



CITY OF CINCINNATI, OHIO

Single Audit Reports

Year Ended December 31, 2012

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CITY OF CINCINNATI, OHIO
 Schedule of Expenditures of Federal Awards
 (Non-GAAP Budgetary Basis)
 For the year ended December 31, 2012

Updated:

Grantor/Program Title	Fund	CFDA #	Grant #	Agency	Grant and Contract Revenue Received	Contributions and other Revenue	CFS Expenditures	Advances (Repayments) or Adjustments
1 U.S. Department of Agriculture								
* Passed through Ohio Department of Health Hamilton County WIC Program	391	10.557	31-2-001-1-WA-0613	NAM Health	971.00		(11.00)	
Hamilton County WIC Program	391	10.557	31-2-001-1-WA-0411	NAM Health	0.00		(972.00)	
Hamilton County WIC Program	391	10.557	31-2-001-1-WA-0512	NAM Health	831.00		(2,041.00)	194.00
Total for CFDA No. 10.557					1,802.00	0.00	(3,024.00)	194.00
* Passed through Ohio Department of Education CACFP- Child & Adult Care Food Program	324	10.558	009070	NAR Recreation	97.00	-	(85.00)	
Total for CFDA No. 10.558					97.00	-	(85.00)	-
TOTAL U.S. DEPARTMENT OF AGRICULTURE					1,899.00	0.00	(3,109.00)	194.00
2 U.S. Department of Health and Human Services								
* Passed through Ohio Department of Community Dev. Child Care & Development Block Grant	323	93.575		APR Recreation	19.00		(19.00)	
(a.) Total for CFDA No. 93.575					19.00	0.00	(19.00)	0.00
* Passed through Ohio Department of Health Social Services Block Grant	323	93.667		APR Recreation	19.00		(19.00)	
Total for CFDA No. 93.667					19.00	0.00	(19.00)	0.00
* Passed through Council on Aging of Southwestern Ohio Special Programs for the Aging Title III Part B	324	93.044		NAR Recreation	48.00		(48.00)	
(b.) Total for CFDA No. 93.044					48.00	-	(48.00)	-
Special Programs for the Aging Title III Part C	324	93.045		NAR Recreation	223.00	12.00	(235.00)	
(b.) Total for CFDA No. 93.045					223.00	12.00	(235.00)	-
* Passed through Ohio Department of Health Medical Assistance - T.R. Waivers	324	93.778		NAR Recreation	27.00		(2.00)	
(c.) Total for CFDA No. 93.778					27.00	0.00	(2.00)	0.00
* Passed through YMCA of Greater Cincinnati TANF - Child Care Services	323	93.558		APR Recreation	37.00		(37.00)	
Total for CFDA No. 93.558					37.00	-	(37.00)	-
* Passed through Ohio Department of Health Homeless Health Care Program	448	93.151	Contract #15x0059	NAM Health	141.00		(84.00)	
Total for CFDA No. 93.151					141.00	-	(84.00)	-
* Passed through Ohio Department of Health Regional Lead Poisoning Prevention	380	93.197	31-2-001-1-HH-0212	NAM Health	42.00	20.00	(65.00)	
Total for CFDA No. 93.197					42.00	20.00	(65.00)	0.00
* Passed through Neighborhood Health Care Cincinnati Health Network	446	93.224	Contract #05-9955	NAM Health	28.00			
Cincinnati Health Network	446	93.224	Contract #05-9955	NAM Health	219.00		(252.00)	
Total for CFDA No. 93.224					247.00	-	(252.00)	-
* Passed through Ohio Department of Health Immunization Action Plan Special	415	93.268	31-2-001-2-IM-0512	NAM Health	260.00		(316.00)	
Immunization Action Plan Special	415	93.268	31-2-001-2-IM-0411	NAM Health	40.00		(45.00)	
Total for CFDA No. 93.268					300.00	-	(361.00)	-
* Passed through Ohio Department of Health Federal AIDS Prevention	378	93.940	31-2-01-2-F-DL-SE1	NAM Health			(37.00)	
Federal AIDS Prevention	378	93.940	31-2-001-2-HP-0411	NAM Health	0.00		(174.00)	(21.00)
Total for CFDA No. 93.940					-	-	(211.00)	(21.00)
* Passed through Ohio Department of Health STD Control Program	378	93.977	31-2-001-2-ST-0412	NAM Health	0.00		-	(3.00)
Total for CFDA No. 93.977					-	-	-	(3.00)
STD/HIV Prevention Training Centers	379	93.978	R30/PS000262-05	NAM Health	0.00		(44.00)	
Total for CFDA No. 93.978					-	-	(44.00)	-
* Passed through Ohio Department of Health Heart Health in Hamilton County	425	93.991	31-2-001-4-CC-0312	NAM Health	114.00		(138.00)	
Heart Health in Hamilton County	425	93.991	31-2-001-4-CC-0211	NAM Health	1.00		(7.90)	
Total for CFDA No. 93.991					115.00	-	(145.00)	-

CITY OF CINCINNATI, OHIO
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For the year ended December 31, 2012

Updated:

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* Passed through Ohio Department of Health Reproductive Health and Wellness	350	93.217	31-2-001-2-RH-0112	NAM Health	325.00		(445.00)	
Reproductive Health and Wellness	350	93.217	31-2-001-2-RH-0213	NAM Health	380.00		(373.00)	
Total for CFDA No. 93.217					705.00	0.00	(818.00)	0.00
* Passed through Ohio Department of Health Public Health Emergency Preparedness	350	93.069	31-2-001-2-PH-0413	NAM Health	109.00		(10.00)	
Public Health Emergency Preparedness	350	93.069	31-2-001-2-PH-0312	NAM Health	224.00		(304.00)	
Total for CFDA No. 93.069					333.00	0.00	(314.00)	0.00
TOTAL U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES					2,256.00	32.00	(2,654.00)	(24.00)
3 U.S. Department of Housing & Urban Development								
Community Development Block Grant	304	14.218	B07-MC390003	NAC Comm Dev	8.00		-	(8.00)
Community Development Block Grant	304	14.218	B10-MC390003	NAC Comm Dev	635.00		(8.00)	518.00
Community Development Block Grant	304	14.218	B11-MC390003	NAC Comm Dev	11,752.00	78.00	(10,382.00)	
Community Development Block Grant	304	14.218	B12-MC390003	NAC Comm Dev	1,221.00	1,309.00	(3,754.00)	
Neighborhood Stabilization Program 3	438	14.218	B11-MN390003	NAO Comm Dev	1,716.00		(1,717.00)	
Neighborhood Stabilization Program 1	438	14.218	B08-MN390003	NAO Comm Dev	664.00	285.00	(945.00)	
Community Development Block Grant	304	14.218	New CFDA Loans	NAC Comm Dev			-	
(d.) Total for CFDA No. 14.218					15,996.00	1,672.00	(16,806.00)	510.00
ARRA - Community Dev Block Grant Recovery	502	14.253	B-09-MY-39-0003	NAO Comm Dev	282.00		(282.00)	-
(d.) Total for CFDA No. 14.253					282.00		(282.00)	
Emergency Shelter Grant	445	14.231	E-11-MC-39-0003	NAO Comm Dev	124.00		(124.00)	
Emergency Shelter Grant	445	14.231	E-12-MC-39-0003	NAO Comm Dev	493.00		(493.00)	
Total for CFDA No. 14.231					617.00	0.00	(617.00)	0.00
HOME-Shelter Plus Care	410	14.238	OH16C70-01	NAO Comm Dev	62.00		(62.00)	
HOME-Shelter Plus Care	410	14.238	OH16C70-001	NAO Comm Dev	137.00		(137.00)	
HOME-Shelter Plus Care	410	14.238	OH0002C5E000800	NAO Comm Dev	38.00		(38.00)	
HOME-Shelter Plus Care	410	14.238	OH0001C5E000800	NAO Comm Dev	142.00		(142.00)	
HOME-Shelter Plus Care	410	14.238	OH0006C5E000800	NAO Comm Dev	85.00		(85.00)	
HOME-Shelter Plus Care	410	14.238	OH0331C5E001001	NAO Comm Dev	1,964.00		(1,964.00)	
HOME-Shelter Plus Care	410	14.238	OH0009C5E001104	NAO Comm Dev	2,672.00		(2,672.00)	
HOME-Shelter Plus Care	410	14.238	OH0302C5E000900	NAO Comm Dev	66.00		(65.00)	
HOME-Shelter Plus Care	410	14.238	OH0307C5E000900	NAO Comm Dev	48.00		(48.00)	
HOME-Shelter Plus Care	410	14.238	OH0308C5E000900	NAO Comm Dev	171.00		(171.00)	
HOME-Shelter Plus Care	410	14.238	OH0362C5E001000	NAO Comm Dev	74.00		(74.00)	
Total for CFDA No. 14.238					5,459.00	0.00	(5,458.00)	0.00
HOME	411	14.239	M-06-MC-39-0213	NAC Comm Dev	0.00		0.00	(35.00)
HOME	411	14.239	M-07-MC-39-0213	NAC Comm Dev	81.00		(81.00)	0.00
HOME	411	14.239	M-08-MC-39-0213	NAC Comm Dev	696.00		(696.00)	0.00
HOME	411	14.239	M-09-MC-39-0213	NAC Comm Dev	2,938.00		(2,939.00)	1.00
HOME	411	14.239	M-10-MC-39-0213	NAC Comm Dev	672.00		(672.00)	
HOME	411	14.239	M-11-MC-39-0213	NAC Comm Dev	403.00		(469.00)	
HOME	411	14.239	M-12-MC-39-0213	NAC Comm Dev	67.00	117.00	(184.00)	
HOME	411	14.239	M-97-MC-39-0213	NAC Comm Dev	0.00		-	(19.00)
HOME	411	14.239	Outstanding CFDA Loans	NAC Comm Dev	0.00		(27,485.00)	
Total for CFDA No. 14.239					4,857.00	117.00	(32,526.00)	(53.00)
Housing Opportunities For People With Aids	465	14.241	O-HH-11-F001	NAO Comm Dev	326.00		(326.00)	
Housing Opportunities For People With Aids	465	14.241	O-HH-12-F001	NAO Comm Dev	322.00		(321.00)	
Total for CFDA No. 14.241					648.00	0.00	(647.00)	0.00
ARRA - Neighborhood Stabilization Program 2	502	14.256	B-09-CN-OH-0033	NAO Comm Dev	1,967.00	92.00	(2,072.00)	
Total for CFDA No 14.256					1,967.00	92.00	(2,072.00)	-
ARRA - Homeless Prevention & Rapid Re-Hsg Prog	502	14.257	S-09-MY-39-0003	NAO Comm Dev	858.00		(858.00)	
Total for CFDA No 14.257					858.00	-	(858.00)	-
Unified Development Code Grant -10253	980	14.704	CCPOHO019-10	CP Econ Dev	704.00		(1,018.00)	
Total for CFDA No. 14.704					704.00		(1,018.00)	

