
Basic Utility Services	3,479,397	4,549,461	5,242,138
Transportation	3,725,413	8,044,762	5,382,724
Public Health and Welfare Services	2,471,205	2,320,928	1,803,562
Interest and Fiscal Charges	1,911,359	2,052,654	2,036,100
<i>Total Governmental Activities Expenses</i>	<u>57,881,715</u>	<u>61,296,854</u>	<u>60,067,028</u>
Business-type Activities:			
Gas Utility	24,756,742	35,317,274	35,421,943
Electric Utility	51,735,827	60,371,316	56,941,632
Water Utility	10,580,588	14,290,977	14,681,886
Wastewater Utility	10,623,965	13,290,251	10,907,317
<i>Total Business-type Activities Expenses</i>	<u>97,697,122</u>	<u>123,269,818</u>	<u>117,952,778</u>
<i>Total Primary Government Expenses</i>	<u>\$155,578,837</u>	<u>\$184,566,672</u>	<u>\$178,019,806</u>
Program Revenues			
Governmental Activities:			
Charges for Services			
General Government	\$2,972,044	\$4,087,855	\$4,055,289
Security of Persons and Property	3,607,548	3,257,631	3,461,051
Leisure Time Activities	1,136,289	1,198,995	926,474
Community Environment	752,647	703,926	1,109,876
Basic Utility Services	2,754,648	3,850,748	2,431,163
Transportation	1,511,184	1,383,310	972,465
Public Health and Welfare Services	514,250	568,897	905,584
Interest and Fiscal Charges	0	479,153	291,740
Operating Grants and Contributions	9,422,109	6,563,223	7,719,161
Capital Grants and Contributions	2,689,249	1,962,756	918,278
<i>Total Governmental Activities Program Revenues</i>	<u>25,359,968</u>	<u>24,056,494</u>	<u>22,791,081</u>

(continued)

CITY OF HAMILTON, OHIO

*Changes in Net Position
Last Ten Years
(accrual basis of accounting)*

	2007	2008	2009
Expenses			
Governmental Activities:			
General Government	\$8,082,518	\$8,683,408	\$6,352,352
Security of Persons and Property	31,189,244	34,302,781	32,717,128
Leisure Time Activities	3,011,837	2,635,833	2,319,113
Community Environment	5,088,227	4,416,618	4,088,119
Basic Utility Services	6,444,432	5,986,163	4,988,742
Transportation	5,382,362	5,175,752	4,937,607
Public Health and Welfare Services	2,011,188	1,797,223	1,391,995
Interest and Fiscal Charges	1,731,279	1,841,454	1,691,303
<i>Total Governmental Activities Expenses</i>	<u>62,941,087</u>	<u>64,839,232</u>	<u>58,486,359</u>
Business-type Activities:			
Gas Utility	35,483,116	38,277,473	29,632,664
Electric Utility	62,949,988	66,837,931	57,846,530
Water Utility	15,708,740	15,364,817	15,812,619
Wastewater Utility	11,573,839	11,550,867	11,640,859
<i>Total Business-type Activities Expenses</i>	<u>125,715,683</u>	<u>132,031,088</u>	<u>114,932,672</u>
<i>Total Primary Government Expenses</i>	<u>\$188,656,770</u>	<u>\$196,870,320</u>	<u>\$173,419,031</u>
Program Revenues			
Governmental Activities:			
Charges for Services			
General Government	\$3,972,931	\$3,768,171	\$3,582,518
Security of Persons and Property	3,390,761	2,854,823	2,989,428
Leisure Time Activities	907,533	1,172,884	1,010,294
Community Environment	1,087,336	696,461	520,120
Basic Utility Services	2,381,789	5,072,561	5,193,803
Transportation	952,715	974,008	929,203
Public Health and Welfare Services	887,193	250,713	260,472
Interest and Fiscal Charges	285,815	0	0
Operating Grants and Contributions	6,684,403	7,182,857	6,094,561
Capital Grants and Contributions	2,492,177	2,769,036	1,036,590
<i>Total Governmental Activities Program Revenues</i>	<u>23,042,653</u>	<u>24,741,514</u>	<u>21,616,989</u>

(continued)

CITY OF HAMILTON, OHIO

*Changes in Net Position
Last Ten Years
(accrual basis of accounting)*

	2010	2011	2012
Expenses			
Governmental Activities:			
General Government	\$5,096,822	\$5,991,786	\$7,057,730
Security of Persons and Property	33,222,968	32,949,502	31,282,855
Leisure Time Activities	2,457,896	1,970,218	2,247,173
Community Environment	5,147,583	2,902,576	3,397,734
Basic Utility Services	6,106,116	6,150,598	5,809,490
Transportation	5,543,369	6,605,053	6,157,603
Public Health and Welfare Services	1,187,775	1,163,297	1,061,241
Interest and Fiscal Charges	1,604,305	1,596,931	1,439,838
<i>Total Governmental Activities Expenses</i>	<u>60,366,834</u>	<u>59,329,961</u>	<u>58,453,664</u>
Business-type Activities:			
Gas Utility	25,598,234	21,777,870	16,850,289
Electric Utility	65,413,730	61,257,197	60,661,556
Water Utility	16,425,257	14,968,676	14,909,166
Wastewater Utility	11,546,069	11,441,639	11,872,627
<i>Total Business-type Activities Expenses</i>	<u>118,983,290</u>	<u>109,445,382</u>	<u>104,293,638</u>
<i>Total Primary Government Expenses</i>	<u>\$179,350,124</u>	<u>\$168,775,343</u>	<u>\$162,747,302</u>
Program Revenues			
Governmental Activities:			
Charges for Services			
General Government	\$3,596,250	\$3,233,683	\$3,345,900
Security of Persons and Property	3,032,170	3,356,743	3,678,374
Leisure Time Activities	924,335	741,400	1,122,766
Community Environment	675,986	575,603	806,118
Basic Utility Services	5,472,370	5,480,531	5,666,718
Transportation	802,245	737,819	698,865
Public Health and Welfare Services	265,739	248,189	237,768
Interest and Fiscal Charges	0	0	0
Operating Grants and Contributions	7,464,150	6,122,577	6,402,940
Capital Grants and Contributions	2,204,021	2,800,483	1,138,969
<i>Total Governmental Activities Program Revenues</i>	<u>24,437,266</u>	<u>23,297,028</u>	<u>23,098,418</u>

(continued)

CITY OF HAMILTON, OHIO

*Changes in Net Position
Last Ten Years
(accrual basis of accounting)*

	<u>2013</u>
Expenses	
Governmental Activities:	
General Government	\$6,846,691
Security of Persons and Property	29,179,575
Leisure Time Activities	2,552,980
Community Environment	4,757,333
Basic Utility Services	5,696,920
Transportation	5,644,999
Public Health and Welfare Services	1,081,832
Interest and Fiscal Charges	973,805
<i>Total Governmental Activities Expenses</i>	<u>56,734,135</u>
Business-type Activities:	
Gas Utility	24,873,444
Electric Utility	57,515,509
Water Utility	14,605,296
Wastewater Utility	12,256,376
<i>Total Business-type Activities Expenses</i>	<u>109,250,625</u>
<i>Total Primary Government Expenses</i>	<u><u>\$165,984,760</u></u>
Program Revenues	
Governmental Activities:	
Charges for Services	
General Government	\$3,315,895
Security of Persons and Property	2,804,466
Leisure Time Activities	1,200,984
Community Environment	746,272
Basic Utility Services	5,903,259
Transportation	645,653
Public Health and Welfare Services	253,046
Interest and Fiscal Charges	0
Operating Grants and Contributions	8,740,661
Capital Grants and Contributions	1,573,747
<i>Total Governmental Activities Program Revenues</i>	<u>25,183,983</u>

(continued)

CITY OF HAMILTON, OHIO

*Changes in Net Position
Last Ten Years
(accrual basis of accounting)*

	2004	2005	2006
Business-type Activities:			
Charges for Services			
Gas Utility	24,322,105	34,869,893	33,577,717
Electric Utility	49,612,998	61,111,870	58,694,775
Water Utility	14,118,507	15,891,265	13,735,240
Wastewater Utility	11,084,644	12,956,156	10,602,668
Operating Grants and Contributions	57,739	39,110	23,547
Capital Grants and Contributions	199,152	0	1,983,855
<i>Total Business-type Activities Program Revenues</i>	<u>99,395,145</u>	<u>124,868,294</u>	<u>118,617,802</u>
<i>Total Primary Government Program Revenues</i>	<u>124,755,113</u>	<u>148,924,788</u>	<u>141,408,883</u>
Net (Expense)/Revenue			
Governmental Activities	(32,521,747)	(37,240,360)	(37,275,947)
Business-type Activities	1,698,023	1,598,476	665,024
<i>Total Primary Government Net (Expense)/Revenue</i>	<u>(\$30,823,724)</u>	<u>(\$35,641,884)</u>	<u>(\$36,610,923)</u>
General Revenues and Other Changes in Net Position			
Governmental Activities:			
Income Taxes	\$22,166,068	\$22,697,147	\$23,203,869
Property and Other Local Taxes	7,209,615	9,006,024	8,121,738
Intergovernmental, Unrestricted	3,249,105	4,039,317	4,359,527
Investment Earnings	332,995	592,057	659,587
Miscellaneous	1,410,390	1,591,410	3,208,403
Transfers	0	36,577	1,773,041
<i>Total Governmental Activities</i>	<u>34,368,173</u>	<u>37,962,532</u>	<u>41,326,165</u>
Business-type Activities:			
Other Local Taxes (kWh Tax)	0	0	0
Investment Earnings	820,707	1,872,202	2,655,494
Transfers	0	(36,577)	(1,773,041)
Special Items	0	0	0
<i>Total Business-type Activities</i>	<u>820,707</u>	<u>1,835,625</u>	<u>882,453</u>
<i>Total Primary Government</i>	<u>\$35,188,880</u>	<u>\$39,798,157</u>	<u>\$42,208,618</u>
Change in Net Position			
Governmental Activities	\$1,846,426	\$722,172	\$4,050,218
Business-type Activities	2,518,730	3,434,101	1,547,477
<i>Total Primary Government Change in Net Position</i>	<u>\$4,365,156</u>	<u>\$4,156,273</u>	<u>\$5,597,695</u>