CITY OF CINCINNATI, OHIO
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Lead Hazard Control Grant	381	14.900	OHLHD0217-10	NAM HEALTH	1,076.00	1.00	(1,072.00)	
Cincinnati Lead Abatement Program	387	14.900	OHLHD0187-08	NAO Comm Dev	747.00		(378.00)	
Cincinnati Lead Abatement Program	387	14.900	OHLHD 0245-12	NAO Comm Dev	29.00		(35.00)	
Total for CFDA No. 14.900					1,852.00	1.00	(1,485.00)	0.00
TOTAL U. S. DEPARTMENT OF HOUSING & URBAN DEVELOPMENT					33,240.00	1,882.00	(61,769.00)	457.00
<i>4 U.S. Department of the Interior</i>								
* Passed through Ohio Department of Natural Resources								
ODNR-Hooked on Fishing	324	15.605		NAR Recreation	10.00		(3.00)	
(e.) Total for CFDA No. 15.605					10.00	-	(3.00)	-
TOTAL U. S. DEPARTMENT OF THE INTERIOR					10.00	0.00	(3.00)	0.00
<i>5 U.S. Department of Justice</i>								
* Passed through Ohio Department of Youth Services								
Juvenile Accountability	368	16.540	2009-JB-012-A242-A	NAS Police	10.00		(11.00)	
Juvenile Accountability	368	16.540	2010-JB-012-A242-A	NAS Police	3.00		(9.00)	
Total for CFDA No. 16.540					13.00	0.00	(20.00)	0.00
* Passed through Ohio Office of Criminal Justice Services								
Domestic Violence Advocacy	368	16.588	2010-WF-VA5-8583	NAS Police	18.00		(18.00)	
Domestic Violence Advocacy	368	16.588	2011-WF-VA5-8583	NAS Police	41.00		(41.00)	
Total for CFDA No. 16.588					59.00	-	(59.00)	-
* Passed through Ohio Office of Criminal Justice Services								
Bulletproof Vests	368	16.607	100415	NAS Police	0.00		-	(41.00)
Total for CFDA No. 16.607					0.00	0.00	0.00	(41.00)
2009 COPS Technology	368	16.710	2009-CK-WX-0152	NAS Police	5.00		(5.00)	
2011 COPS Hiring	368	16.710	2011-JL-WX-0024	NAO Police	2,057.00		(1,794.00)	
ARRA - 2009 COPS Hiring Recovery Project	502	16.710	2009-RJ-WX-0069	NAO Police	3,868.00		(3,494.00)	
COPS Technology Program-10010	980	16.710	2010-CK-WX-0307	CP RCC	485.00	0.00	(485.00)	
Total for CFDA No. 16.710					6,415.00	0.00	(5,778.00)	0.00
Justice Assistance Grant	368	16.738	2010-JG-A02-6810	NAS Police	33.00		(4.00)	
Justice Assistance Grant	368	16.738	2011-JG-A02-6810	NAS Police	36.00		(36.00)	
Justice Assistance Grant	365	16.738	2008-DJ-BX-0669	NAS Police	0.00	2.00	(324.00)	
Justice Assistance Grant	368	16.738	2010-DJ-BX-0003	NAS Police	168.00		(203.00)	
Justice Assistance Grant	478	16.738	2010-DJ-BX-0260	NAS Police	0.00	5.00	(140.00)	
Justice Assistance Grant	478	16.738	2011-DJ-BX-3278	NAS Police	0.00	2.00		
Justice Assistance Grant	478	16.738	2012-DJ-BX-0145	NAS Police	428.00		(192.00)	
(h.) Total for CFDA No. 16.738					665.00	9.00	(899.00)	-
2008 Earmark-Cameras	368	16.753	2008-DD-BX-0175	NAS Police	391.00	0.00	(508.00)	
Total for CFDA No. 16.753					391.00	-	(508.00)	-
ARRA - SVAA/VOCA	368	16.801	2012-VAGENE757	NAS Police	42.00	0.00	(39.00)	
ARRA - SVAA/VOCA	368	16.801	2013-VAGENE757	NAS Police	4.00	0.00	(12.00)	
Total for CFDA No. 16.801					46.00	-	(51.00)	-
DOJ Equitable Sharing/Asset Forfeiture	367	16.000		NAS Police	193.00	4.00	0.00	
Total for CFDA No. 16.000					193.00	4.00	-	-
TOTAL U. S. DEPARTMENT OF JUSTICE					7,782.00	13.00	(7,315.00)	(41.00)

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For the year ended December 31, 2012

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U.S Department of Transportation									
* Passed through Ohio Department of Transportation									
Uptown Wayfinding System '06 -03210	980	20.205	PID 84636 ODOT	CP	980	(7.00)	-	7.00	
M.L. King/1-71 Interchange '06 -03221	980	20.205	PID 77628 ODOT	CP	980	153.00	(125.00)		
Montana - Boudinot to Farrell '09	980	20.205	PID 79088 ODOT	CP	980	1,277.00	(1,277.00)		
Hamilton Ave. Improv. Phase II '07 -03362	980	20.205	PID 79089 ODOT	CP	980	131.00	(131.00)		
Colerain Avenue Virginia to Leeper Improv. -10307	980	20.205	PID 81845	CP	980	1,338.00	(1,259.00)		
Ohl River Trail - Downtown to Salem -11340	980	20.205	PID 80530	CP	980	766.00	(783.00)		
Waldvogel Viaduct - 11359	980	20.205	PID 20082 ODOT	CP	980	2.00	(2.00)		
ARRA - Ohio River Trail-Wilmer to Carrell -09001	502	20.205	PID 75856 ODOT	NAO	502	420.00	(420.00)		
ARRA - Computerized Traffic Control System -09002	502	20.205	PID 86247	NAO	502	89.00	(89.00)		
Kennedy Connector	980	20.205	PID 88706	CP	980	4,800.00	(4,800.00)		
Harrison Avenue Improvements	980	20.205	PID 81853	CP	980	950.00	(950.00)		
4 (f.)Sub-total for ODOT - CFDA No. 20.205					9,919.00	-	(9,836.00)	7.00	
* Passed through Southwest Ohio Regional Transit Authority									
3 Urban Circulator Grant	980	20.500	OH-03-0303-00	CP	980	91.00	(91.00)		
Sub-total for CFDA No. 20.500					91.00	0.00	(91.00)	0.00	
* Pass through City of Blue Ash, Ohio									
* DUI	368	20.600	OVITF-2012-31-00-0030	NAS	Police	84.00	0.00	(84.00)	0.00
* DUI	368	20.600	OVITF-2013-31-00311-00	NAS	Police	17.00	0.00	(18.00)	0.00
Work Zone Enforcement	368	20.600	CZ-2012-31-00-00-00928-00	NAS	Police	49.00	0.00	(49.00)	0.00
Laser Traffic Control	368	20.600	GG-2012-31-00-00-00917-00	NAS	Police	60.00	0.00	(60.00)	0.00
(g.) Total for CFDA No. 20.600					210.00	0.00	(211.00)	0.00	
TOTAL U.S. DEPARTMENT OF TRANSPORTATION					10,220.00	-	(10,138.00)	7.00	
U.S Environmental Protection Agency									
CFO Diesel Particulate Filters	980	66.039	DE-00E00921-0	CP	FLEET	127.00	(127.00)		
Total for CFDA No .66.039					127.00	-	(127.00)	0.00	
Green Cincinnati Plan	436	66.041	AF 83454001-0	NAO	OEQ	146.00	(146.00)		
Total for CFDA No .66.041					146.00	-	(146.00)	-	
OWDA Loan Project	756	66.468	FS390255-0010	CP	GCWW	282.00	(282.00)		
OWDA Loan Project	756	66.468	FS390255-0007	CP	GCWW	1,390.00	(1,390.00)		
OWDA Loan Project	756	66.468	FS390255-0008	CP	GCWW	435.00	(435.00)		
OWDA Loan Project	756	66.468	FS390255-0009	CP	GCWW	3,445.00	(3,445.00)		
OWDA Loan Project	756	66.468	FS390255-0012	CP	GCWW	1,776.00	(1,776.00)		
OWDA Loan Project	756	66.468	FS390255-0015	CP	GCWW	1,549.00	(1,549.00)		
Total for CFDA No . 66.468					8,877.00	-	(8,877.00)	-	
USEPA BROWNFIELDS JOB TRAINING	474	66.815	JT-00R00407-0	NAL	Comm Dev	119.00	0.00	(119.00)	
Total for CFDA No. 66.815					119.00	-	(119.00)	-	
TOTAL U.S. ENVIRONMENTAL PROTECTION AGENCY					9,269.00	-	(9,269.00)	-	
8 U.S. Department of Homeland Security									
* Passed through Ohio Dept. of Natural Resources									
Paddle Safe Cincinnati	324	97.012	11-05	NAR	Recreation	(1.00)	(3.00)		
Total for CFDA No . 97.012					(1.00)	-	(3.00)	-	
* Passed through Ohio Dept. of Public Safety									
FEMA-Windstorm	479	97.036	FEMA 1805-DR-061-15000	NAO	Finance	228.00	(228.00)		
FEMA 2011 Spring Rains	461	97.036	FEMA 4002-DR-061-15000	NAO	Finance	575.00	87.00	(553.00)	
Total for CFDA No . 97.036					803.00	87.00	(781.00)	-	
Assistance to Firefighters Grant - FY09	472	97.044	EMW-2009-FO-10718	NAS	Fire	199.00	-	(212.00)	
Total for CFDA No . 97.044					199.00	-	(212.00)	-	

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FY07 Port Security Grant Program(PSGP)	368/472	97.056	2007-GB-T7-K030	NAS Fire	0.00			
FY08Port Security Grant Program(PSGP)	472	97.056	2008-GB-T7-K082	NAS Fire	0.00			
FY09Port Security Grant Program(PSGP)	368	97.056	2009-PU-T9-K016	NAS Police	32.00		(32.00)	
FY10Port Security Grant Program(PSGP)	368	97.056	2010-PU-T0-K020	NAS Police	5.00		(2.00)	
Total for CFDA No. 97.056					37.00	-	(34.00)	-
FY07 Urban Area Security Initiative	476	97.067	000006885	NAS Fire/Pol	392.00		(392.00)	
FY08 Urban Area Security Initiative	476	97.067	2008-GE-T8-0025	NAS Fire/Pol	206.00		(206.00)	
FY09 Urban Area Security Initiative	476	97.067	0000020717	NAS Fire/Pol	146.00		(146.00)	
FY10 Urban Area Security Initiative	476	97.067		NAS Fire/Pol	11.00		(10.00)	
Metropolitan Medical Response System FY09	454	97.067	0000022164	NAS Fire	290.00		(279.00)	
Metropolitan Medical Response System FY10	454	97.067	0000025496	NAS Fire	18.00		(40.00)	
Metropolitan Medical Response System FY10	393	97.067	2010-SS-TO-0012	NAS Fire	-		(1.00)	
Total for CFDA No. 97.067					1,063.00	-	(1,074.00)	-
* Passed through Ohio Management Agency								
* 2007 Buffer Zone	368	97.078	2007-BZ-T7-0048	NAS Fire	29.00		(29.00)	
Total for CFDA No. 97.078					29.00	-	(29.00)	-
* FY11 Staffing for Adequate Fire & Emergency Response (SAFER)	472	97.083	EMW-2011-FH-01122	NAS Fire	333.00		(333.00)	
Total for CFDA No. 97.083					333.00	-	(333.00)	-
TOTAL U.S. DEPARTMENT OF HOMELAND SECURITY					2,463.00	87.00	(2,466.00)	0.00
9 U.S. Department of Energy								
* Pass thru Ohio								
ARRA - 2011 OATP	502	81.041		NAO IMG	196.00		(109.00)	
Total for CFDA No. 81.041					196.00	-	(109.00)	-
ARRA -Energy Efficiency & Conservation Block Grant	502	81.128	DE-EE0000704	NAO EQ	663.00		(659.00)	
Total for CFDA No. 81.128					663.00	-	(659.00)	-
TOTAL U.S. DEPARTMENT OF ENERGY					859.00	0.00	(768.00)	0.00
TOTAL FEDERAL GRANTS & SUBSIDIES (Non-GAAP Basis)					67,998.00	2,014.00	(97,491.00)	593.00
Less Amount Recognized as Contributed Capital					(10,817.00)			
Less Accrual of Federal Grant & Subsidies at 12/31/11					(2,166.00)			
Plus Accrual of Federal Grant & Subsidies at 12/31/12					1,947.00			
Less: OWDA Loans					(8,877.00)			
Amount Recognized as Federal Grants & Subsidies (GAAP Basis)					48,085.00			

CITY OF CINCINNATI, OHIO
Schedule of Expenditures of Federal Awards
(Non-GAAP Budgetary Basis)
For the year ended December 31, 2012

Updated:

Grantor/Program Title	Fund	CFDA #	Grant #	Agency	Grant and Contract Revenue Received	Contributions and other Revenue	CFS Expenditures	Advances (Repayments) or Adjustments
1	* Indicates Federal monies passed through another agency to the City of Cincinnati.							
2	Total Community Development loans outstanding at December 31, 2012 totaled \$24,076,297.56 under CFDA 14.218, \$27,485,157 under CFDA 14.239, \$1,913,128.33 under CFDA 14.244, and \$216,518.60 under CFDA 14.256.							
3	In 2012 the City entered into an intergovernmental cooperative agreement with SORTA to administer the following grants awarded to the City as a sub-recipient. The City is responsible for the to assure that invoices paid are in compliance with the grants. The three grants covered under this agreement are:							
	The Urban Circulator Grant	CFDA 20.500	\$ 24,990,000.00					
	Congestion Mitigation & Air Quality (CMAQ) Grant	CFDA 20.205	\$ 4,000,000.00					
	TIGER 3 Grant	CFDA 20.933	\$ 10,920,000.00					
4	The City of Cincinnati and the State of Ohio Department of Transportation (ODOT) have entered into an intergovernmental agreement to complete construction of the Waldvogel Viaduct and the 6th Street expressway. The following grants were awarded to the City as pass through grants and will be administered by ODOT.							
	SAFETEA-LU Grant	CFDA 20.205	\$ 8,430,076.00					
	OKI - Grant from FHWA	CFDA 20.205	\$ 16,436,014.00					
	Local Major Bridge Fund Grant	CFDA 20.205	\$ 8,700,000.00					
5	CLUSTERS							
a.	CCDF Cluster							
b.	Aging Cluster							
c.	Medicaid Cluster							
d.	CDBG - Entitlement and (HUD-Administered) Small Cities Cluster							
e.	Fish and Wildfire Cluster							
f.	Highway Planning and Construction Cluster							
g.	Highway Safety Cluster							
h.	JAG Program Cluster							

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

INDEPENDENT AUDITORS' REPORT

To the Honorable Mayor and Members of City Council
City of Cincinnati, Ohio:

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Cincinnati, Ohio (the "City") as of and for the year ended December 31, 2012 and the related notes to the financial statements, which collectively comprise the City's basic financial statements and have issued our report thereon dated June 28, 2013, wherein we noted the City implemented Government Accounting Standards Board Statements No. 60, 65 and 66.

Internal Control Over Financial Reporting

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

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we considered to be material weaknesses. However, material weaknesses may exist that have not been identified. We did identify a certain deficiency in internal control, described in the accompany schedule of findings and questioned costs as finding 2012-1 that we consider to be a significant deficiency.

one east fourth street, ste. 1200
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p. 513.241.3111
f. 513.241.1212

Compliance And Other Matters

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

City's Response to Finding

The City's response to the finding identified in our audit is describe in the accompanying schedule of findings and questioned costs. The City's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

Purpose of this Report

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

Clark, Schaefer, Hackett & Co.

Cincinnati, Ohio
June 28, 2013

REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM; REPORT ON INTERNAL CONTROL OVER COMPLIANCE; AND REPORT ON SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS REQUIRED BY OMB CIRCULAR A-133

INDEPENDENT AUDITORS' REPORT

To the Honorable Mayor and Members of City Council
City of Cincinnati, Ohio:

Report on Compliance for Each Major Federal Program

We have audited the City of Cincinnati, Ohio's (the "City") compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of the City's major federal programs for the year ended December 31, 2012. The City's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for each of the City's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the City's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the City's compliance.

Opinion on Each Major Federal Program

In our opinion, the City complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2012.

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Other Matters

The results of our auditing procedures disclosed instances of noncompliance, which are required to be reported in accordance with OMB Circular A-133 and which are described in the accompanying schedule of findings and questioned costs as items 2012-2, 2012-3 and 2012-4. Our opinion on each major federal program is not modified with respect to these matters.

The City's responses to the noncompliance findings identified in our audit are described in the accompany schedule of findings and questioned costs. The City's responses were not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the responses.

Report on Internal Control Over Compliance

Management of the City is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the City's internal control over compliance with the types of compliance requirements that could have a direct and material effect on a major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the City's internal control over compliance.

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

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, we identified certain deficiencies in internal control over compliance, as described in the accompanying schedule of findings and questioned costs as items 2012-2, 2012-3 and 2012-4 that we considered to be significant deficiencies.

The City's responses to the internal control over compliance findings identified in our audit are described in the accompanying schedule of findings and questioned costs. The City's responses were not subjected to the auditing procedures applied in the audit of compliance and accordingly, we express no opinion on the responses.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of Federal Awards Required by OMB Circular A-133

We have audited the financial statements of the City as of and for the year ended December 31, 2012, and have issued our report thereon dated June 28, 2013, which contained an unmodified opinion on those financial statements. Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United State of America. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

Clark, Schaefer, Hackett & Co.

Cincinnati, Ohio
June 28, 2013

CITY OF CINCINNATI, OHIO
Schedule of Findings and Questioned Costs
Year Ended December 31, 2012

Section I – Summary of Auditors’ Results

Financial Statements

Type of auditors’ report issued:	Unmodified
Internal control over financial reporting:	
• Material weakness(es) identified?	None
• Significant deficiency(ies) identified not considered to be material weaknesses?	Yes
Noncompliance material to the financial statements noted?	None

Federal Awards

Internal control over major programs:	
• Material weakness(es) identified?	None
• Significant deficiency(ies) identified not considered to be material weaknesses?	Yes
Type of auditors’ report issued on compliance for major programs:	Unmodified
Any audit findings that are required to be reported in accordance with 510(a) of Circular A-133?	Yes

Identification of major programs:

- CFDA 10.557 – Special Supplemental Nutrition Program for Women, Infants and Children
- CFDA 14.238 – Shelter Plus Care
- CFDA 14.239 – HOME Investment Partnerships Program
- CFDA 14.256 – ARRA-Neighborhood Stabilization Program
- CFDA 16.710 – ARRA-Public Safety Partnership and Community Policing Grants
- CFDA 81.128 – ARRA-Energy Efficiency and Conservation Block Grant Program

Dollar threshold to distinguish between Type A and Type B Programs:	\$2,924,744
---	-------------

Auditee qualified as low-risk auditee?	No
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CITY OF CINCINNATI, OHIO
Schedule of Findings and Questioned Costs
Year Ended December 31, 2012
(Continued)

Section II – Financial Statement Findings

Finding 2012-1 – Audit Adjustment

During the course of our audit, we identified misstatements in the financial statements for the year under audit that were not initially identified by the City's internal control over financial reporting. A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A deficiency in operation exists when a properly designed control does not operate as designed. In this case, the internal controls over the preparation and review of the City's financial statements did not operate as designed and we consider this a significant deficiency.

The adjustments were necessary to properly record intergovernmental revenue in the Capital Projects Fund and report a service concession arrangement under GASB Statement No. 60.

We recommend the City enhance its internal controls over financial reporting with steps such as management analysis of the financial statements.

Management Response: The City recognizes and is in the process of organizing major intergovernmental agreements and development projects that affect the Capital Projects Fund and the Tax Increment Financing (TIF) Fund. Agreements are being reviewed, logged and summarized for future reference. This log will be maintained and reviewed during the preparation of financial statements. In addition, the preparer of the Capital Project Fund financial statements and the TIF fund financial statements will perform additional analytic procedures. Ordinances and related intergovernmental agreements and development agreements will be reviewed and added to the workpaper files for the Capital Project Fund and the TIF Fund.

Section III – Federal Award Findings and Questioned Costs

DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT

Finding 2012-2 – ARRA-Neighborhood Stabilization Program – CFDA 14.256

Condition: We performed tests to determine if the City was in compliance with time and effort documentation requirements for payroll charged to the federal program. The City allocates payroll and benefits for certain employees working on the federal program. Employees spending less than 100% of their time on the program do not track actual time spent on the program, but instead charged their time based on a budget estimate.

Criteria: 2 CFR 225, Appendix B requires where employees work on multiple activities or cost objectives, a distribution of their salaries and wages to be supported by personnel activity reports or equivalent documentation. Personnel activity reports are required under various circumstances, including when employees work on more than one federal award. Personnel activity reports must reflect after-the-fact distribution of actual activity of each employee, must account for the total activity for which each employee is compensated, must be prepared at least monthly and must be signed by the employee. 2 CFR 225, Appendix B goes on to state, budget estimates or other distribution percentages determined before the services are performed do not qualify as support for charges to Federal awards.

Context: The City charged \$113,852 for payroll costs to the program for employees charging less than 100% of their time to this program. None of these employees prepared personnel activity reports or equivalent documentation.

CITY OF CINCINNATI, OHIO
Schedule of Findings and Questioned Costs
Year Ended December 31, 2012
(Continued)

Cause: The City was unaware of time and effort documentation requirements for employees charging less than 100% to the program.

Effect: Costs of \$113,852 are questioned as a result of not maintaining appropriate time and effort documentation.

Recommendation: We recommend the City communicate the importance of maintaining time and effort documentation to all departments and divisions operating federal programs and ensure proper documentation is maintained.

Views of Responsible Officials: The City will implement policies and procedures to document and bill salaries for actual time spend on grant activities for the ARRA-Neighbor Stabilization Program CFDA no. 14.256.

Finding 2012-3 – HOME Investment Partnerships Program – CFDA 14.239 and Shelter Plus Care Program – CFDA 14.238

Condition: We performed tests to determine if the City was in compliance with Federal Funding Accountability and Transparency Act reporting requirements. The City did not submit the required reports timely or did not submit the reports entirely.

Criteria: 2 CFR 170 requires recipients and first-tier subrecipients to submit a report by the end of the month following the month in which the obligation occurred.

Context: The City was required to submit Federal Funding Accountability and Transparency Act Reports for the programs indicated and did not submit the required reports timely or did not submit the reports entirely.

Cause: The City lacked procedures to ensure that Federal Funding Accountability and Transparency Act reports were filed timely.

Effect: The City is not in compliance with federal reporting requirements which could affect future federal funding.

Recommendation: We recommend the City implement procedures to ensure that all Federal Funding Accountability and Transparency Act reports are filed timely.

Views of Responsible Officials: The City will implement policies and procedures to ensure filling of the Federal Funding Accountability and Transparency Act reports.

DEPARTMENT OF JUSTICE

Finding 2012-4 – ARRA-Public Safety Partnership and Community Policing Grants – CFDA 16.710

Condition: We performed tests to determine if the City was in compliance with the grant agreement regarding payroll charged to the federal program. Specifically we performed tests to ensure the fringe benefit rate specified in the grant agreement was being utilized by the City in the calculation of grant reimbursements.

Criteria: The grant agreement specified a fringe benefit rate to be utilized by the City in each of the three years of the grant program.

CITY OF CINCINNATI, OHIO
Schedule of Findings and Questioned Costs
Year Ended December 31, 2012
(Continued)

Context: The City used a fringe benefit rate that was higher than specified in the grant agreement. The utilization of the higher fringe rate resulted in the City receiving an additional \$69,557 in grant funds.

Cause: The City did not realize the fringe benefit rate change between program year two and three.

Effect: Costs of \$69,557 are questioned as a result of not using the fringe rate approved in the grant agreement.

Recommendation: We recommend the City implement procedures to ensure that rates charged against the grant agree to the rates specified in the grant agreement.

Views of Responsible Officials: The City will implement policies and procedures to ensure the budget of the grant award is reviewed and verified.

Section IV – Summary of Prior Audit Findings and Questioned Costs

Finding 2011-1 – ARRA-Energy Efficiency and Conservation Block Grant (EECBG) – CFDA 81.128 and Home Investment Partnership Program (HOME) – CFDA 14.239

We performed tests to determine if the City was properly charging salaries and wages to the Federal awards. For certain expenses charged to the grants, personnel timesheets did not fully support the allocation percentages used to charge an employee's salary. The employee's timesheets did not indicate the time spent working on the specific grant.

Status: No issues of non-compliance related to payroll were noted in relation to the programs indicated above.

CORRECTIVE ACTION PLAN

June 28, 2013

To the U.S. Department of Housing and Urban Development

The City of Cincinnati submits the following corrective action plan for the year ended December 31, 2012.

Clark, Schaefer, Hackett & Company
105 East Fourth Street
Suite 1500
Cincinnati, OH 45202

Audit period: January 1, 2012 – December 31, 2012

The findings from the June 2013 schedule of finding and questioned costs are discussed below. The findings are numbered consistently with the schedule.

FINDINGS-FEDERAL AWARD PROGRAMS AUDIT

U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT

ARRA Neighborhood Stabilization Program – CFDA no. 14.239

Reportable Conditions: See Finding 2012-2 – ARRA Neighborhood Stabilization Program.

Recommendation: The City should communicate the importance of maintaining time and effort documentation to all departments and divisions operating federal programs and ensure proper documentation is maintained.