(continued)

CITY OF HAMILTON, OHIO

*Changes in Net Position
Last Ten Years
(accrual basis of accounting)*

	2007	2008	2009
Business-type Activities:			
Charges for Services			
Gas Utility	37,972,254	39,522,340	31,662,109
Electric Utility	62,927,311	65,136,558	61,177,918
Water Utility	15,828,437	14,266,483	14,231,316
Wastewater Utility	11,019,239	10,682,911	10,722,481
Operating Grants and Contributions	117,344	0	0
Capital Grants and Contributions	124,275	0	0
<i>Total Business-type Activities Program Revenues</i>	<u>127,988,860</u>	<u>129,608,292</u>	<u>117,793,824</u>
<i>Total Primary Government Program Revenues</i>	<u>151,031,513</u>	<u>154,349,806</u>	<u>139,410,813</u>
Net (Expense)/Revenue			
Governmental Activities	(39,898,434)	(40,097,718)	(36,869,370)
Business-type Activities	2,273,177	(2,422,796)	2,861,152
<i>Total Primary Government Net (Expense)/Revenue</i>	<u>(\$37,625,257)</u>	<u>(\$42,520,514)</u>	<u>(\$34,008,218)</u>
General Revenues and Other Changes in Net Position			
Governmental Activities:			
Income Taxes	\$23,297,050	\$24,521,745	\$22,555,364
Property and Other Local Taxes	9,732,886	9,601,028	9,688,166
Intergovernmental, Unrestricted	3,999,620	4,764,901	4,827,624
Investment Earnings	783,876	678,248	143,617
Miscellaneous	1,717,147	1,382,720	1,846,956
Transfers	0	170,000	492,500
<i>Total Governmental Activities</i>	<u>39,530,579</u>	<u>41,118,642</u>	<u>39,554,227</u>
Business-type Activities:			
Other Local Taxes (kWh Tax)	0	0	40,816
Investment Earnings	3,273,372	2,305,537	602,636
Transfers	0	(170,000)	(492,500)
Special Items	0	0	0
<i>Total Business-type Activities</i>	<u>3,273,372</u>	<u>2,135,537</u>	<u>150,952</u>
<i>Total Primary Government</i>	<u>\$42,803,951</u>	<u>\$43,254,179</u>	<u>\$39,705,179</u>
Change in Net Position			
Governmental Activities	(\$367,855)	\$1,020,924	\$2,684,857
Business-type Activities	5,546,549	(287,259)	3,012,104
<i>Total Primary Government Change in Net Position</i>	<u>\$5,178,694</u>	<u>\$733,665</u>	<u>\$5,696,961</u>

(continued)

CITY OF HAMILTON, OHIO

*Changes in Net Position
Last Ten Years
(accrual basis of accounting)*

	2010	2011	2012
Business-type Activities:			
Charges for Services			
Gas Utility	26,793,820	21,930,366	16,574,138
Electric Utility	64,552,173	63,327,834	62,172,965
Water Utility	14,815,360	14,948,140	14,749,579
Wastewater Utility	11,203,887	12,302,310	12,068,156
Operating Grants and Contributions	0	0	0
Capital Grants and Contributions	652,642	40,500	200,000
<i>Total Business-type Activities Program Revenues</i>	<u>118,017,882</u>	<u>112,549,150</u>	<u>105,764,838</u>
<i>Total Primary Government Program Revenues</i>	<u>142,455,148</u>	<u>135,846,178</u>	<u>128,863,256</u>
Net (Expense)/Revenue			
Governmental Activities	(35,929,568)	(36,032,933)	(35,355,246)
Business-type Activities	(965,408)	3,103,768	1,471,200
<i>Total Primary Government Net (Expense)/Revenue</i>	<u><u>(\$36,894,976)</u></u>	<u><u>(\$32,929,165)</u></u>	<u><u>(\$33,884,046)</u></u>
General Revenues and Other Changes in Net Position			
Governmental Activities:			
Income Taxes	\$22,230,625	\$21,912,270	\$21,259,474
Property and Other Local Taxes	9,142,263	9,024,254	8,969,655
Intergovernmental, Unrestricted	5,674,578	10,357,132	3,112,982
Investment Earnings	100,931	98,396	76,967
Miscellaneous	1,184,131	964,173	913,202
Transfers	0	0	(278,695)
<i>Total Governmental Activities</i>	<u>38,332,528</u>	<u>42,356,225</u>	<u>34,053,585</u>
Business-type Activities:			
Other Local Taxes (kWh Tax)	25,222	2,086	0
Investment Earnings	392,067	275,171	283,187
Transfers	0	0	278,695
Special Items	3,888,044	0	0
<i>Total Business-type Activities</i>	<u>4,305,333</u>	<u>277,257</u>	<u>561,882</u>
<i>Total Primary Government</i>	<u><u>\$42,637,861</u></u>	<u><u>\$42,633,482</u></u>	<u><u>\$34,615,467</u></u>
Change in Net Position			
Governmental Activities	\$2,402,960	\$6,323,292	(\$1,301,661)
Business-type Activities	3,339,925	3,381,025	2,033,082
<i>Total Primary Government Change in Net Position</i>	<u><u>\$5,742,885</u></u>	<u><u>\$9,704,317</u></u>	<u><u>\$731,421</u></u>

(continued)

CITY OF HAMILTON, OHIO

*Changes in Net Position
Last Ten Years
(accrual basis of accounting)*

	2013
Business-type Activities:	
Charges for Services	
Gas Utility	24,742,117
Electric Utility	60,346,033
Water Utility	14,656,538
Wastewater Utility	11,779,979
Operating Grants and Contributions	0
Capital Grants and Contributions	0
<i>Total Business-type Activities Program Revenues</i>	111,524,667
<i>Total Primary Government Program Revenues</i>	136,708,650
Net (Expense)/Revenue	
Governmental Activities	(31,550,152)
Business-type Activities	2,274,042
<i>Total Primary Government Net (Expense)/Revenue</i>	(\$29,276,110)
General Revenues and Other Changes in Net Position	
Governmental Activities:	
Income Taxes	\$22,310,512
Property and Other Local Taxes	8,961,444
Intergovernmental, Unrestricted	3,210,419
Investment Earnings	(69,511)
Miscellaneous	751,688
Transfers	0
<i>Total Governmental Activities</i>	35,164,552
Business-type Activities:	
Other Local Taxes (kWh Tax)	0
Investment Earnings	73,168
Transfers	0
Special Items	2,850,000
<i>Total Business-type Activities</i>	2,923,168
<i>Total Primary Government</i>	\$38,087,720
Change in Net Position	
Governmental Activities	\$3,614,400
Business-type Activities	5,197,210
<i>Total Primary Government Change in Net Position</i>	\$8,811,610

CITY OF HAMILTON, OHIO

*Fund Balances, Governmental Funds
Last Ten Years
(modified accrual basis of accounting)*

	2004	2005	2006	2007
General Fund				
Nonspendable	\$0	\$0	\$0	\$0
Restricted	0	0	0	0
Committed	0	0	0	0
Assigned	0	0	0	0
Unassigned	0	0	0	0
Reserved	567,672	584,110	512,104	949,595
Unreserved	7,293,591	7,463,154	5,821,858	3,650,400
<i>Total General Fund</i>	<u>7,861,263</u>	<u>8,047,264</u>	<u>6,333,962</u>	<u>4,599,995</u>
All Other Governmental Funds				
Nonspendable	\$0	\$0	\$0	\$0
Restricted	0	0	0	0
Committed	0	0	0	0
Assigned	0	0	0	0
Unassigned	0	0	0	0
Reserved	5,249,433	4,560,962	5,805,929	4,063,502
Unreserved, Undesignated, Reported in:				
Special Revenue Funds	2,937,386	1,402,305	3,699,611	3,441,448
Debt Service Funds	0	0	462,379	413,719
Capital Projects Funds	64,988	(387,213)	(760,126)	(985,852)
<i>Total All Other Governmental Funds</i>	<u>8,251,807</u>	<u>5,576,054</u>	<u>9,207,793</u>	<u>6,932,817</u>
<i>Total Governmental Funds</i>	<u><u>\$16,113,070</u></u>	<u><u>\$13,623,318</u></u>	<u><u>\$15,541,755</u></u>	<u><u>\$11,532,812</u></u>

(continued)

Source: City Records

Note: The City implemented GASB 54 in 2011 which established new fund balance classifications for governmental funds.

CITY OF HAMILTON, OHIO

*Fund Balances, Governmental Funds
Last Ten Years
(modified accrual basis of accounting)*

	2008	2009	2010	2011
General Fund				
Nonspendable	\$0	\$0	\$0	\$212,005
Restricted	0	0	0	0
Committed	0	0	0	0
Assigned	0	0	0	1,586,391
Unassigned	0	0	0	10,108,616
Reserved	358,802	320,800	647,346	0
Unreserved	2,393,672	2,234,918	4,604,450	0
<i>Total General Fund</i>	<u>2,752,474</u>	<u>2,555,718</u>	<u>5,251,796</u>	<u>11,907,012</u>
All Other Governmental Funds				
Nonspendable	\$0	\$0	\$0	\$134,858
Restricted	0	0	0	10,764,914
Committed	0	0	0	3,035,715
Assigned	0	0	0	2,659,700
Unassigned	0	0	0	(972,421)
Reserved	1,832,382	1,251,859	2,588,395	0
Unreserved, Undesignated, Reported in:				
Special Revenue Funds	6,052,023	9,652,045	7,632,072	0
Debt Service Funds	545,256	519,843	639,917	0
Capital Projects Funds	(1,962,315)	4,592,911	4,738,598	0
<i>Total All Other Governmental Funds</i>	<u>6,467,346</u>	<u>16,016,658</u>	<u>15,598,982</u>	<u>15,622,766</u>
<i>Total Governmental Funds</i>	<u>\$9,219,820</u>	<u>\$18,572,376</u>	<u>\$20,850,778</u>	<u>\$27,529,778</u>

(continued)

CITY OF HAMILTON, OHIO

*Fund Balances, Governmental Funds
Last Ten Years
(modified accrual basis of accounting)*