Action Taken: The Department of Community Development staff will prepare actual time sheets for the ARRA Neighborhood Stabilization Program and reconcile with allocated amounts.

Follow-up: In addition the Finance department will issue a financial bulletin informing city departments who bill grants to track actual hours and reconcile allocated time annually. A reminder will also be included in the annual closing procedures that grant time records must be reconciled. ID bills will be reviewed to ensure proper documentation is attached.

If the Department of Housing and Urban Development has questions regarding this plan, please call Mark Ashworth at 513-352-5375.

Sincerely yours,

A handwritten signature in black ink, appearing to be 'R. Zeno', with a long horizontal line extending to the right.

Reginald E. Zeno, Director of Finance

CORRECTIVE ACTION PLAN

June 28, 2013

To the U.S. Department of Housing and Urban Development

The City of Cincinnati submits the following corrective action plan for the year ended December 31, 2012.

Clark, Schaefer, Hackett & Company
105 East Fourth Street
Suite 1500
Cincinnati, OH 45202

Audit period: January 1, 2012 – December 31, 2012

The findings from the June 2013 schedule of finding and questioned costs are discussed below. The findings are numbered consistently with the schedule.

FINDINGS-FEDERAL AWARD PROGRAMS AUDIT

U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT

HOME Investment Partnerships Program – CFDA no. 14.239 and Shelter Plus Care Program – CFDA 14.238

Reportable Conditions: See Finding 2012-3 – HOME Investment Partnerships Program – CFDA no. 14.239 and Shelter Plus Care Program – CFDA 14.238

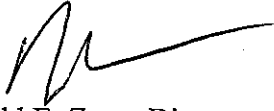
Recommendation: The City should implement procedures to ensure that all Federal Funding Accountability and Transparency Act reports are filed timely.

Action Taken: The required reports will be filed for the HOME Investment Partnerships Program and Shelter Plus Care Program.

Follow-up: The Federal Funding Accountability and Transparency Act will be reviewed and reporting requirements defined. Departments will be notified of reporting requirements and required to file a copy with the finance department who will keep a checklist of reports required and submitted.

If the Department of Housing and Urban Development has questions regarding this plan, please call Mark Ashworth at 513-352-5375.

Sincerely yours,

A handwritten signature in black ink, appearing to be 'R. Zeno', with a long horizontal stroke extending to the right.

Reginald E. Zeno, Director of Finance

CORRECTIVE ACTION PLAN

June 28, 2013

To the U.S. Department of Justice

The City of Cincinnati submits the following corrective action plan for the year ended December 31, 2012.

Clark, Schaefer, Hackett & Company
105 East Fourth Street
Suite 1500
Cincinnati, OH 45202

Audit period: January 1, 2012 -- December 31, 2012

The findings from the June 2013 schedule of finding and questioned costs are discussed below. The findings are numbered consistently with the schedule.

FINDINGS-FEDERAL AWARD PROGRAMS AUDIT

U.S. DEPARTMENT OF JUSTICE

ARRA Public Safety Partnership and Community Policing Grants – CFDA no. 16.710

Reportable Conditions: See Finding 2012-4 – ARRA Public Safety Partnership and Community Policing Grants.

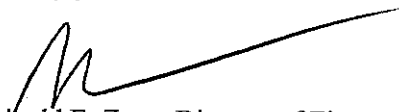
Recommendation: The City should implement procedures to ensure that rates charged against the grant agree to the rates specified in the grant agreement.

Action Taken: The Police Department has submitted a budget modification to correct the existing billings.

Follow-up: A procedure will be developed to ensure on receipt of an award the budget is reviewed and verified. This procedure will be added to our grant procedure manual.

If the Bureau of Justice Assistance, Community Oriented Policing Services has questions regarding this plan, please call Mark Ashworth at 513-352-5375.

Sincerely yours,

A handwritten signature in black ink, consisting of a stylized 'R' followed by a long horizontal stroke that extends to the right.

Reginald E. Zeno, Director of Finance



COMPREHENSIVE ANNUAL FINANCIAL REPORT

for the year ended December 31, 2012

city of
CINCINNATI 

2012

CINCINNATI, OHIO



COMPREHENSIVE ANNUAL FINANCIAL REPORT

for the year ended December 31, 2012

Director of Finance:

Reginald E. Zeno

Assistant Director of Finance:

Kathleen A. Creager, CPA

Finance Manager:

Mark Ashworth



INTRODUCTORY SECTION

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CITY OF CINCINNATI, OHIO
COMPREHENSIVE ANNUAL FINANCIAL REPORT
For the year ended December 31, 2012

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June 28, 2013

The Honorable Mayor, Members of City Council,
and the Citizens of the City of Cincinnati, Ohio

We are pleased to submit the City of Cincinnati's Comprehensive Annual Financial Report (CAFR) for the year ended December 31, 2012. State law requires that the City of Cincinnati annually publish a complete set of financial statements for the results of its fiscal operations, presented in conformity with generally accepted accounting principles (GAAP). This report is prepared by the Department of Finance, which is responsible for the accuracy of the data and the completeness and fairness of its presentation, including disclosures. We believe that the information presented is accurate in all material respects and reported in a manner designed to show the financial position and operating results of the City.

GAAP require that management provides a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A) that is located on page 22. This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it.

The Administration believes that the City's internal control structure provides reasonable assurance that assets are safeguarded, transactions are recorded and reported appropriately, and policies are followed. The concept of reasonable assurance recognizes that the cost of a control procedure should not exceed the expected benefit.

An important element of the City's control structure is the ongoing program to promote control consciousness throughout the organization. The Administration's commitment to this program is emphasized through written policies and procedures, and a well-qualified financial staff.

The firm of Clark, Schaefer, Hackett and Co. was selected, by the Auditor of the State of Ohio, in November 2009 to perform the City's audit for the five years 2009 to 2013. In 2012 the decision was made to change fiscal years with 2013 being a six month conversion year. The contract was extended through the 2014 fiscal year. Clark, Schaefer, Hackett and Co. has audited the accompanying financial statements. Their report is included herein.

A single audit is an organization-wide financial and compliance audit that is conducted in lieu of the traditional grant-by-grant multiple audits performed in the past. Federal law requires us to have this single audit of all City activities. We have remained in compliance with this requirement since its inception in 1985. Clark, Schaefer, Hackett and Co. conducted the single audit for the 2012 fiscal year.

Profile of the Government

Cincinnati was founded in 1788, chartered as a village in 1802, and incorporated as a City in 1819. It is located on the Ohio River in Southwestern Ohio near the junction of Ohio, Indiana and Kentucky. Voters approved major revisions to the City Charter in 1926 to provide for home rule and the council-manager form of government. The City's form of government was modified in 2001 based on a charter amendment approved by the voters in 1999 to implement a stronger Mayor form of government. The Mayor is chosen through a direct election and the nine-members of City Council are chosen in a separate at-large election.

The Mayor is elected to a four-year term and City Council members are elected to two-year terms. Term limits enacted in November 1993 limit members of City Council to four consecutive two-year terms and the Mayor to two consecutive four-year terms. In November 2012 voters approved a change in the City Council terms to two consecutive four-year terms beginning with the 2013 election. The Mayor appoints the City Manager subject to prior approval of the City Council.

The City is the only governmental unit in the reporting entity; it has no component units. In determining what constitutes the City reporting entity, the criteria established by the Governmental Accounting Standards Board were used. The City is not financially accountable for any potential component units. Hamilton County and the Cincinnati City School District are separate governmental jurisdictions that overlap the City's boundaries. These entities are not included in the City's financial reports.

An annual operating budget is adopted each fiscal year for the General Fund and several Special Revenue Funds which operate on an annual budget. Budgetary data is presented for these funds as well as the Capital Projects Fund, Debt Service Fund, TIF Funds and other Special Revenue Funds which are mostly grants. For each budgeted expenditure classification, the level of appropriation control, which may not be exceeded, is: personal service, non-personal service, capital outlay, and debt service. Any revisions that alter the appropriation control classification of any division within a City department must be approved by the City Council. Encumbrances do not lapse at year-end and are included as expenditures in the current year budget (Non-GAAP Budgetary Basis).

The City provides the full range of municipal services including police and fire protection, parks, recreation, public services (highways, streets, and waste collection), health and human services, culture, public improvements, planning and zoning, general administrative, water and sewer services.

Information Useful in Assessing the Government's Economic Condition

Local Economy

The City's diverse economic base has been and continues to be a source of financial stability for the City. Among its prominent manufacturing groups are transportation equipment, which includes aircraft engines and auto parts; food and kindred products; metalworking and general industrial machinery; chemicals; fabricated metal products; insurance and financial services, printing and publishing.

According to the Greater Cincinnati Chamber of Commerce in its Economic Outlook 2013, the economy recovered at a slow rate in 2012 and is expected to continue to improve more in 2013. Regional unemployment is still lower than the national rate and continued job growth is expected for 2013. State and local Governments are expected to continue with budget difficulties and counter-cyclical job losses.

The unemployment rate in the Cincinnati MSA reached a high of 9.9% in 2009. While the rate has dropped, it is not expected to reach the pre-recession employment level. Job growth is expected to continue at a slow pace improving slightly by the end of 2013. The underemployment of individuals and the reduction of the number of people participating in the active labor force are concerns and are not considered in the unemployment rate.

Cincinnati's keys to successful recovery are in its ability to attract and maintain business and to reduce the impact of loss of population and jobs to growing suburban areas.

Per the U.S. 2010 Census the City of Cincinnati's population was 296,943. The 2012 population estimates made by the Census Bureau has the Cincinnati population at 296,223.

Long Term Financial Planning

City Council established standards for a minimum working capital reserve account in 1984 to assure a strong financial position and to protect Cincinnati's general obligation bond rating during periods of fiscal stress. The policy called for achievement of a minimum reserve level, for emergency needs of a catastrophic nature, of no less than 5% or more than 8% of general operating revenues by December 31, 1986. The targeted year-end reserve level was achieved in January of each year 1985 through 2012. The target reserve of \$20.3 million (5.6% of 2013 estimated revenues) has already been achieved.

Actual Non-GAAP General Fund expenditures/encumbrances in 2012 were \$355.4 million which is a \$8.7 million increase compared with 2011 expenditure/encumbrances of \$346.7 million. Actual Non-GAAP revenue in 2012 of \$344.9 million was less than 2011 actual revenues of \$349.2 million. The actual revenue exceeded the original 2012 revenue estimate of \$338 million by \$6.9 million.

Standard and Poor's rates the City's general obligation bonds "AA+", the second highest rating. The City's bond rating by Moody's is "Aa1", the second highest rating. The ratings reflect the City's strong financial management and healthy local economy.

Relevant Financial Policies

Cash temporarily idle during the year was invested in Certificates of Deposit, obligations of the U.S. Treasury, obligations of a federal government agency or instrumentality, and Ohio Municipals. The City has an investment committee that meets regularly to review investment policies and procedures. Beginning in March 2003, separate portfolios were created for general investments and bond investments in order to track specific interest earned on bond proceeds.

The City's Investment Policy, which was approved by the Mayor and City Council, is to minimize credit and market risks while maintaining a competitive yield on its portfolio. Accordingly, deposits are either insured by federal depository insurance or collateralized. The investments held by the City at December 31, 2011 were either backed by the full faith and credit of the U.S. Government or were investments with a credit rating of A and above. The Investment Policy uses a laddered approach to schedule investment maturities whose weighted average maturity of the general investment portfolio is not to exceed two years. As of December 31, 2011, the weighted average maturity was 485.8 days. The Investment Policy also identifies a benchmark that is used to monitor the performance of the investment portfolio. During 2011, the benchmark ranged from 0.47% to 0.68% and the rate of return for general investments ranged from 0.9% to 1.24%. The rate of return on general investments (based on a weighted average of coupons/interest rates) was 0.9% at December 31, 2011 compared to 1.4% for all investments as of December 31, 2010.

The City maintains a comprehensive all-risk property insurance program through a commercial carrier, covering approximately \$1.3 billion in property values. The program contains a \$100 thousand deductible, provides coverage in the amount of \$300 million per occurrence, and has a maximum limit of \$50 million for earthquake damage and \$50 million for flood damage.