	2012	2013
General Fund		
Nondspendable	\$150,276	\$157,427
Restricted	0	0
Committed	0	0
Assigned	2,797,712	2,000,633
Unassigned	7,014,183	8,272,712
Reserved	0	0
Unreserved	0	0
<i>Total General Fund</i>	<u>9,962,171</u>	<u>10,430,772</u>
All Other Governmental Funds		
Nondspendable	\$120,806	\$128,399
Restricted	7,315,026	14,833,337
Committed	3,592,878	4,031,504
Assigned	3,078,130	2,240,056
Unassigned	(498,843)	(473,703)
Reserved	0	0
Unreserved, Undesignated, Reported in:		
Special Revenue Funds	0	0
Debt Service Funds	0	0
Capital Projects Funds	0	0
<i>Total All Other Governmental Funds</i>	<u>13,607,997</u>	<u>20,759,593</u>
<i>Total Governmental Funds</i>	<u><u>\$23,570,168</u></u>	<u><u>\$31,190,365</u></u>

CITY OF HAMILTON, OHIO

*Changes in Fund Balances, Governmental Funds
Last Ten Years
(modified accrual basis of accounting)*

	2004	2005	2006	2007
Revenues:				
Taxes	\$28,202,670	\$30,698,503	\$31,875,087	\$32,477,358
Intergovernmental Revenues	14,657,215	12,670,971	10,862,027	12,114,525
Charges for Services	9,284,129	10,493,927	11,198,175	11,663,269
Licenses and Permits	1,692,128	1,669,710	1,616,785	1,617,944
Investment Earnings	331,725	592,606	1,029,667	1,207,785
Special Assessments	524,335	551,213	541,788	579,531
Fines and Forfeitures	1,320,913	1,309,135	1,308,179	1,169,628
All Other Revenue	2,461,100	1,917,975	2,942,798	1,417,602
Total Revenue	<u>58,474,215</u>	<u>59,904,040</u>	<u>61,374,506</u>	<u>62,247,642</u>
Expenditures:				
Current:				
General Government	6,771,561	7,858,380	8,675,905	7,374,610
Security of Persons and Property	26,005,766	28,348,718	29,379,866	30,438,704
Leisure Time Activities	2,212,104	2,492,608	2,414,964	2,792,748
Community Environment	7,003,217	4,186,858	4,343,714	5,089,993
Basic Utility Services	3,237,936	4,533,336	5,248,571	6,465,442
Transportation	3,288,729	4,038,465	3,527,957	3,443,964
Public Health and Welfare Services	2,225,705	2,366,475	1,796,070	2,020,528
Capital Outlay	5,757,861	5,900,827	2,965,518	6,522,370
Debt Service:				
Principal Retirement	1,798,770	1,857,000	1,862,000	1,885,000
Interest and Fiscal Charges	1,852,238	1,991,616	1,982,479	1,674,562
Total Expenditures	<u>60,153,887</u>	<u>63,574,283</u>	<u>62,197,044</u>	<u>67,707,921</u>
Excess (Deficiency) of Revenues Over Expenditures	(1,679,672)	(3,670,243)	(822,538)	(5,460,279)

(continued)

CITY OF HAMILTON, OHIO

*Changes in Fund Balances, Governmental Funds
Last Ten Years
(modified accrual basis of accounting)*

	2008	2009	2010	2011
Revenues:				
Taxes	\$33,726,071	\$32,187,244	\$31,926,401	\$30,848,001
Intergovernmental Revenues	13,577,781	13,171,624	15,353,253	19,480,722
Charges for Services	12,113,048	11,940,972	12,018,069	11,893,521
Licenses and Permits	928,440	900,996	1,026,594	857,177
Investment Earnings	678,248	143,617	100,931	98,396
Special Assessments	646,254	515,488	686,661	563,674
Fines and Forfeitures	1,101,672	1,080,015	1,017,725	1,066,910
All Other Revenue	1,336,575	2,041,280	1,226,936	964,173
Total Revenue	<u>64,108,089</u>	<u>61,981,236</u>	<u>63,356,570</u>	<u>65,772,574</u>
Expenditures:				
Current:				
General Government	7,448,102	5,628,443	3,965,793	5,089,992
Security of Persons and Property	32,092,050	31,100,200	31,574,695	30,807,813
Leisure Time Activities	2,369,005	2,059,769	2,202,403	1,662,185
Community Environment	4,185,051	4,114,757	5,013,534	2,754,638
Basic Utility Services	5,761,957	4,879,843	5,945,443	5,821,649
Transportation	2,900,974	2,650,327	3,336,713	3,924,752
Public Health and Welfare Services	1,755,859	1,356,162	1,219,842	1,115,975
Capital Outlay	6,392,174	2,084,004	4,383,743	6,762,309
Debt Service:				
Principal Retirement	1,997,000	2,045,000	2,425,000	2,485,000
Interest and Fiscal Charges	1,791,973	1,679,943	1,573,877	1,750,626
Total Expenditures	<u>66,694,145</u>	<u>57,598,448</u>	<u>61,641,043</u>	<u>62,174,939</u>
Excess (Deficiency) of Revenues Over Expenditures	(2,586,056)	4,382,788	1,715,527	3,597,635

(continued)

CITY OF HAMILTON, OHIO

*Changes in Fund Balances, Governmental Funds
Last Ten Years
(modified accrual basis of accounting)*

	<u>2012</u>	<u>2013</u>
Revenues:		
Taxes	\$30,240,129	\$30,392,344
Intergovernmental Revenues	10,997,434	13,552,982
Charges for Services	12,659,606	12,367,803
Licenses and Permits	981,700	935,844
Investment Earnings	76,967	(59,847)
Special Assessments	811,933	668,686
Fines and Forfeitures	1,130,278	821,866
All Other Revenue	913,202	751,688
Total Revenue	<u>57,811,249</u>	<u>59,431,366</u>
Expenditures:		
Current:		
General Government	6,121,906	6,456,639
Security of Persons and Property	30,141,708	27,840,266
Leisure Time Activities	1,973,297	2,731,042
Community Environment	3,315,185	4,639,097
Basic Utility Services	5,696,091	5,621,039
Transportation	3,762,769	3,496,658
Public Health and Welfare Services	1,035,886	1,042,523
Capital Outlay	5,461,124	6,069,186
Debt Service:		
Principal Retirement	2,695,000	2,365,000
Interest and Fiscal Charges	1,274,719	1,187,163
Total Expenditures	<u>61,477,685</u>	<u>61,448,613</u>
Excess (Deficiency) of Revenues Over Expenditures	(3,666,436)	(2,017,247)

(continued)

CITY OF HAMILTON, OHIO

*Changes in Fund Balances, Governmental Funds
Last Ten Years
(modified accrual basis of accounting)*

	2004	2005	2006	2007
Other Financing Sources (Uses):				
Long-Term Capital Related Debt Issued	0	0	218,000	365,000
Sale of Capital Assets	357,043	898,387	756,038	1,087,495
Loan Issuance	0	0	0	0
General Obligation Bonds and Notes Issued	0	245,000	0	0
Premium on General Obligation Bonds	0	0	0	0
Discount on General Obligation Bonds	0	0	0	0
Refunding General Obligation Bonds	0	0	0	0
Payment to Refunded Bond Escrow Agent	0	0	0	0
Transfers In	4,397,327	4,847,172	13,537,743	6,447,505
Transfers Out	(4,397,327)	(4,810,595)	(11,764,702)	(6,447,505)
Total Other Financing Sources (Uses)	<u>357,043</u>	<u>1,179,964</u>	<u>2,747,079</u>	<u>1,452,495</u>
Net Change in Fund Balance	<u>(\$1,322,629)</u>	<u>(\$2,490,279)</u>	<u>\$1,924,541</u>	<u>(\$4,007,784)</u>
 Debt Service as a Percentage of Noncapital Expenditures	 6.11%	 6.19%	 6.53%	 5.83%

(continued)

CITY OF HAMILTON, OHIO

*Changes in Fund Balances, Governmental Funds
Last Ten Years
(modified accrual basis of accounting)*

	2008	2009	2010	2011
Other Financing Sources (Uses):				
Long-Term Capital Related Debt Issued	0	0	0	0
Sale of Capital Assets	86,580	61,196	0	49,451
Loan Issuance	0	0	0	0
General Obligation Bonds and Notes Issued	0	4,920,000	0	2,535,000
Premium on General Obligation Bonds	0	142,501	0	1,709,955
Discount on General Obligation Bonds	0	(42,930)	0	0
Refunding General Obligation Bonds	0	2,235,000	0	18,360,000
Payment to Refunded Bond Escrow Agent	0	(2,257,022)	0	(19,621,590)
Transfers In	7,003,332	11,407,779	5,119,036	4,214,964
Transfers Out	(6,833,332)	(10,915,279)	(5,119,036)	(4,214,964)
Total Other Financing Sources (Uses)	<u>256,580</u>	<u>5,551,245</u>	<u>0</u>	<u>3,032,816</u>
Net Change in Fund Balance	<u>(\$2,329,476)</u>	<u>\$9,934,033</u>	<u>\$1,715,527</u>	<u>\$6,630,451</u>
Debt Service as a Percentage of Noncapital Expenditures	6.04%	6.65%	6.81%	7.22%

(continued)

CITY OF HAMILTON, OHIO

*Changes in Fund Balances, Governmental Funds
Last Ten Years
(modified accrual basis of accounting)*

	<u>2012</u>	<u>2013</u>
Other Financing Sources (Uses):		
Long-Term Capital Related Debt Issued	0	0
Sale of Capital Assets	418	115,852
Loan Issuance	0	9,500,000
General Obligation Bonds and Notes Issued	0	0
Premium on General Obligation Bonds	0	0
Discount on General Obligation Bonds	0	0
Refunding General Obligation Bonds	0	0
Payment to Refunded Bond Escrow Agent	0	0
Transfers In	8,844,112	7,500,414
Transfers Out	(9,122,807)	(7,500,414)
Total Other Financing Sources (Uses)	<u>(278,277)</u>	<u>9,615,852</u>
Net Change in Fund Balance	<u>(\$3,944,713)</u>	<u>\$7,598,605</u>
Debt Service as a Percentage of Noncapital Expenditures	6.91%	6.30%