The City of Cincinnati Retirement System's (CRS) net plan assets were \$2.06 billion as of December 31, 2012 compared to \$1.97 billion as of December 31, 2011. The net investment returns for 2012 were 11.9%. The Cincinnati Retirement System's actuary reported the December 31, 2012 funding ratio of 61.3%, compared to

December 31, 2011 ratio of 66.8%. The current funding ratio remains impacted by the 2008 investment losses, which are being smoothed over 5 years. (See Pension Trust Fund financial statements on pages 50 and 51 and footnote 22.)

City Council adopted changes that impacted retiree's health care costs. Most retirees now pay a 5% premium and have higher deductibles. Retirees electing to enroll in dental and vision plans beginning January 1, 2012 were required to pay the full premium. The Medicare premium reimbursement was eliminated beginning with pension checks received in February 2012. Active members' future pension benefits were amended for those not eligible to retire by January 1, 2014. Beginning January 1, 2010, member contribution rates increased 0.5% per year to a maximum rate of 9% in 2013. In 2011, City Council approved a "step up" approach that increases the City's contribution rate to 18% in 2012, 20% in 2013, 22% in 2014 and 24% thereafter. Details are in Footnote 22.

Major Initiatives

In 2012, the City continued to improve customer service throughout city government and promote revitalization of neighborhoods, downtown, and the riverfront area. Major initiatives, accomplishments and positive changes were made in the following areas and are of particular interest.

Horseshoe Casino Cincinnati (Rock Ohio Caesars Cincinnati, LLC). In March 2013 developer Rock Ohio Caesars Cincinnati, LLC opened the 400,000 square foot two-story casino in downtown Cincinnati, which also includes a 2,500-space parking garage. The 24/7 entertainment complex is expected to draw an additional six million visits annually downtown, and generate approximately \$10 million annually in gaming tax revenues to the City. The project has the potential to generate in excess of \$3 million annually in net TIF revenue for the City, which is being used for infrastructure improvements around the project site and in the surrounding downtown Cincinnati area.

The John G. and Phyllis W. Smale Riverfront Park. The first phase of the park was opened in the Spring of 2012 and, in conjunction with on-going development of The Banks, the next phase of Smale Riverfront Park is under construction. At the completion of the second phase of the park in 2013, there will be gardens, a playground and twelve acres of lawn, walking and biking paths connected to the City's other parks east of downtown. The first phase of the park includes public art, numerous water features, a bike center, performance lawn, tree grove, and the Moerlein Lager House microbrewery and gastropod, which seats 500 people indoors and up to 600 in an outdoor beer garden. Moerlein Lager House is a 15,000 square foot, two-story restaurant, brewery, and beer garden within the park. The City approved a 40-year lease with a Moerlein subsidiary and the \$10 million restaurant opened for business in March 2012. In addition, the City approved a Community Reinvestment Area Tax Exemption Agreement authorizing a real property tax exemption for a period of twelve years. Additional phases of the park are targeted to be constructed west of the Roebling Suspension Bridge.

dunnhumbyUSA. dunnhumbyUSA, an international leader in the field of market analysis and brand value for consumer goods and retail companies, moved its national headquarters and 103 employees to Cincinnati in 2009. In February 2012, the company announced its intention to build a new 200,000 square foot headquarters in downtown Cincinnati. The new office building will include a parking garage and additional commercial and retail space. The company anticipates that it will invest \$36 million in the project and it will grow to 1,000 employees over the next five years. 550 of those 1,000 jobs will be new jobs. The City Council has extended the company's original Property Investment Reimbursement Agreement for an additional five years. This extension is appropriate given the company's intention to own, rather than lease, the space. The groundbreaking occurred on January 31, 2013 and the development is expected to be completed in December 2014.

21c Hotel Redevelopment. 21c Museum Hotel has renovated and restored the former Metropole apartment building to its original purpose as a hotel and a centerpiece of the Central Business District. Along with renovated guestrooms, the project included an expansion of public spaces on the first, second, and lower levels and 8,000 square feet of art exhibition space. The building also features completely new energy efficient HVAC, electrical, plumbing and life safety systems throughout the building. The Economic Development Division of the City of Cincinnati worked with Cincinnati Center City Development Corporation (3CDC) to package the redevelopment project and secured a commitment of City financing of up to \$6.3 million for the \$48 million project which opened in November 2012.

Washington Park. The Washington Park project includes the renovation and expansion of the public park and the addition of a 500 space underground parking garage, which has transformed the park into a pivotal civic space in Over-the-Rhine, creating a more vibrant green oasis for residents and visitors in the middle of an urban neighborhood. The garage and the park are utilized by visitors to Music Hall, Memorial Hall, and the newly renovated School for Creative and Performing Arts, as well as visitors to the OTR Gateway Quarter shopping district and neighborhood residents. The Park renovation and expansion is estimated at \$18 million and the garage construction is estimated at \$29.3 million. The City provided \$12 million for the garage construction. Washington Park re-opened in July 2012 and has already become a major driver of new economic activity in the blocks immediately surrounding it.

U-Square @ The Loop. This is an \$80 million mixed-use redevelopment of 4.2 acres of vacant land located between McMillan and Calhoun Streets near the University of Cincinnati. The U-Square development includes 161 market-rate apartments, approximately 40,000 square feet of professional office space, and approximately 77,751 square feet of retail space. The apartments will be available for occupancy August 2013. The parking garages began operation in February 2013 and the retail operations opened in March 2013.

Tax Incentive Districts

Ohio cities may create Tax Incentive Districts up to 300 acres in size. This provides Cincinnati with a tool to stimulate development and investment in depressed portions of the community. Twenty areas of Cincinnati have been approved as Tax Incentive Districts by Cincinnati's City Council.

Several major projects are underway using funds from the service payments in these Tax Increment Financing (TIF) districts. In 2011, the City entered into an agreement with U-Square LLC for new development in the Clifton area as discussed previously. The development will also include two City of Cincinnati owned parking garages as well as a public park-like plaza. The City's contribution to the development is approximately \$21 million in public improvements, which was financed with the issuance of TIF bonds.

Oakley Station is a 74 acre redevelopment of industrial space which is anticipated to produce 855,000 square foot mixed-use complex with retail, entertainment, office, and residential components. The City is providing up to \$9.9 million in tax increment financing for roadway improvements. The total cost of the development is estimated at \$120 million. In 2011 the developer completed above-grade environmental remediation and demolition. Work is underway towards completing the public roadway and utility improvements in 2013.

TIF revenue is being used to make renovations and improvements in the Central Business District to assist with the relocation of the First Financial Bancorp Headquarters. The infrastructure improvements around the Horseshoe Casino were funded with TIF revenue. Public improvements to neighborhood business districts in Madisonville and East Walnut Hills utilize TIF revenue.

Awards and Acknowledgements

Certificate of Achievement and Budget Award

During 2012 the Government Finance Officers Association of the United States and Canada (GFOA) awarded

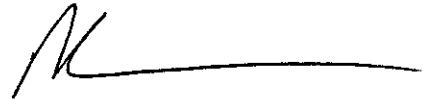
a Certificate of Achievement for Excellence in Financial Reporting to the City of Cincinnati for its comprehensive annual financial report for the fiscal year ended December 31, 2011. In order to be awarded a Certificate of Achievement, a governmental unit must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements. A Certificate of Achievement is valid for a period of one year only.

This is the thirty-second consecutive year that the City has received this award. In 1979, for our 1978 annual financial report, we were the first governmental unit in Ohio to receive the Certificate. As of December 31, 2010, 123 municipal reporting entities in Ohio and only 1,852 units nationwide are holders of the Certificate. We believe our current report continues to conform to the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its' eligibility for another certificate.

We are equally proud of the GFOA's Award for Distinguished Budget Presentation earned by the City for its 2012/2013 biennial budget. This is the 26th consecutive year that the City has received this award. For the fiscal years beginning in 2011, only 22 entities in Ohio and only 1,328 nationwide received the award.

The preparation of this Comprehensive Annual Financial Report was accomplished by the efficient and dedicated services provided by the entire staff of the Department of Finance. Each member of the Department has our sincere appreciation for the contribution made in the preparation of this report. Appreciation is also expressed to those in other City departments for their cooperation and assistance in matters pertaining to the financial affairs of the City. We hereby acknowledge and thank all who contributed their time and effort.

Respectfully,

A handwritten signature in black ink, consisting of a stylized 'R' followed by a long horizontal line.

Reginald E. Zeno
Director of Finance

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Cincinnati
Ohio

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
December 31, 2011

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



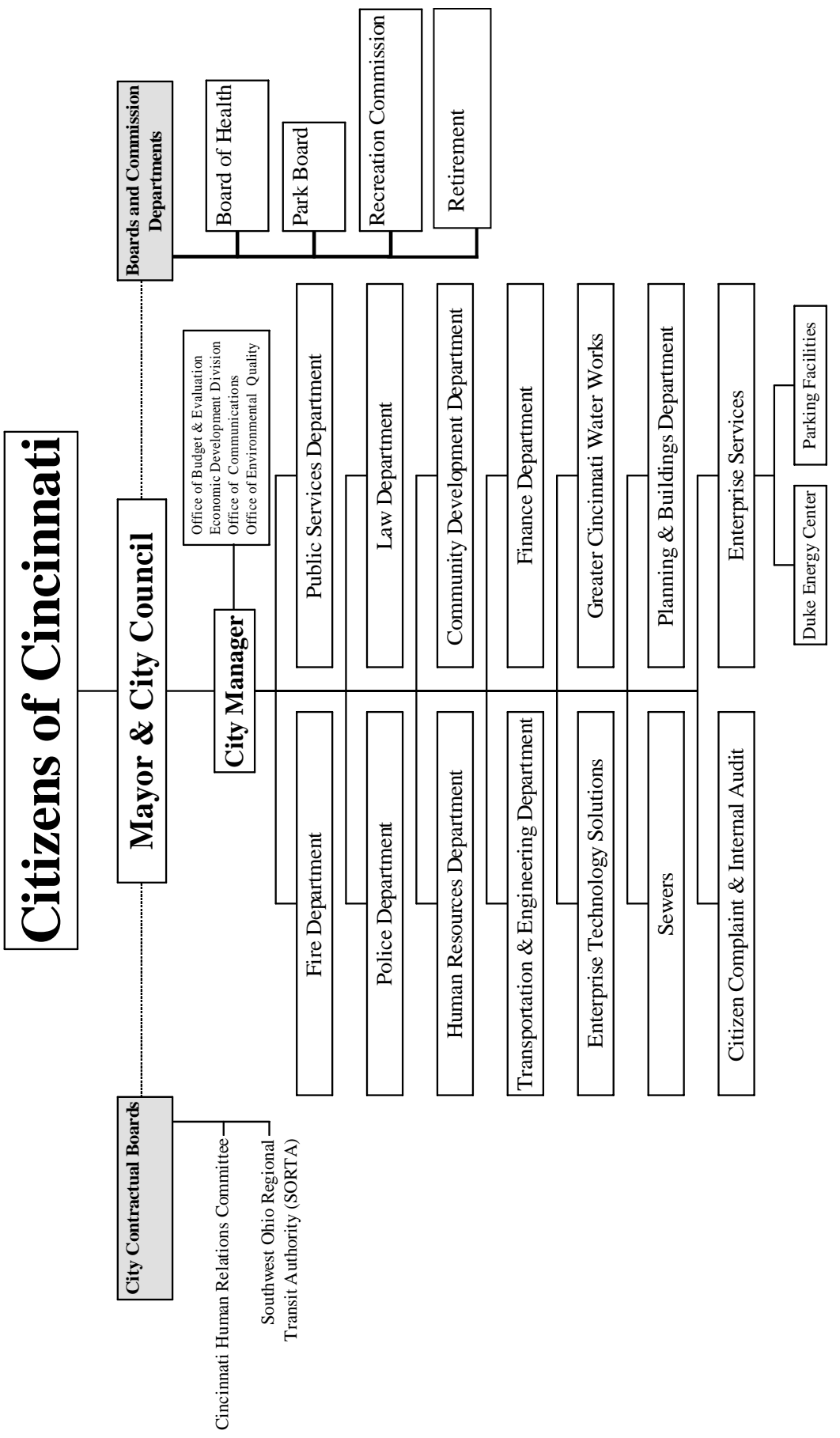
Christopher P. Moynell

President

Jeffrey R. Emer

Executive Director

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CITY OF CINCINNATI, OHIO

Principal City Officials

CITY COUNCIL

Mark Mallory, Mayor
Second term

Roxanne Qualls, Vice Mayor, Third term
Laure Quinlivan, Second Term
Chris Seelbach, First term
Yvette Simpson, First term
PJ Sittenfeld, First Term

Christopher Smitherman, First term
Cecil Thomas, Fourth term
Charles Winburn, Second term
Wendell Young, Second term

CITY MANAGER

Milton Dohoney, Jr.