CITY OF HAMILTON, OHIO

*Assessed Valuations and Estimated
True Values of Taxable Property
(per \$1,000 of assessed value)
Last Ten Years*

Collection Year	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>
Real Property				
Assessed	\$807,683,940	\$807,728,570	\$880,671,170	\$894,319,760
Actual	2,307,668,400	2,307,795,914	2,516,203,343	2,555,199,314
Public Utility				
Assessed	13,358,440	12,942,330	11,724,950	7,410,550
Actual	13,358,440	12,942,330	11,724,950	7,410,550
Tangible Personal Property				
Assessed	77,433,709	73,731,244	72,654,723	50,884,160
Actual	309,734,836	294,924,976	387,491,856	407,073,280
Total				
Assessed	898,476,089	894,402,144	965,050,843	952,614,470
Actual	2,630,761,676	2,615,663,220	2,915,420,149	2,969,683,144
Assessed Value as a Percentage of Actual Value	34.15%	34.19%	33.10%	32.08%
Total Direct Tax Rate	\$7.16	\$7.16	\$7.16	\$7.16

Source: Butler County Auditor

(continued)

CITY OF HAMILTON, OHIO

*Assessed Valuations and Estimated
True Values of Taxable Property
(per \$1,000 of assessed value)
Last Ten Years*

Collection Year	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
Real Property				
Assessed	\$903,465,830	\$950,210,110	\$900,434,690	\$889,863,130
Actual	2,581,330,943	2,714,886,029	2,572,670,543	2,542,466,086
Public Utility				
Assessed	3,167,600	2,719,800	2,461,240	5,891,190
Actual	3,167,600	2,719,800	2,461,240	5,891,190
Tangible Personal Property				
Assessed	38,617,646	0	0	0
Actual	617,882,336	0	0	0
Total				
Assessed	945,251,076	952,929,910	902,895,930	895,754,320
Actual	3,202,380,879	2,717,605,829	2,575,131,783	2,548,357,276
Assessed Value as a Percentage of Actual Value	29.52%	35.07%	35.06%	35.15%
Total Direct Tax Rate	\$7.16	\$7.16	\$7.16	\$6.81

(continued)

CITY OF HAMILTON, OHIO

*Assessed Valuations and Estimated
True Values of Taxable Property
(per \$1,000 of assessed value)
Last Ten Years*

Collection Year	<u>2012</u>	<u>2013</u>
Real Property		
Assessed	\$822,899,950	\$805,839,810
Actual	2,351,142,714	2,302,399,457
Public Utility		
Assessed	5,798,610	4,726,410
Actual	5,798,610	4,726,410
Tangible Personal Property		
Assessed	0	0
Actual	0	0
Total		
Assessed	828,698,560	810,566,220
Actual	2,356,941,324	2,307,125,867
Assessed Value as a Percentage of Actual Value	35.16%	35.13%
Total Direct Tax Rate	\$6.81	\$6.81

CITY OF HAMILTON, OHIO

*Property Tax Levies and Collections
Last Ten Calendar Years*

Calendar Year	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>
Taxes Levied for the Calendar Year	\$6,198,400	\$6,200,701	\$6,590,009	\$6,498,408
Collected within the Calendar Year of the Levy				
Amount	5,657,850	5,737,754	5,877,718	5,885,931
Percent of Levy	91.28%	92.53%	89.19%	90.57%
Collections in Subsequent Years (1)	336,686	313,885	344,982	232,809
Total Collections to Date				
Amount	5,994,536	6,051,639	6,222,700	6,118,740
Percent of Levy	96.71%	97.60%	94.43%	94.16%

Source: County Auditor

(1) The County does not identify delinquent tax collections by tax year.

(continued)

CITY OF HAMILTON, OHIO

*Property Tax Levies and Collections
Last Ten Calendar Years*

Calendar Year	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
Taxes Levied for the Calendar Year	\$6,446,810	\$6,582,443	\$6,159,369	\$5,808,362
Collected within the Calendar Year of the Levy				
Amount	5,964,533	6,341,037	5,755,139	5,449,604
Percent of Levy	92.52%	96.33%	93.44%	93.82%
Collections in Subsequent Years (1)	260,500	371,397	211,476	236,932
Total Collections to Date				
Amount	6,225,033	6,712,434	5,966,615	5,686,536
Percent of Levy	96.56%	101.97%	96.87%	97.90%

(continued)

CITY OF HAMILTON, OHIO

*Property Tax Levies and Collections
Last Ten Calendar Years*

Calendar Year	<u>2012</u>	<u>2013</u>
Taxes Levied for the Calendar Year	\$5,459,714	\$5,409,302
Collected within the Calendar Year of the Levy		
Amount	5,152,127	5,042,759
Percent of Levy	94.37%	93.22%
Collections in Subsequent Years (1)	262,971	231,531
Total Collections to Date		
Amount	5,415,098	5,274,290
Percent of Levy	99.18%	97.50%

CITY OF HAMILTON, OHIO

*Direct and Overlapping
Property Tax Rates
Last Ten Calendar Years*

	2004	2005	2006	2007	2008
Direct Rates					
General Fund	4.21	4.21	4.21	4.21	4.21
Police Pension Fund	0.30	0.30	0.30	0.30	0.30
Fire Pension Fund	0.30	0.30	0.30	0.30	0.30
Miami Conservancy Fund (1)	0.35	0.35	0.35	0.35	0.35
Police / Fire-EMS Levies	2.00	2.00	2.00	2.00	2.00
Total Direct Rate	7.16	7.16	7.16	7.16	7.16
Overlapping Rates					
Hamilton City School District	48.21	48.21	48.01	53.42	53.42
Butler County	8.74	8.74	9.44	10.95	10.45

Source: County Auditor

(1) - Levied by the City for the benefit of the Miami Conservancy District.
Beginning in 2011 this is no longer levied.

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

(continued)

CITY OF HAMILTON, OHIO

*Direct and Overlapping
Property Tax Rates
Last Ten Calendar Years*

	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>
Direct Rates					
General Fund	4.21	4.21	4.21	4.21	4.21
Police Pension Fund	0.30	0.30	0.30	0.30	0.30
Fire Pension Fund	0.30	0.30	0.30	0.30	0.30
Miami Conservancy Fund (1)	0.35	0.35	0.00	0.00	0.00
Police / Fire-EMS Levies	<u>2.00</u>	<u>2.00</u>	<u>2.00</u>	<u>2.00</u>	<u>2.00</u>
Total Direct Rate	<u>7.16</u>	<u>7.16</u>	<u>6.81</u>	<u>6.81</u>	<u>6.81</u>
Overlapping Rates					
Hamilton City School District	53.42	53.42	53.42	53.42	53.61
Butler County	10.45	9.75	9.75	9.72	9.72

CITY OF HAMILTON, OHIO

*Principal Property Tax Payers
Current Year and Nine Years Ago*

Tax Payer	Nature of Business	2013	
		Assessed Value	Percentage of Total Assessed Value
Shadow Creek Apartments	Real Estate	\$5,126,050	0.63%
Tippmann Realty Partners	Real Estate	5,075,840	0.63%
Colonial Senior Services	Healthcare	4,437,090	0.55%
AHP-Knollwood Crossing	Real Estate	4,403,310	0.54%
Pedcor Investments 2004	Investments	4,006,940	0.49%
Duke Realty	Real Estate	3,577,710	0.44%
Meijers Stores	Retail	3,272,510	0.40%
Duke Energy	Utility	2,480,730	0.31%
Gold Ring Holdings	Real Estate	2,396,580	0.30%
VCG-Hamilton Crossings	Real Estate	2,380,000	0.29%
	Sub-Total	37,156,760	4.58%
	All Others	773,409,460	95.42%
	Total	<u>\$810,566,220</u>	<u>100.00%</u>

Tax Payer	Nature of Business	2004	
		Assessed Value	Percentage of Total Assessed Value
Cincinnati Bell Telephone Co.	Utility	\$8,419,880	0.94%
Fort Hamilton Hospital	Healthcare	8,020,310	0.89%
Smart Papers, LLC	Manufacturing	7,145,010	0.80%
First National Bank	Finance	5,111,760	0.57%
Tippmann Realty PRT	Realty	5,052,710	0.56%
Colonial Senior Services Inc.	Healthcare	4,311,220	0.48%
Hamilton Crossing LLC	Retail	3,994,740	0.44%
Meijer Stores LTD PTR	Retail	3,850,000	0.43%
Ohio Casualty Insurance	Insurance	3,626,130	0.40%
Center Holdings I LLC	Realty	2,562,000	0.29%
	Sub-Total	52,093,760	5.80%
	All Others	846,382,329	94.20%
	Total	<u>\$898,476,089</u>	<u>100.00%</u>

Source: County Auditor

CITY OF HAMILTON, OHIO

*Income Tax Collection Receipts by Fund
(Cash Basis of Accounting)
Last Ten Calendar Years*

	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
General Fund (1)	\$18,623,279	\$17,656,771	\$17,442,410	\$17,046,349
Public Safety / Health Income Tax Fund (2)	3,034,120	2,877,197	2,841,970	2,777,128
Hamilton Capital Improvement Fund (3)	2,427,386	2,301,757	2,273,576	2,221,702
Total	<u>\$24,084,785</u>	<u>\$22,835,725</u>	<u>\$22,557,956</u>	<u>\$22,045,179</u>
 Income Tax Rate (4)	 2.00	 2.00	 2.00	 2.00

(continued)

CITY OF HAMILTON, OHIO

*Income Tax Collection Receipts by Fund
(Cash Basis of Accounting)
Last Ten Calendar Years*

	<u>2012</u>	<u>2013</u>
General Fund (1)	\$16,874,253	\$17,464,829
Public Safety / Health Income Tax Fund (2)	2,749,995	2,844,699
Hamilton Capital Improvement Fund (3)	<u>2,199,995</u>	<u>2,275,758</u>
Total	<u>\$21,824,243</u>	<u>\$22,585,286</u>
Income Tax Rate (4)	2.00	2.00

CITY OF HAMILTON, OHIO

*Principal Income Taxpayers
Current Year and Nine Years Ago*

Employer	Nature of Business	2013 Rank
Butler County	Government	1
Hamilton City School District	Education	2
City of Hamilton	Government	3
Kettering Medical Center Network	Healthcare	4
ThyssenKrupp Bilstein of America	Manufacturing	5
Miami University	Education	6
GE Engine Services, Inc.	Manufacturing	7
Alliance Physicians Inc.	Healthcare	8
Valeo Climate Control	Manufacturing	9
Bethesda Hospital Inc.	Healthcare	10

Employer	Nature of Business	2004 Rank
Butler County	Government	1
Hamilton City School District	Education	2
City of Hamilton	Government	3
Fort Hamilton Hospital	Healthcare	4
Smart Paper, LLC	Manufacturing	5
International Paper - Beckett	Manufacturing	6
Valeo Climate Control	Manufacturing	7
Ohio Casualty Company	Insurance	8
First Financial Bank	Banking	9
Miami University	Education	10

Source: City Records

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

CITY OF HAMILTON, OHIO

*Ratios of Outstanding Debt By Type
Last Ten Years*

	2004	2005	2006	2007
Governmental Activities (1)				
General Obligation Bonds Payable	\$34,858,463	\$33,418,843	\$31,927,795	\$30,385,161
Special Revenue Notes Payable	3,600,000	4,650,000	3,075,000	2,540,000
Capital Projects Notes Payable	2,990,000	3,525,000	3,255,000	3,495,000
Special Assessments Notes Payable	0	500,000	525,000	400,000
Special Assessment Bonds Payable	2,723,000	2,576,000	2,447,000	2,492,000
Bank Qualified Loan	0	0	0	0
Business-type Activities (1)				
Water Revenue Bonds Payable	\$11,930,000	\$11,410,000	\$10,880,000	\$10,335,000
OWDA Loans	0	0	0	0
Line of Credit Payable	0	0	0	0
Gas Bonds Payable	12,725,000	11,755,000	10,755,000	9,730,000
Enterprise Notes Payable	5,550,000	19,650,000	17,910,000	21,720,000
Electric Revenue Bonds Payable	173,330,000	167,545,000	161,570,000	155,395,000
Wastewater Bonds Payable	26,485,000	23,630,000	22,660,000	21,660,000
Total Primary Government	\$274,191,463	\$278,659,843	\$265,004,795	\$258,152,161
Population (2)				
City of Hamilton	60,690	60,690	60,690	60,690
Outstanding Debt Per Capita	\$4,518	\$4,592	\$4,367	\$4,254
Income (3)				
Personal (in thousands) (a)	10,309,695	10,695,751	11,025,896	11,264,851
Percentage of Personal Income	2.66%	2.61%	2.40%	2.29%

Sources:

- (1) City Records
- (2) U.S. Bureau of Census, Population Division
- (3) U.S. Department of Commerce, Bureau of Economic Analysis
 - (a) Per Capita Income is only available for the County,
Total Personal Income is presented for the County.

(continued)

CITY OF HAMILTON, OHIO

*Ratios of Outstanding Debt By Type
Last Ten Years*

	2008	2009	2010	2011
Governmental Activities (1)				
General Obligation Bonds Payable	\$28,695,738	\$31,964,738	\$29,828,806	\$30,426,579
Special Revenue Notes Payable	1,930,000	0	0	0
Capital Projects Notes Payable	5,565,000	0	0	0
Special Assessments Notes Payable	103,000	0	0	0
Special Assessment Bonds Payable	2,205,000	1,935,000	1,650,000	1,400,000
Bank Qualified Loan	0	0	0	0
Business-type Activities (1)				
Water Revenue Bonds Payable	\$9,775,000	\$26,321,193	\$25,623,614	\$24,810,415
OWDA Loans	0	0	431,837	416,213
Line of Credit Payable	8,000,000	0	0	0
Gas Bonds Payable	8,675,000	11,845,845	10,782,428	9,655,749
Enterprise Notes Payable	33,075,000	0	0	5,900,000
Electric Revenue Bonds Payable	149,020,000	169,384,333	163,238,287	156,835,006
Wastewater Bonds Payable	20,630,000	33,073,131	31,763,637	59,865,579
Total Primary Government	\$267,673,738	\$274,524,240	\$263,318,609	\$289,309,541
Population (2)				
City of Hamilton	60,690	60,690	62,477	62,795
Outstanding Debt Per Capita	\$4,411	\$4,523	\$4,215	\$4,607
Income (3)				
Personal (in thousands) (a)	11,954,760	11,533,094	12,975,478	13,652,278
Percentage of Personal Income	2.24%	2.38%	2.03%	2.12%

(continued)

CITY OF HAMILTON, OHIO

*Ratios of Outstanding Debt By Type
Last Ten Years*

	2012	2013
Governmental Activities (1)		
General Obligation Bonds Payable	\$28,115,485	\$25,701,350
Special Revenue Notes Payable	0	0
Capital Projects Notes Payable	0	0
Special Assessments Notes Payable	0	0
Special Assessment Bonds Payable	1,195,000	1,060,000
Bank Qualified Loan	0	9,500,000
Business-type Activities (1)		
Water Revenue Bonds Payable	\$24,706,460	\$23,655,911
OWDA Loans	400,077	383,412
Line of Credit Payable	0	0
Gas Bonds Payable	8,588,256	7,268,857
Enterprise Notes Payable	10,690,000	10,690,000
Electric Revenue Bonds Payable	153,774,110	146,129,261
Wastewater Bonds Payable	58,384,649	56,274,683
Total Primary Government	<u>\$285,854,037</u>	<u>\$280,663,474</u>
Population (2)		
City of Hamilton	62,295	62,477
Outstanding Debt Per Capita	\$4,589	\$4,492
Income (3)		
Personal (in thousands) (a)	14,375,201	14,302,587
Percentage of Personal Income	1.99%	1.96%

CITY OF HAMILTON, OHIO

*Ratios of General Bonded Debt Outstanding
Last Ten Years*

Year	2004	2005	2006	2007
Population (1)	60,690	60,690	60,690	60,690
Actual Value (in thousands) (2)	\$2,630,762	\$2,615,663	\$2,915,420	\$2,969,683
General Bonded Debt (3)				
General Obligation Bonds	\$34,858,463	\$33,418,843	\$31,927,795	\$30,385,161
Total General Bonded Debt	\$34,858,463	\$33,418,843	\$31,927,795	\$30,385,161
Resources Available to Pay Principal	\$0	\$0	\$0	\$0
Net General Bonded Debt	\$34,858,463	\$33,418,843	\$31,927,795	\$30,385,161
Ratio of Net Bonded Debt to Estimated Actual Value	1.33%	1.28%	1.10%	1.02%
Net Bonded Debt per Capita	\$574.37	\$550.65	\$526.08	\$500.66

Source:

- (1) U.S. Bureau of Census of Population
- (2) Butler County Auditor
- (3) Includes all general obligation bonded debt supported by property taxes.

(continued)

CITY OF HAMILTON, OHIO

*Ratios of General Bonded Debt Outstanding
Last Ten Years*

Year	2008	2009	2010	2011
Population (1)	60,690	60,690	62,477	62,795
Actual Value (in thousands) (2)	\$3,202,381	\$2,717,606	\$2,575,132	\$2,548,357
General Bonded Debt (3)				
General Obligation Bonds	\$28,695,738	\$31,964,738	\$29,828,806	\$30,426,579
Total General Bonded Debt	\$28,695,738	\$31,964,738	\$29,828,806	\$30,426,579
Resources Available to Pay Principal	\$0	\$0	\$0	\$0
Net General Bonded Debt	\$28,695,738	\$31,964,738	\$29,828,806	\$30,426,579
Ratio of Net Bonded Debt to Estimated Actual Value	0.90%	1.18%	1.16%	1.19%
Net Bonded Debt per Capita	\$472.82	\$526.69	\$477.44	\$484.54

(continued)

CITY OF HAMILTON, OHIO

*Ratios of General Bonded Debt Outstanding
Last Ten Years*

<u>Year</u>	<u>2012</u>	<u>2013</u>
Population (1)	62,295	62,477
Actual Value (in thousands) (2)	\$2,356,941	\$2,307,126
General Bonded Debt (3)		
General Obligation Bonds	\$28,115,485	\$25,701,350
Total General Bonded Debt	\$28,115,485	\$25,701,350
Resources Available to Pay Principal	\$0	\$0
Net General Bonded Debt	\$28,115,485	\$25,701,350
Ratio of Net Bonded Debt to Estimated Actual Value	1.19%	1.11%
Net Bonded Debt per Capita	\$451.33	\$411.37

CITY OF HAMILTON, OHIO

*Computation of Direct and Overlapping
Debt Attributable to Governmental Activities
December 31, 2013*

<u>Jurisdiction</u>	<u>Gross Debt Outstanding</u>	<u>Percentage Applicable to the City of Hamilton (1)</u>	<u>Amount Applicable to the City of Hamilton</u>
Direct:			
City of Hamilton	\$36,261,350	100.00%	\$36,261,350
Overlapping:			
Butler County	84,775,639	11.95%	10,130,689
Hamilton City School District	92,375,000	97.32%	89,899,350
Talawanda School District	50,172,139	5.58%	2,799,605
New Miami Local School District	1,766,402	0.40%	7,066
Ross Local School District	19,402,530	0.50%	<u>97,013</u>
		Subtotal	<u>102,933,723</u>
		Total	<u>\$139,195,073</u>

(1) Percentages were determined by dividing the assessed valuation of the political subdivision located within the boundaries of the City by the total assessed valuation of the political subdivision.