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FINANCIAL SECTION

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INDEPENDENT AUDITORS' REPORT

To the Honorable Mayor and Members of the City Council
City of Cincinnati, 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 Cincinnati, Ohio (the "City") as of and for the year ended December 31, 2012, 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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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 Cincinnati, Ohio, as of December 31, 2012, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Effect of Adopting New Accounting Standards

As discussed in Note 1, the City adopted the provisions of Governmental Accounting Standards Board Statement No. 60, *Accounting and Financial Reporting for Service Concession Arrangements*, Statement No. 65, *Items Previously Reported as Assets and Liabilities*, and Statement No. 66, *Technical Corrections – 2012 – an amendment of GASB Statements No. 10 and No. 62*. Our opinions are not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and other required supplementary information as listed in the table of contents 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, 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 basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 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 28, 2013 on our consideration of the City of Cincinnati'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's internal control over financial reporting and compliance.

Clark, Schaefer, Hackett & Co.

Cincinnati, Ohio
June 28, 2013

City of Cincinnati

Management's Discussion and Analysis

As management of the City of Cincinnati (the City), we offer readers of the City's financial statements this narrative overview and analysis of the financial activities of the City for the fiscal year ended December 31, 2012. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found on pages 5 - 10 of this report. The government-wide financial statements are presented on a GAAP basis; that is, they reflect accrual basis of accounting. The GAAP fund financial statements will differ from those presented on a budgetary basis.

Financial Highlights

- The assets and deferred outflows of the City, including all Governmental and Business-type activities, exceeded its liabilities and deferred inflows at the close of the most recent fiscal year by \$1.8 billion (net position). Of this amount, negative \$35.0 million is considered unrestricted. The unrestricted net position of the City's governmental activities have a balance of negative \$114.5 million. The unrestricted net position of the City's business type activities are \$79.5 million and may be used to meet the on-going obligations of the City's water utility, parking, convention center, stormwater, aviation and golf business-type activities. The unrestricted portion of net position does not include assets with externally imposed restrictions or restrictions imposed by law.
- The City's total net position was \$1.8 billion in 2012. Net position of the governmental activities increased by \$18.1 million which represents a 2.1% change from the 2011 balance and includes a restatement of net position due to the implementation of GASB 65 of \$5 million and a restatement of unrecorded capital assets of \$17.6 million. Net position of business-type activities increased \$16.5 million or 1.9% change from 2011. Governmental activities net investment in capital assets increased \$18.4 million. Governmental activities restricted net position increased \$20.1 million. Business-type activities net investment in capital assets decreased \$4.1 million. Business-type activities restricted net position increased by \$29.3 million.
- As of the close of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$447 million, in comparison to \$442.4 million in the prior year. On a combined basis approximately \$10 million is considered nonspendable, \$331.6 million is restricted for specific purposes, \$20 million has been committed by council and \$24.5 has been assigned to specific purposes by management.
- At the end of the current fiscal year, the committed fund balance of the general fund was \$6.8 million, while total fund balance reached \$99.7 million, 28.3% of total general fund expenditures. \$6.4 million is considered nonspendable. There was a \$1.5 million increase in general fund balance for the year ended December 31, 2012.
- The City's total debt service for governmental activities increased by \$43.8 million or 8.6% during the current fiscal year.
- The unrestricted net position of the City's governmental activities have a balance of negative \$114.5 million due primarily to increases in noncurrent liabilities related to net pension obligation and the increase in restricted funding from federal and state sources.
- The implementation of GASB 65 required that bond issuance costs be expensed as period costs and not amortized over the term of the bond. The City adjustment to Net Position was \$5 million for governmental activities and \$3.6 million for business-type activities.

Overview of the Financial Statements

The discussion and analysis are intended to serve as an introduction to the City's basic financial statements. The City's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide financial statements. The *government-wide financial statements* are designed to provide readers with a broad overview of the City's finances, in a manner similar to a private-sector business. The government-wide financial statements can be found on pages 37 to 39 of this report.

The statement of net position presents information on all of the City's assets and deferred outflows and liabilities and deferred inflows with the difference reported as *net position*. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the City is improving or deteriorating.

The statement of activities presents information showing how the City's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of the related cash flows*. Thus revenue and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes, and earned but unused vacation leave).

Both of the government-wide financial statements (statement of net position and statement of activities) distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the City include general government, community development, parks and recreation, public safety, transportation and engineering, transit system, public services, and public health. The business-type activities of the City include the Water Works, Parking Facilities, Convention Center, General Aviation, Municipal Golf, and Stormwater Management Funds.

Fund financial statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance related legal requirements. All of the funds of the City can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental funds. *Governmental funds* are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on *near-term inflows and outflows of spendable resources*, as well as on *balances of spendable resources* available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements. The basic governmental fund financial statements can be found on pages 40 to 44 of this report.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the City's near term financing decisions. Both the governmental funds balance sheet and the governmental funds statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

The City maintains 29 individual governmental funds. Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures, and changes in fund balances for the general fund, the capital projects fund, and the debt service fund, all of which are considered to be major funds. Data from the other 26 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* found elsewhere in this report.

The City adopts an annual appropriated budget for its General Fund. A budgetary comparison schedule has been provided for the General Fund to demonstrate compliance with this budget.

Proprietary funds. The City maintains two different types of proprietary funds - enterprise and internal service. *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 water works, parking facilities, convention center, municipal airport, municipal golf courses and stormwater management system. *Internal service funds* are an accounting device to accumulate and allocate costs internally among the City's various functions. The City uses

internal service funds for its printing services and general stores operation, fleet services, property management function, self-insurance medical fund, workers' compensation fund and enterprise technology services. Because all of these services predominantly benefit governmental rather than business-type functions, they have been included within *governmental activities* in the government-wide financial statements. The basic proprietary fund financial statements can be found on pages 45 to 49 of this report.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Water Works Fund which is considered to be a major fund of the City. The other enterprise funds are combined into a single, aggregated presentation in the proprietary fund financial statements. All internal service funds are also combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for the other enterprise funds and internal service funds are provided in the form of *combining statements* found elsewhere in this report.

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. The City uses fiduciary funds to account for pension trust, investment trust and agency funds. Fiduciary funds are *not* reflected in the government-wide financial statements because the resources of those funds are *not* available to support the City's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

The basic fiduciary fund financial statements can be found on pages 50 and 51 of this report.

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 53 to 112 of this report.

Other Information. In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information* concerning the funding progress of the City's Pension and Health Care Plans, Employer Contributions to the City's Pension and Health Care Plans and the budgetary comparison of the City's General Fund. Required supplementary information can be found on pages 115 to 117 of this report.

The combining statements referred to earlier in connection with nonmajor governmental funds and internal service funds are presented immediately following the required supplementary information. Combining and individual fund statements and schedules can be found on pages 123 to 199 of this report.

City of Cincinnati's Net Position
(AMOUNTS IN THOUSANDS)

	Governmental Activities		Business-type Activities		Total	
	Restated		Restated		Restated	
	2012	2011	2012	2011	2012	2011
Current and other assets	\$ 744,474	\$ 700,576	\$ 276,678	\$ 238,777	\$ 1,021,152	\$ 939,353
Capital assets	1,232,613	1,166,042	1,240,506	1,204,192	2,473,119	2,370,234
Total Assets	1,977,087	1,866,618	1,517,184	1,442,969	3,494,271	3,309,587
Deferred Outflows	3,907	1,084	3,115	3,427	7,022	4,511
Long-term liabilities outstanding	815,358	744,638	579,182	525,363	1,394,540	1,270,001
Other liabilities	183,870	170,122	48,349	42,079	232,219	212,201
Total liabilities	999,228	914,760	627,531	567,442	1,626,759	1,482,202
Deferred Inflows	95,196	84,442	12,717	13,265	107,913	97,707
Net Position:						
Net Investment in Capital Assets	777,236	758,833	748,203	752,636	1,525,439	1,511,469
Restricted	223,826	203,698	52,330	23,010	276,156	226,708
Unrestricted	(114,492)	(94,031)	79,518	90,043	(34,974)	(3,988)
Total net position	\$ 886,570	\$ 868,500	\$ 880,051	\$ 865,689	\$ 1,766,621	\$ 1,734,189

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the City, assets and deferred outflows exceeded liabilities and deferred inflows by \$1.8 billion at the close of the most recent fiscal year.

The largest portion of the City's net position \$1.5 billion (86.4%) reflects its investment in capital assets (e.g. land, construction in progress, buildings, machinery, equipment, and infrastructure); less any related debt used to acquire those assets that is still outstanding. The City uses these capital assets to provide services to its citizens; consequently, these assets are *not* available for 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, because the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of the City's net position \$276.2 million (15.6%) represents resources that are subject to external restrictions on how they may be used. The remaining balance negative \$35.0 million represents *unrestricted net position*. It is important to note that although the total unrestricted net position is negative \$35.0 million; the unrestricted net position of the City's business-type activities, \$79.5 million, may not be used to fund governmental activities which has a balance of negative \$114.5 million.

At the end of the current fiscal year, the City is able to report positive balances in two categories of net position, both for the government as a whole, as well as for its separate governmental and business-type activities. The governmental unrestricted net position balance is negative \$114.5 million. This is mostly the effect of the increase in Net Pension for the City and an increase in funding from state and federal sources.

Overall, net position of the City increased \$34.6 million in 2012. Net position for governmental activities increased \$18.1 million, while net position of business-type activities increased \$16.5 million.

There was an increase of \$20.1 million in restricted net position reported in connection with the City's governmental activities and restricted net position reported in connection with the City's business-type activities increased by \$29.3 million in 2012. The key factors in these changes were the increase in expenses of funds restricted for capital projects and in unspent bond proceeds. The reason for the increase in business type assets is an increase in capital spending.

The City's governmental activities amount net investment in capital assets increased \$18.4 million as debt increased and bond proceeds and capital grants were used to complete certain capital projects during 2012. The City's business-type activities net investment in capital assets, decreased \$4.1 million.

CITY OF CINCINNATI
Changes in Net Position
(AMOUNTS IN THOUSANDS)

	Governmental Activities		Business-type Activities		Total	
	2012	Restated 2011	2012	Restated 2011	2012	Restated 2011
Revenues:						
Program Revenues:						
Charges for Services	\$ 107,768	\$ 116,819	\$ 167,435	\$ 153,058	\$ 275,203	\$ 269,877
Operating Grants and Contributions	78,897	66,024			78,897	66,024
Capital Grants and Contributions	31,232	27,012	3,414	3,543	34,646	30,555
General Revenues:						
Property Taxes	50,310	53,335			50,310	53,335
Income Taxes	319,317	325,089			319,317	325,089
Admission Taxes	4,616	4,450			4,616	4,450
Shared Taxes	57,438	62,012			57,438	62,012
Occupancy Taxes	2,330	2,270	1,419	1,394	3,749	3,664
Unrestricted Investment Earnings	5,931	9,407	3,976	4,515	9,907	13,922
Miscellaneous	31,370	31,844	3,294	1,486	34,664	33,330
Total Revenues	689,209	698,262	179,538	163,996	868,747	862,258
Expenses:						
General Government	111,713	117,064			111,713	117,064
Community Development	49,744	45,274			49,744	45,274
Parks and Recreation	44,615	42,419			44,615	42,419
Public Safety	248,347	242,159			248,347	242,159
Transportation and Engineering	58,483	34,121			58,483	34,121
Transit System	45,047	41,746			45,047	41,746
Public Services	46,287	57,415			46,287	57,415
Public Health	43,197	47,862			43,197	47,862
Interest on long-term debt	23,806	23,004			23,806	23,004
Water Works			116,652	119,423	116,652	119,423
Parking Facilities			11,765	8,807	11,765	8,807
Convention Center			14,617	15,484	14,617	15,484
General Aviation			2,110	2,729	2,110	2,729
Municipal Golf			6,291	7,313	6,291	7,313
Stormwater Management			11,458	11,157	11,458	11,157
Total Expenses	671,239	651,064	162,893	164,913	834,132	815,977
Change in net position before transfers and special item	17,970	47,198	16,645	(917)	34,615	46,281
Special Items	-	14,000		(4,785)	-	9,215
Transfers	100	(571)	(100)	571	-	-
Change in net position	18,070	60,627	16,545	(5,131)	34,615	55,496
Net position – January 1 st	868,500	795,313	863,506	872,204	1,732,006	1,667,517
Restatement of Net Position		12,560		(3,567)	-	8,993
Restated Net Position - January 1	868,500	807,873	863,506	868,637	1,732,006	1,676,510
Net position – December 31st	\$ 886,570	\$ 868,500	\$ 880,051	\$ 863,506	\$ 1,766,621	\$ 1,732,006

Governmental activities. Governmental activities increased the City’s net position in 2012 by \$18.1 million. Key elements of the change in net position include:

Revenues

The City realized a decrease of governmental revenues of \$9.1 million for 2012. Highlights include:

- Charges for services decreased by \$9.1 million. This includes the following changes by program:

Governmental Program	Change in Millions
General Government	(\$25.9)
Community Development	\$13.3
Parks and Recreation	\$0.3
Public Safety	(\$1.3)
Transportation and Engineering	\$0.2
Public Services	\$2.3
Public Health	\$2.0

See the Financial Trends information in the Statistical section on Page 224.

- Operating grants and contributions increased by \$12.9 million. General Government increased by \$7.3 million, Community Development decreased by \$3.9 million, Transportation and Engineering increased by \$15.7 and Public Safety decreased by \$3.3 million.
- Capital grants and contributions increased by \$4.2 million due to a decrease in General Government of \$3.1 million and an increase in Transportation and Engineering of \$8.4 million.
- Income tax decreased \$5.8 million due to the slowing of the economic recovery.
- Property tax decreased \$3.0 million due to lower property values.
- Investment earnings decreased by \$3.5 million due to a decrease in the general investment rate of return.
- Shared Taxes decreased \$4.6 million due to funding cuts in State revenues.
- There was a restatement of net position of negative \$5 million from the implementation of GASB 65.
- There was a restatement of net position of \$17.6 million due to a prior period correction.

More information on governmental revenue trends is available in the Statistical Section, Financial Trends Information on Page 224.

Expenses

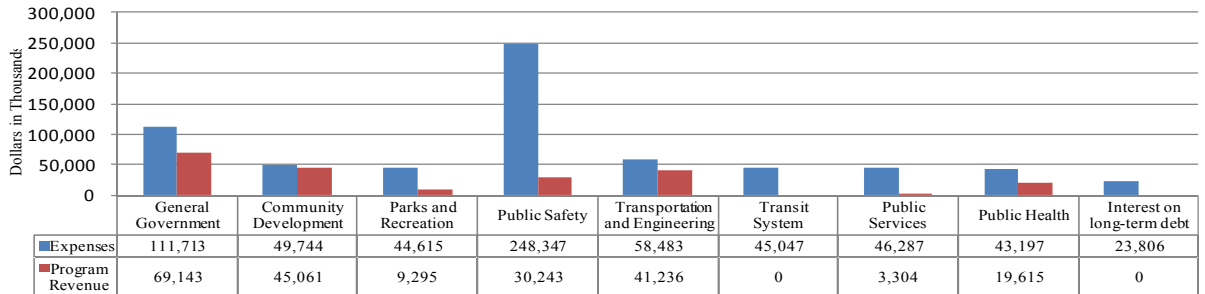
Expenses for governmental activities increased by \$20.2 million in 2012. Highlights include:

- Expenses for Transportation and Engineering activities increased \$24.4 million because of several major projects in the city.
- Pension and OPEB expense reported in 2012 were less than the pension and OPEB expense reported in 2011 by \$22 million.

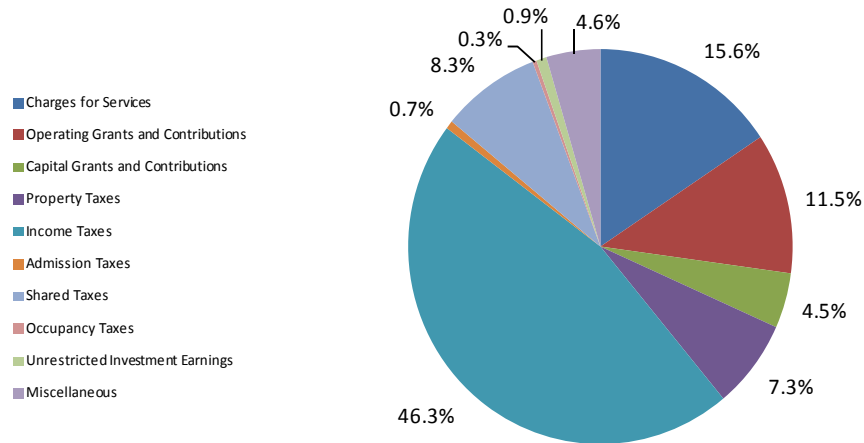
Business-type activities. Business-type activities increased the City’s net position in 2012 by \$16.5 million. Key elements of the increase include:

- Charges for Services increased by \$14.4 million. Water Works revenue increased \$13.1 million due to a rate increase, and Stormwater Management revenue increased \$1.3 million.
- Parking Facilities expense increase by \$3.0 million in 2012.
- Water works expenses decreased by \$2.8 million due to a decrease in personal costs of \$3.6 million.

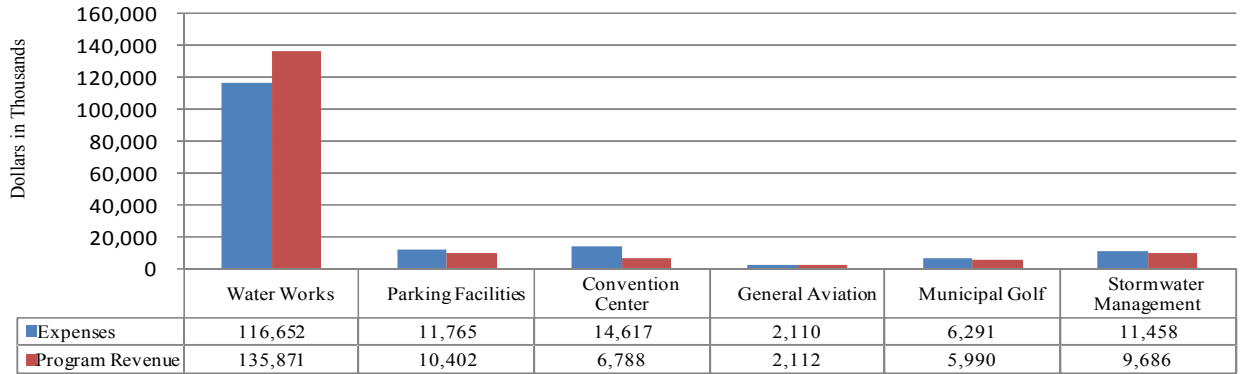
Governmental Activities Expenses and Program Revenue



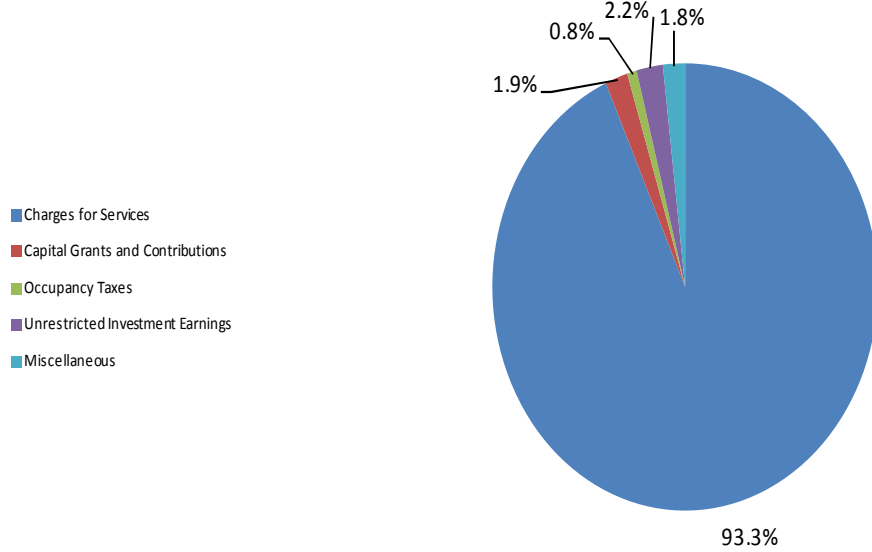
Revenues by Source - Governmental Activities



Business-Type Activities Expenses and Program Revenue



Revenues by Source - Business-type Activities



Financial analysis of the Government's Funds

As noted earlier, the City uses fund accounting to ensure and demonstrate compliance with finance related legal requirements.

Governmental funds. The focus of the City's *governmental funds* (footnote 1) is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the City's financing requirements. Nonspendable fund balances are amounts that can not be spent, such as inventory, advances or nonexpendable trust balances. Restricted fund balances are amounts that are restricted legally for a specific purpose, such as a grant or by debt decree. Committed fund balances are amounts committed by the governing body through council legislation, such as budgetary commitments. Assigned fund balances are internal commitments by the governments' management for a specific purpose.

As of the end of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$447 million, an increase of \$4.6 million in comparison with the prior year. Approximately 74.2% or \$331.6 million of this total amount constitutes *restricted fund balance*, which is available for spending for a specific purpose. The *committed fund balance*, \$20 million or 4.5%, has been committed by council legislation at the end of the year.

The general fund is the primary operating fund of the City. During 2009, the decision was made to include the working capital reserve fund with the general fund as a stabilization fund and is included in the unassigned fund balance. At year end, the balance in the working capital reserve fund was \$20.3 million. The total unassigned fund balance of the general fund (including the working capital reserve) was \$61.9 million, which is 18% of general fund revenues.

The fund balance of the City's general fund decreased by \$0.2 million during the current fiscal year compared to the fund balance of 2011 partially due to a correction of a prior period expense and reclassification of funds. Key factors of the increase are as follows:

- Total revenues decreased by \$1.6 million and expenditures increased of \$21.4 million in 2012.
- Taxes increased by \$1.8 million . Property tax revenue decreased \$2.1 million, city income tax increased \$3.7 million and admissions tax increases by \$0.2 million.
- Use of Money decreased \$3.5 million.
- Intergovernmental revenue decreased \$1.3 million due to a decrease of \$7.8 million in local government fund revenues and an increase in estate tax of \$6.2 million.
- Expenditures for employee benefits increased \$8.1 million due to an increase in medical expenditures.
- Expenditures for General Government increased \$8.7 million due to increase in economic development activities.
- Expenditures for Parks and Recreation increased \$2.3 million due to new parks projects in the downtown area.
- Transfers for 2012 were a net increase of \$9.1 million transfer in. In 2011, the transfers were a net of \$1.2 million transfer out.

The capital projects fund has a total fund balance of \$161.7 million which is an increase \$35.2 from 2011. Key factors of the increase are as follows:

- Federal Grants increased by \$10.6 million due to increase in infrastructure spending on major road construction projects.
- State grants revenue decreased \$5.4 million due to an upfront payment of state funding in 2011.
- Capital expenditures increased by \$49.3 million including public safety projects, street improvement projects, community development improvement projects, urban renewal projects, technology improvements, and facility improvements.
- General obligation bonds and notes issued increased \$45.5 million.

The total fund balance of the debt service funds was \$76.8 million which is restricted for the payment of debt service. The net decrease in fund balance was \$4.2 million. Also, there was a decrease of \$5.4 million in general obligation bonds issued and \$11 million increase in net transfers out.