Source: Ohio Auditor of State

CITY OF HAMILTON, OHIO

*Debt Limitations
Last Ten Years*

Collection Year	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>
<u>Total Debt</u>				
Net Assessed Valuation	\$898,476,089	\$894,402,144	\$965,050,843	\$952,614,470
Legal Debt Limitation (%) (1)	10.50%	10.50%	10.50%	10.50%
Legal Debt Limitation (\$) (1)	94,339,989	93,912,225	101,330,339	100,024,519
City Debt Outstanding (2)	9,789,000	41,248,235	37,957,621	36,146,281
Less: Applicable Debt Service Fund Amounts	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Indebtedness Subject to Limitation (2)	<u>9,789,000</u>	<u>41,248,235</u>	<u>37,957,621</u>	<u>36,146,281</u>
Overall Legal Debt Margin	<u><u>\$84,550,989</u></u>	<u><u>\$52,663,990</u></u>	<u><u>\$63,372,718</u></u>	<u><u>\$63,878,238</u></u>
Debt Margin as a Percentage of Debt Limit	89.62%	56.08%	62.54%	63.86%
<u>Unvoted Debt</u>				
Net Assessed Valuation	\$898,476,089	\$894,402,144	\$965,050,843	\$952,614,470
Legal Debt Limitation (%) (1)	5.50%	5.50%	5.50%	5.50%
Legal Debt Limitation (\$) (1)	49,416,185	49,192,118	53,077,796	52,393,796
City Debt Outstanding (2)	9,789,000	41,248,235	37,957,621	36,146,281
Less: Applicable Debt Service Fund Amounts	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Indebtedness Subject to Limitation (2)	<u>9,789,000</u>	<u>41,248,235</u>	<u>37,957,621</u>	<u>36,146,281</u>
Overall Legal Debt Margin	<u><u>\$39,627,185</u></u>	<u><u>\$7,943,883</u></u>	<u><u>\$15,120,175</u></u>	<u><u>\$16,247,515</u></u>

(1) Direct Debt Limitation based upon Section 133, The Uniform Bond Act of the Ohio Revised Code.

(2) City Debt Outstanding includes Non Self-Supporting General Obligation Bonds and Notes only. Enterprise Debt is not considered in the computation of the Legal Debt Margin.

Source: City Records

(continued)

CITY OF HAMILTON, OHIO

*Debt Limitations
Last Ten Years*

Collection Year	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
<u>Total Debt</u>				
Net Assessed Valuation	\$945,251,076	\$952,929,910	\$902,895,930	\$895,754,320
Legal Debt Limitation (%) (1)	10.50%	10.50%	10.50%	10.50%
Legal Debt Limitation (\$) (1)	99,251,363	100,057,641	94,804,073	94,054,204
City Debt Outstanding (2)	35,764,744	31,440,157	29,180,083	28,170,011
Less: Applicable Debt Service Fund Amounts	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Indebtedness Subject to Limitation (2)	<u>35,764,744</u>	<u>31,440,157</u>	<u>29,180,083</u>	<u>28,170,011</u>
Overall Legal Debt Margin	<u><u>\$63,486,619</u></u>	<u><u>\$68,617,484</u></u>	<u><u>\$65,623,990</u></u>	<u><u>\$65,884,193</u></u>
 Debt Margin as a Percentage of Debt Limit	 63.97%	 68.58%	 69.22%	 70.05%
<u>Unvoted Debt</u>				
Net Assessed Valuation	\$945,251,076	\$952,929,910	\$902,895,930	\$895,754,320
Legal Debt Limitation (%) (1)	5.50%	5.50%	5.50%	5.50%
Legal Debt Limitation (\$) (1)	51,988,809	52,411,145	49,659,276	49,266,488
City Debt Outstanding (2)	35,764,744	31,440,157	29,180,083	28,170,011
Less: Applicable Debt Service Fund Amounts	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Indebtedness Subject to Limitation (2)	<u>35,764,744</u>	<u>31,440,157</u>	<u>29,180,083</u>	<u>28,170,011</u>
Overall Legal Debt Margin	<u><u>\$16,224,065</u></u>	<u><u>\$20,970,988</u></u>	<u><u>\$20,479,193</u></u>	<u><u>\$21,096,477</u></u>

(continued)

CITY OF HAMILTON, OHIO

*Debt Limitations
Last Ten Years*

Collection Year	<u>2012</u>	<u>2013</u>
<u>Total Debt</u>		
Net Assessed Valuation	\$828,698,560	\$810,566,220
Legal Debt Limitation (%) (1)	10.50%	10.50%
Legal Debt Limitation (\$) (1)	87,013,349	85,109,453
City Debt Outstanding (2)	25,925,097	23,875,438
Less: Applicable Debt Service Fund Amounts	<u>0</u>	<u>0</u>
Net Indebtedness Subject to Limitation (2)	<u>25,925,097</u>	<u>23,875,438</u>
Overall Legal Debt Margin	<u>\$61,088,252</u>	<u>\$61,234,015</u>
 Debt Margin as a Percentage of Debt Limit	 70.21%	 71.95%
<u>Unvoted Debt</u>		
Net Assessed Valuation	\$828,698,560	\$810,566,220
Legal Debt Limitation (%) (1)	5.50%	5.50%
Legal Debt Limitation (\$) (1)	45,578,421	44,581,142
City Debt Outstanding (2)	25,925,097	23,875,438
Less: Applicable Debt Service Fund Amounts	<u>0</u>	<u>0</u>
Net Indebtedness Subject to Limitation (2)	<u>25,925,097</u>	<u>23,875,438</u>
Overall Legal Debt Margin	<u>\$19,653,324</u>	<u>\$20,705,704</u>

CITY OF HAMILTON, OHIO

*Pledged Revenue Coverage
Last Ten Years*

	2004	2005	2006	2007
Water System Revenue Bonds				
Gross Revenues (1)	\$14,194,267	\$14,477,037	\$14,980,733	\$15,618,225
Direct Operating Expenses (2)	9,615,956	9,942,278	11,035,787	11,278,031
Net Revenue Available for Debt Service	4,578,311	4,534,759	3,944,946	4,340,194
Annual Debt Service Requirement	1,007,114	1,006,914	1,005,474	1,007,224
Coverage	4.55	4.50	3.92	4.31
Wastewater System Revenue Bonds				
Gross Revenues (1)	\$10,666,399	\$12,943,233	\$10,784,184	\$11,086,222
Direct Operating Expenses (2)	7,434,951	7,372,609	7,373,360	7,838,546
Net Revenue Available for Debt Service	3,231,448	5,570,624	3,410,824	3,247,676
Annual Debt Service Requirement	2,275,153	2,056,197	2,058,590	2,059,490
Coverage	1.42	2.71	1.66	1.58
Gas System Revenue Bonds				
Gross Revenues (1)	\$28,782,604	\$33,967,409	\$40,216,803	\$38,699,384
Direct Operating Expenses (2)	24,856,014	32,111,986	32,442,221	32,703,906
Net Revenue Available for Debt Service	3,926,590	1,855,423	7,774,582	5,995,478
Annual Debt Service Requirement	1,493,213	1,489,113	1,490,012	1,492,513
Coverage	2.63	1.25	5.22	4.02
Electric System Revenue Bonds				
Gross Revenues (1)	\$52,327,108	\$59,628,880	\$59,863,468	\$63,779,353
Direct Operating Expenses (2)	37,116,049	41,916,192	39,719,528	46,588,939
Net Revenue Available for Debt Service	15,211,059	17,712,688	20,143,940	17,190,414
Annual Debt Service Requirement	11,721,429	9,034,766	13,007,773	13,037,485
Coverage	1.30	1.96	1.55	1.32
Special Assessment Bonds				
Special Assessment Collections	\$519,068	\$529,781	\$378,938	\$434,437
Debt Service				
Principal	378,770	392,000	347,000	320,000
Interest	142,085	124,994	121,859	121,101
Coverage	1.00	1.02	0.81	0.98

(1) Gross revenues include operating revenues plus interest income.

(2) Direct operating expenses include operating expenses less depreciation.

Source: City Records

(continued)

CITY OF HAMILTON, OHIO

*Pledged Revenue Coverage
Last Ten Years*

	2008	2009	2010	2011
Water System Revenue Bonds				
Gross Revenues (1)	\$14,753,151	\$14,365,405	\$14,930,142	\$15,000,714
Direct Operating Expenses (2)	11,625,041	11,794,753	12,158,069	10,795,637
Net Revenue Available for Debt Service	3,128,110	2,570,652	2,772,073	4,205,077
Annual Debt Service Requirement	1,006,964	1,009,324	2,337,494	2,321,067
Coverage	3.11	2.55	1.19	1.81
Wastewater System Revenue Bonds				
Gross Revenues (1)	\$11,151,093	\$10,835,332	\$11,272,546	\$12,368,786
Direct Operating Expenses (2)	8,252,037	8,150,313	7,792,762	7,355,594
Net Revenue Available for Debt Service	2,899,056	2,685,019	3,479,784	5,013,192
Annual Debt Service Requirement	2,059,490	2,056,015	3,114,006	3,092,977
Coverage	1.41	1.31	1.12	1.62
Gas System Revenue Bonds				
Gross Revenues (1)	\$39,980,359	\$31,795,459	\$26,867,128	\$21,974,462
Direct Operating Expenses (2)	35,686,059	27,095,082	23,092,861	19,230,178
Net Revenue Available for Debt Service	4,294,300	4,700,377	3,774,267	2,744,284
Annual Debt Service Requirement	1,491,762	1,490,112	1,693,780	1,674,487
Coverage	2.88	3.15	2.23	1.64
Electric System Revenue Bonds				
Gross Revenues (1)	\$66,029,226	\$61,400,264	\$66,365,469	\$63,439,859
Direct Operating Expenses (2)	48,905,823	39,290,578	47,654,945	42,406,513
Net Revenue Available for Debt Service	17,123,403	22,109,686	18,710,524	21,033,346
Annual Debt Service Requirement	13,046,060	13,052,060	14,836,139	14,713,079
Coverage	1.31	1.69	1.26	1.43
Special Assessment Bonds				
Special Assessment Collections	\$562,053	\$343,711	\$511,216	\$512,509
Debt Service				
Principal	287,000	270,000	285,000	250,000
Interest	127,757	111,863	99,996	87,383
Coverage	1.36	0.90	1.33	1.52

(continued)