Proprietary Funds. The City's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail. Unrestricted net position of the non-major enterprise funds is \$19.1 million. The total change in net position was an increase of \$26.3 million for the Water Works fund and a decrease of \$9.2 million for the other enterprise funds. Other factors concerning the finances of these funds have been addressed in the discussion of the City's business-type activities.

General Fund Budgetary Highlights

Revenue estimates for 2012 were \$338 million which was \$.4 million less than the 2011 estimate of \$338.4 million. The original appropriations were \$363.7 million, while the final appropriations were \$360.2 million. The general fund deficit was filled by transfers from other funds: \$1.4 million from the general fund expenditure reserve and \$11.7 million as transfers from other funds.

Appropriation reductions were made for 2012 general fund departments in preparation for the 2013 budget. Detailed information by department can be found on pages 123 to 128 in the General Fund Budgetary statement. Major reductions were made in the following departments:

- Department of Finance \$468,000.
- Department of Police \$1,088,000.
- Department of Public Services \$355,000.
- Department of Fire \$791,000.
- Reserve for Contingencies \$2,800,000.

Detailed information by department can be found on pages 147 to 180 in the Other Governmental fund Budgetary statement. Appropriations increases for 2012 from other restricted Funds are as follows:

- SORTA Operations Fund \$180,300.
- Street maintenance and Construction Fund \$32,580.
- Infrastructure Fund \$10,480.
- Sawyer Point Fund \$3,090.
- Recreation Special Activities Fund \$44,560.

Capital Asset and Debt Administration

Capital Assets. The City's investment in capital assets for its governmental and business-type activities as of December 31, 2012 is \$2.5 billion (net of accumulated depreciation). This investment in capital assets includes land, construction in progress, buildings, systems, improvements, machinery and equipment, park facilities, streets, and bridges. The total increase in the City's investment in capital assets for the current fiscal year was 4.3% (5.7% increase for governmental activities and 3.0% increase for business-type activities).

City of Cincinnati's Capital Assets
(net of depreciation)
(AMOUNTS IN THOUSANDS)

	Governmental Activities		Business-type Activities		Total	
	2012	Restated 2011	2012	Restated 2011	2012	Restated 2011
Land	\$ 174,605	\$ 173,865	\$ 43,181	\$ 43,181	\$ 217,786	\$ 217,046
Buildings	102,333	102,065	126,034	134,936	228,367	237,001
Improvements	219,688	221,782	835,711	810,347	1,055,399	1,032,129
Machinery and Equipment	43,967	51,497	89,738	96,616	133,705	148,113
Infrastructure	526,917	477,952			526,917	477,952
Construction in Progress	164,838	138,542	144,007	118,856	308,845	257,398
Property Acquired under Capital Leases	265	339	1,835	256	2,100	595
Total	\$ 1,232,613	\$ 1,166,042	\$ 1,240,506	\$ 1,204,192	\$ 2,473,119	\$ 2,370,234

Total capital assets, net of accumulated depreciation, increased \$102.9 million. Major capital asset events during 2012 included the following:

- Governmental activities capital assets increased \$66.6 million in 2012 net of depreciation and included:
 - Construction in progress increased \$26.3 million.
 - Infrastructure improvement for bridges, retaining walls, traffic signal upgrades and street improvements and upgrades increased by \$49.0 million (net of depreciation).
 - Machinery and equipment decreased \$7.5 million (net of depreciation).
 - Buildings increased \$0.3 million (net of depreciation).
 - Improvements decreased \$2.1 million (net of depreciation).
- Business-type activities capital assets increased \$36.3 million net of depreciation and included:
 - Improvements increased \$25.4 million.
 - Construction in progress increased \$25.2 million.
 - Machinery and equipment decreased \$6.9million (net of depreciation).
 - Buildings decreased by \$8.9 million (net of depreciation).

Additional information on the City's capital assets can be found in note 14 on pages 93 to 95 of this report.

Long-term debt. At the end of the current fiscal year, the City had \$1.1 billion long-term bonds and notes outstanding. Of this amount, \$470.8 million comprises debt backed by the full faith and credit of the government. The remainder of the City’s debt represents bonds secured solely by specified revenue sources (i.e., revenue bonds).

City of Cincinnati’s Outstanding Debt						
General Obligation and Revenue Bonds						
(AMOUNTS IN THOUSANDS)						
	Governmental		Business-type		Total	
	Activities		Activities			
	2012	2011	2012	2011	2012	2011
General Obligation Bonds	\$ 457,191	\$ 411,574	\$ 13,649	\$ 16,871	\$ 470,840	\$ 428,445
Revenue Bonds	93,945	95,715	491,449	448,865	585,394	544,580
Total	<u>\$ 551,136</u>	<u>\$ 507,289</u>	<u>\$ 505,098</u>	<u>\$ 465,736</u>	<u>\$ 1,056,234</u>	<u>\$ 973,025</u>

During the current fiscal year, the City’s total debt increased by \$83.2 million (8.6%). Key events contributing to the change in long-term debt balances are as follows:

- In June 2012, the City issued \$46.2 million in various purpose general obligation tax exempt bonds (series 2012A), \$10 million various purpose general obligation tax exempt bonds with additional municipal income tax pledge(series 2012B), \$13.1 million in various purpose general obligation tax exempt refunding bonds (series 2012C) and \$14 million in various economic development revenue refunding bonds (series 2012A) .
- In December 2012, the Cincinnati Water Works issued \$60 million in water system revenue bonds (series 2012A).
- Also in December 2012, , the City issued \$28 million in unlimited tax urban redevelopment general obligation tax exempt bonds (series 2012D), \$5 million unlimited tax urban redevelopment general obligation tax exempt bonds specifically for the street car project(series 2012D), and \$22.21 million in various purpose general obligation tax exempt refunding bonds (series 2012F).
- During 2012 \$20.7 million in revenue bonds were redeemed, of which \$17.7 million were for Water Works and \$3 million were for economic development projects.
- During 2012 \$44.4 million in general obligation bonds were redeemed, of which \$2 million were for Water Works.
- During 2012 \$87.8 million in short-term general obligation and revenue notes were issued and \$62.6 million were redeemed for governmental activities.

The City’s general obligation bond rating by Standard and Poor’s Corporation and Moody’s Investor Services, Inc. is “AA+” and “Aa1”, respectively.

The City is within all of its legal debt limitations. The Ohio Revised Code provides that the net debt (as defined in the Ohio Revised Code) of a municipal corporation, whether or not approved by the electors, shall not exceed 10.5% of the total value of all property in the municipal corporation as listed and assessed for taxation. In addition, the unvoted net debt of municipal corporations cannot exceed 5.5% of the total taxation value of property. The statutory limitations on debt are measured by the ratio of net debt to tax valuation and expressed in terms of a percentage. The City had a legal debt margin for total debt of \$342.5 million and a legal debt margin for unvoted debt of \$75.4 million.

Additional information about the City’s long-term debt can be found in note 9 on pages 81 to 89 of this report.

Economic Factors and Next Year's Budgets and Rates

- The unemployment rate for the Cincinnati MSA was 6.4% at December 2012, which is lower than a year ago by 1.2%. This rate compares favorably to the State's average unemployment rate of 6.7% and is lower than the national average rate of 7.8%.
- The occupancy rate of the central business district Class A office space was 77.4% at the end of 2012 which is higher than the 2011 occupancy rate of 75.7%.
- The City is experiencing increasing costs for employee health care, retirement and contractually obligated labor costs.

All of these factors were considered in preparing the City's biennial budget for the fiscal year 2013.

General Fund revenues for 2012 were \$7.1 million more than the 2012 estimate and \$.6 million more than 2011 actual revenues. The General Fund balance is estimated to be \$11.4 million, on a budgetary basis, at the end of 2013. This is an increase of \$19.4 million from the 2012 actual year-end fund balance of \$22.6 million on a budgetary basis. \$12.1 million will be used in balancing the 2013 budget. For 2012 the reserve balance was \$46.3 million (composed of \$21.3 working capital reserve, \$2.4 million emergency reserve and the estimated \$22.6 million in carryover fund balance), or 13.4% of 2012 General Fund revenues.

The 2013 General Fund estimated current revenues for the six month budget of \$164.1 million are less than 2013 expenses of \$177.7 million by \$13.6 million. A one-time repayment of a tax incentive of \$11.2 million along with other fund transfers of \$1.5 million has been used to balance the 2013 operating budget.

One of the City's major budget priorities for 2012 was economic development. The Economic Development Division was fully staffed to focus on bringing investments to the City that create jobs and increase the City's tax base. The Banks, Streetcar Project, Queen City Square and the Horseshoe Casino are just a few examples of new economic development happening in Cincinnati.

Requests for Information

The financial report is designed to provide a general overview of the City's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Director of Finance, City Hall, Room 250, 801 Plum Street, Cincinnati, Ohio, 45202.

**BASIC
FINANCIAL STATEMENTS**

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City of Cincinnati, Ohio
Statement of Net Position
December 31, 2012
(Amounts in Thousands)

	Governmental Activities	Business-Type Activities	Total
ASSETS			
<u>Current Assets</u>			
Cash and Equivalents	\$ 83,165	\$ 1,982	\$ 85,147
Equity in City Treasury	82,302	17,176	99,478
Advances and Petty Cash	153		153
Investments, at Fair Value	43,022		43,022
Receivables:			
Taxes	104,793	224	105,017
Accounts, Net	45,451	21,842	67,293
Special Assessments	30,303		30,303
Accrued Interest	1,463	382	1,845
Due from Fiduciary Activities	32		32
Due from Other Governments	15,026	11,086	26,112
Prepaid Items and Other Assets	2,867	9,251	12,118
Inventory	6,197	5,325	11,522
Restricted Assets:			
Cash and Cash Equivalents		51,311	51,311
Equity in City Treasury		2,780	2,780
Investments, at Fair Value		52,219	52,219
Internal Balances	(21,221)	21,221	
Total Current Assets	393,553	194,799	588,352
<u>Noncurrent Assets</u>			
Equity in City Treasury	325,330	67,889	393,219
Restricted Equity in City Treasury Cash		10,990	10,990
Restricted Investments, at Fair Value		3,000	3,000
Accounts Receivable, Net	25,591		25,591
Land	174,605	43,181	217,786
Buildings, net of Accumulated Depreciation	102,333	126,034	228,367
Improvements, net of Accumulated Depreciation	219,688	835,711	1,055,399
Machinery and Equipment, net of Accumulated Depreciation	43,967	89,738	133,705
Construction in Progress	164,838	144,007	308,845
Property Acquired under Capital Leases, net of Accumulated Amortization	265	1,835	2,100
Infrastructure Assets, net of Accumulated Depreciation	526,917		526,917
Total Noncurrent Assets	1,583,534	1,322,385	2,905,919
Total Assets	1,977,087	1,517,184	3,494,271
DEFERRED OUTFLOWS OF RESOURCES			
Loss on Defeasance	3,907	3,115	7,022

(Continued)

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

City of Cincinnati, Ohio
Statement of Net Position
December 31, 2012
(Amounts in Thousands)

(Continued)	Governmental	Business-Type	
LIABILITIES:	Activities	Activities	Total
<u>Current</u>			
Accounts Payable	\$ 33,338	\$ 3,664	\$ 37,002
Withholdings and Other Deposits	2,371		2,371
Due to Fiduciary Activities	3,080	119	3,199
Due to Other Governmental Agencies		939	939
Accrued Payroll	7,211	989	8,200
Accrued Liabilities	9,837	1,560	11,397
Accrued Interest	2,482	48	2,530
Deposits Payable	15,002	4	15,006
Unearned Revenue		861	861
Obligations Under Capital Leases	134	261	395
Compensated Absences Payable	35,510	4,813	40,323
Unpaid Claims	26,209	221	26,430
Ohio Public Works Commission Loan	211	220	431
Ohio Water Development Authority Loan		646	646
Matured Bonds and Interest Payable	531		531
Notes Payable	571		571
General Obligation Bonds	43,998	3,296	47,294
Revenue Bonds	3,355	19,579	22,934
Other	4		4
Advances from Other Governments	26		26
Payable from Restricted Assets:			
Construction Contracts		9,193	9,193
Deposits Payable		1,936	1,936
Total Current Liabilities	183,870	48,349	232,219
<u>Noncurrent</u>			
Non-