CITY OF HAMILTON, OHIO

*Pledged Revenue Coverage
Last Ten Years*

	2012	2013
Water System Revenue Bonds		
Gross Revenues (1)	\$14,798,053	\$14,656,915
Direct Operating Expenses (2)	10,868,974	10,505,666
Net Revenue Available for Debt Service	3,929,079	4,151,249
Annual Debt Service Requirement	2,322,567	2,320,492
Coverage	1.69	1.79
Wastewater System Revenue Bonds		
Gross Revenues (1)	\$12,181,654	\$14,684,679
Direct Operating Expenses (2)	6,988,504	7,068,795
Net Revenue Available for Debt Service	5,193,150	7,615,884
Annual Debt Service Requirement	4,853,775	4,901,071
Coverage	1.07	1.55
Gas System Revenue Bonds		
Gross Revenues (1)	\$16,611,781	\$24,746,065
Direct Operating Expenses (2)	14,435,127	22,596,575
Net Revenue Available for Debt Service	2,176,654	2,149,490
Annual Debt Service Requirement	1,670,737	1,669,237
Coverage	1.30	1.29
Electric System Revenue Bonds		
Gross Revenues (1)	\$62,256,537	\$60,360,176
Direct Operating Expenses (2)	41,468,644	42,282,539
Net Revenue Available for Debt Service	20,787,893	18,077,637
Annual Debt Service Requirement	14,874,641	14,837,797
Coverage	1.40	1.22
Special Assessment Bonds		
Special Assessment Collections	\$465,240	\$499,689
Debt Service		
Principal	205,000	135,000
Interest	75,698	65,498
Coverage	1.66	2.49

CITY OF HAMILTON, OHIO

Demographic and Economic Statistics Last Ten Years

Calendar Year	2004	2005	2006	2007
Population (1)				
City of Hamilton	60,690	60,690	60,690	60,690
Butler County	332,807	332,807	332,807	332,807
Income (2) (a)				
Total Personal (in thousands)	10,309,695	10,695,751	11,025,896	11,264,851
Per Capita	30,978	32,138	33,130	33,848
Unemployment Rate (3)				
Federal	4.8%	5.8%	6.0%	5.5%
State	4.3%	5.7%	6.1%	6.0%
Butler County	4.3%	5.4%	5.6%	5.1%
Civilian Work Force Estimates (3)				
State	5,828,000	5,915,000	5,875,300	5,900,400
Butler County	183,300	185,300	189,700	190,800

Sources:

(1) US Bureau of Census of Population

(2) US Department of Commerce, Bureau of Economic Analysis

(a) Per Capita Income is only available for the County. Total Personal Income is presented for the County. US Department of Commerce, Bureau of Economic Analysis information is only available through 2012, for the presentation of 2012 and 2013 statistics, the City is using the latest information available.

(3) State Department of Labor Statistics

(continued)

CITY OF HAMILTON, OHIO

*Demographic and Economic Statistics
Last Ten Years*

Calendar Year	2008	2009	2010	2011
Population (1)				
City of Hamilton	60,690	60,690	62,477	62,795
Butler County	332,807	332,807	368,130	373,115
Income (2) (a)				
Total Personal (in thousands)	11,954,760	11,533,094	12,975,478	13,652,278
Per Capita	35,921	34,654	35,247	36,590
Unemployment Rate (3)				
Federal	5.8%	10.0%	9.6%	8.9%
State	6.6%	10.8%	10.1%	8.6%
Butler County	5.9%	9.9%	9.6%	8.6%
Civilian Work Force Estimates (3)				
State	5,986,400	5,970,200	5,897,600	5,806,000
Butler County	191,700	191,700	188,200	191,300

(continued)

CITY OF HAMILTON, OHIO

*Demographic and Economic Statistics
Last Ten Years*

Calendar Year	2012	2013
Population (1)		
City of Hamilton	62,295	62,477
Butler County	369,999	368,130
Income (2) (a)		
Total Personal (in thousands)	14,375,201	14,302,587
Per Capita	38,852	38,852
Unemployment Rate (3)		
Federal	8.1%	7.4%
State	7.2%	7.4%
Butler County	7.1%	6.9%
Civilian Work Force Estimates (3)		
State	5,748,000	5,766,000
Butler County	189,600	190,500

CITY OF HAMILTON, OHIO

*Principal Employers
Current Year and Nine Years Ago*

		2013	
Employer	Nature of Business	Number of Employees	Rank
Butler County	Government	1,750	1
Hamilton City School District	Education	1,095	2
Fort Hamilton Hospital	Health Care	1,020	3
City of Hamilton	Government	680	4
Community First	Health Care	650	5
Miami University - Hamilton	Education	370	6
ThyssenKrupp Bilstein of America	Manufacturing	350	7
Meijer	Retail	325	8
The Kroger Company	Retail	250	9
First Financial Bank	Financial	230	10
Total		<u>6,720</u>	
Total Employment within the City (1)		<u>N/A</u>	

		2004	
Employer	Nature of Business	Number of Employees	Rank
Fort Hamilton Hospital	Healthcare	1,250	1
Hamilton City School District	Education	1,250	2
Butler County	Government	900	3
City of Hamilton	Government	700	4
Smart Papers, LLC	Manufacturing	500	5
Valeo Climate Control	Manufacturing	450	6
Ohio Casualty Group	Insurance	350	7
The Kroger Co.	Groceries	350	8
Meijer, Inc.	Retail	325	9
International Paper	Manufacturing	250	10
Total		<u>6,325</u>	
Total Employment within the City (1)		<u>N/A</u>	

(1) - Total employment within the City is not available.

Source: City Records

CITY OF HAMILTON, OHIO

Full Time Equivalent Employees by Function Last Eight Years

	2006	2007	2008	2009
Governmental Activities				
General Government				
City Administration	25.00	34.00	28.00	21.00
Engineering	24.00	20.00	18.00	17.00
Municipal Court	30.00	28.00	27.00	28.00
Information Technology	17.00	18.00	15.00	10.00
Finance	39.00	43.00	37.00	35.00
Security of Persons and Property				
Police	159.00	174.00	167.00	147.00
Fire	113.00	116.00	108.00	107.00
Public Health and Welfare Services				
Health	20.00	21.00	16.00	15.00
Leisure Time Activities				
Parks and Recreation	27.00	27.00	27.00	22.00
Community Environment				
Planning and Zoning	22.00	23.00	23.00	25.00
Transportation				
Street	49.00	47.00	48.00	52.00
Business-Type Activities				
Utilities				
Gas	17.00	17.00	22.00	24.00
Electric	113.00	111.00	118.00	110.00
Water	35.00	32.00	32.00	34.00
Wastewater	26.00	28.00	24.00	23.00
Utility Customer Service	30.00	30.00	28.00	29.00
<i>Total Employees</i>	<u>746.00</u>	<u>769.00</u>	<u>738.00</u>	<u>699.00</u>

Method: 1.00 for each full-time, 0.50 for each part-time and
0.25 for each seasonal employee

Source: City Records

Information is not available in this format for years prior to 2006

(continued)

CITY OF HAMILTON, OHIO

*Full Time Equivalent Employees by Function
Last Eight Years*

	2010	2011	2012	2013
Governmental Activities				
General Government				
City Administration	21.00	22.00	21.50	23.00
Engineering	17.00	12.50	9.00	6.00
Municipal Court	28.00	32.00	31.50	30.75
Information Technology	10.00	9.00	7.00	6.00
Finance	32.00	36.00	36.00	34.50
Security of Persons and Property				
Police	147.00	141.00	136.00	121.75
Fire	105.00	110.00	107.00	95.00
Public Health and Welfare Services				
Health	14.00	11.25	10.50	11.50
Leisure Time Activities				
Parks and Recreation	13.00	17.50	18.00	17.50
Community Environment				
Planning and Zoning	23.00	16.00	15.00	15.00
Transportation				
Street	50.00	55.00	57.00	60.00
Business-Type Activities				
Utilities				
Gas	24.00	31.00	29.00	30.00
Electric	109.00	114.00	105.00	105.00
Water	33.00	32.00	32.00	30.00
Wastewater	23.00	16.00	19.00	16.00
Utility Customer Service	28.00	23.00	26.00	25.00
<i>Total Employees</i>	<u>677.00</u>	<u>678.25</u>	<u>659.50</u>	<u>627.00</u>

CITY OF HAMILTON, OHIO

*Operating Indicators by Function
Last Ten Years*

	2004	2005	2006	2007
Governmental Activities				
General Government				
Licenses and Permits				
Building Permits Issued - Residential	438	306	387	239
Building Permits Issued - Commercial	479	341	355	251
Security of Persons and Property				
Police				
Misdemeanor Arrests	6,399	7,831	8,400	7,534
Felony Arrests	1,317	1,474	1,621	2,302
Traffic Citations Issued	14,208	15,232	14,335	6,418
Parking Tickets Written	1,989	1,766	1,231	767
Fire / Emergency Medical Services				
Number of Calls Answered	10,637	10,347	10,523	10,687
Number of Inspections	2,072	2,132	2,157	2,203
Number of Emergency Medical Calls	8,293	8,299	8,292	8,536
Transportation				
Street				
Street Resurfacing (Center Line miles)	5.20	1.20	4.60	2.14
Parking				
Parking Levels	6.50	6.50	6.50	6.50
Parking Spaces	752	752	752	752
Average Daily Cars Parked	589	604	575	560
Parking / Meters - On Street and Lots	977	972	892	836
Public Works				
Refuse Collection				
Refuse Collected (tons)	23,761	26,779	27,638	25,387
Recyclables Collected (tons)	1,529	1,815	1,683	1,547
Leisure Time Activities				
Parks and Recreation				
Athletic Field Permits Issued	N/A	N/A	55	61
Public Health and Welfare Services				
Health Care				
Number of Patient Beds	307	157	282	318

(continued)

CITY OF HAMILTON, OHIO

*Operating Indicators by Function
Last Ten Years*

	2008	2009	2010	2011
Governmental Activities				
General Government				
Licenses and Permits				
Building Permits Issued - Residential	234	434	270	189
Building Permits Issued - Commercial	427	371	355	300
Security of Persons and Property				
Police				
Misdemeanor Arrests	6,778	8,774	7,740	6,589
Felony Arrests	942	2,041	1,516	1,587
Traffic Citations Issued	7,050	6,273	6,208	6,418
Parking Tickets Written	1,157	766	873	3,721
Fire / Emergency Medical Services				
Number of Calls Answered	11,870	11,326	11,386	11,733
Number of Inspections	596	2,156	1,145	2,159
Number of Emergency Medical Calls	8,836	8,691	9,008	9,121
Transportation				
Street				
Street Resurfacing (Center Line miles)	4.68	3.57	11.86	17.97
Parking				
Parking Levels	6.50	6.50	6.50	6.50
Parking Spaces	752	751	754	754
Average Daily Cars Parked	550	412	646	457
Parking / Meters - On Street and Lots	836	836	836	836
Public Works				
Refuse Collection				
Refuse Collected (tons)	25,807	26,493	25,988	25,823
Recyclables Collected (tons)	1,587	1,842	2,149	2,023
Leisure Time Activities				
Parks and Recreation				
Athletic Field Permits Issued	128	94	92	60
Public Health and Welfare Services				
Health Care				
Number of Patient Beds	288	320	274	320

(continued)

CITY OF HAMILTON, OHIO

*Operating Indicators by Function
Last Ten Years*

	2012	2013
Governmental Activities		
General Government		
Licenses and Permits		
Building Permits Issued - Residential	292	299
Building Permits Issued - Commercial	331	340
Security of Persons and Property		
Police		
Misdemeanor Arrests	3,832	3,159
Felony Arrests	1,371	1,519
Traffic Citations Issued	4,903	4,315
Parking Tickets Written	2,923	2,710
Fire / Emergency Medical Services		
Number of Calls Answered	12,091	11,657
Number of Inspections	637	295
Number of Emergency Medical Calls	9,471	9,239
Transportation		
Street		
Street Resurfacing (Center Line miles)	3.20	3.49
Parking		
Parking Levels	6.50	5.00
Parking Spaces	754	550
Average Daily Cars Parked	423	N/A
Parking / Meters - On Street and Lots	818	753
Public Works		
Refuse Collection		
Refuse Collected (tons)	23,149	23,227
Recyclables Collected (tons)	2,534	2,728
Leisure Time Activities		
Parks and Recreation		
Athletic Field Permits Issued	65	75
Public Health and Welfare Services		
Health Care		
Number of Patient Beds	320	274

(continued)

CITY OF HAMILTON, OHIO

*Operating Indicators by Function
Last Ten Years*

	2004	2005	2006	2007
Business-Type Activities				
Gas				
Average Daily Consumption (100 cubic feet)	9,950	9,854	9,237	9,114
Peak Daily Consumption (100 cubic feet)	29,582	26,114	24,325	29,992
Electric				
Peak Demand (MW)	144.1	166.0	157.0	165.0
Energy Requirement (MWh)	645,131	706,381	638,652	664,687
Total System Sales (MWh)	611,560	613,772	585,791	630,596
Total Residential Customers	25,578	25,253	25,974	26,398
Total Commercial Customers	3,033	3,025	3,060	3,019
Water				
New Service Connections	N/A	N/A	9	122
Water Main Breaks	N/A	N/A	57	88
Average Daily Consumption (thousands of gallons)	17,254	19,159	19,757	21,256
Peak Daily Consumption (thousands of gallons)	28,666	28,653	32,266	35,197
Wastewater				
Average Daily Sewage Treatment (millions of gallons)	17.2	15.3	16.4	16.2

Source: City Records

N/A = Information Not Available

(continued)

CITY OF HAMILTON, OHIO

*Operating Indicators by Function
Last Ten Years*

	2008	2009	2010	2011
Business-Type Activities				
Gas				
Average Daily Consumption (100 cubic feet)	9,176	8,694	9,088	8,808
Peak Daily Consumption (100 cubic feet)	29,415	33,457	26,487	27,425
Electric				
Peak Demand (MW)	148.0	146.0	159.0	159.0
Energy Requirement (MWh)	658,776	626,161	663,099	651,892
Total System Sales (MWh)	623,351	592,956	636,557	618,083
Total Residential Customers	26,481	26,345	26,177	26,085
Total Commercial Customers	3,000	2,905	2,954	2,952
Water				
New Service Connections	52	8	10	4
Water Main Breaks	94	71	93	87
Average Daily Consumption (thousands of gallons)	18,053	16,957	17,853	17,644
Peak Daily Consumption (thousands of gallons)	22,723	22,755	22,537	25,545
Wastewater				
Average Daily Sewage Treatment (millions of gallons)	16.2	12.5	13.4	14.2

(continued)

CITY OF HAMILTON, OHIO

*Operating Indicators by Function
Last Ten Years*

	<u>2012</u>	<u>2013</u>
Business-Type Activities		
Gas		
Average Daily Consumption (100 cubic feet)	6,823	9,969
Peak Daily Consumption (100 cubic feet)	23,042	27,136
Electric		
Peak Demand (MW)	152.0	140.0
Energy Requirement (MWh)	613,645	619,273
Total System Sales (MWh)	583,773	566,426
Total Residential Customers	26,052	26,099
Total Commercial Customers	2,926	2,922
Water		
New Service Connections	18	25
Water Main Breaks	77	117
Average Daily Consumption (thousands of gallons)	16,322	15,458
Peak Daily Consumption (thousands of gallons)	21,495	20,323
Wastewater		
Average Daily Sewage Treatment (millions of gallons)	8.6	8.4

CITY OF HAMILTON, OHIO

*Capital Asset Statistics by Function
Last Ten Years*

	2004	2005	2006	2007
Governmental Activities				
General Government				
Public Land and Buildings				
Land (Square Miles)	21.56	21.56	21.56	21.56
Security of Persons and Property				
Police				
Stations	1	1	1	1
Patrol Cruisers	40	40	40	39
Fire / Emergency Medical Services				
Stations	6	6	6	6
Transportation				
Street				
Streets (lane miles)	209.90	213.40	215.90	216.00
Street Lights	12,000	9,000	9,000	6,966
Traffic Signals	97	97	97	98
Parking				
Off street Parking Garages	2	2	2	2
Leisure Time Activities				
Parks and Recreation				
Parks	56	56	55	55
Park Area (acres)	1,320	1,320	1,300	1,300
Playgrounds	N/A	N/A	25	25
Ball Fields				
Lighted	9	9	9	9
Unlighted	34	34	34	34
Tennis Courts				
Lighted	2	2	2	2
Unlighted	6	6	6	6
Swimming Pools	5	5	5	3
Golf Courses	2	2	2	2
Skateboard Park	1	1	1	1
Community Environment				
Libraries	1	1	1	1
Public Health and Welfare				
Hospitals	1	1	2	2

(continued)

CITY OF HAMILTON, OHIO

*Capital Asset Statistics by Function
Last Ten Years*

	2008	2009	2010	2011
Governmental Activities				
General Government				
Public Land and Buildings				
Land (Square Miles)	21.57	21.62	21.62	21.68
Security of Persons and Property				
Police				
Stations	1	1	1	1
Patrol Cruisers	44	44	44	44
Fire / Emergency Medical Services				
Stations	6	6	6	6
Transportation				
Street				
Streets (lane miles)	216.20	216.20	254.21	254.21
Street Lights	6,978	6,963	6,986	6,996
Traffic Signals	98	98	98	98
Parking				
Off street Parking Garages	2	2	2	2
Leisure Time Activities				
Parks and Recreation				
Parks	52	52	52	52
Park Area (acres)	1,300	1,300	1,300	1,300
Playgrounds	24	24	24	24
Ball Fields				
Lighted	9	9	9	9
Unlighted	34	34	34	34
Tennis Courts				
Lighted	2	2	2	2
Unlighted	6	6	6	6
Swimming Pools	1	1	1	1
Golf Courses	2	2	2	2
Skateboard Park	1	1	1	1
Community Environment				
Libraries	1	1	1	1
Public Health and Welfare				
Hospitals	2	2	2	2

(continued)

CITY OF HAMILTON, OHIO

*Capital Asset Statistics by Function
Last Ten Years*

	2012	2013
Governmental Activities		
General Government		
Public Land and Buildings		
Land (Square Miles)	21.68	21.68
Security of Persons and Property		
Police		
Stations	1	1
Patrol Cruisers	40	40
Fire / Emergency Medical Services		
Stations	6	5
Transportation		
Street		
Streets (lane miles)	254.21	254.21
Street Lights	7,011	7,028
Traffic Signals	96	96
Parking		
Off street Parking Garages	2	1
Leisure Time Activities		
Parks and Recreation		
Parks	52	54
Park Area (acres)	1,300	1,308
Playgrounds	24	24
Ball Fields		
Lighted	9	9
Unlighted	34	34
Tennis Courts		
Lighted	2	2
Unlighted	6	6
Swimming Pools	1	1
Golf Courses	2	2
Skateboard Park	1	1
Community Environment		
Libraries	1	1
Public Health and Welfare		
Hospitals	2	2

(continued)

CITY OF HAMILTON, OHIO

*Capital Asset Statistics by Function
Last Ten Years*

	2004	2005	2006	2007
Business-Type Activities				
Utilities				
Water				
Purification Plants	2	2	2	2
Maximum Capacity (millions of gallons)	46	46	46	46
Waterlines (Miles)	261.3	264.3	267.3	267.4
Wastewater				
Treatment Plants	1	1	1	1
Maximum Capacity (millions of gallons)	32	32	32	32
Sanitary Sewerlines (Miles)	227.5	233.0	236.3	236.4
Storm Drains (Miles)	151.8	155.2	157.1	158.3

Source: City Records

(continued)

CITY OF HAMILTON, OHIO

*Capital Asset Statistics by Function
Last Ten Years*

	2008	2009	2010	2011
Business-Type Activities				
Utilities				
Water				
Purification Plants	2	2	2	2
Maximum Capacity (millions of gallons)	46	46	46	46
Waterlines (Miles)	267.4	267.4	340.0	340.0
Wastewater				
Treatment Plants	1	1	1	1
Maximum Capacity (millions of gallons)	32	32	32	32
Sanitary Sewerlines (Miles)	236.8	236.8	253.0	253.0
Storm Drains (Miles)	158.5	158.5	188.2	188.2

(continued)

CITY OF HAMILTON, OHIO

*Capital Asset Statistics by Function
Last Ten Years*

	<u>2012</u>	<u>2013</u>
Business-Type Activities		
Utilities		
Water		
Purification Plants	2	2
Maximum Capacity (millions of gallons)	46	46
Waterlines (Miles)	340.0	345.0
Wastewater		
Treatment Plants	1	1
Maximum Capacity (millions of gallons)	32	32
Sanitary Sewerlines (Miles)	253.0	253.0
Storm Drains (Miles)	188.2	188.2

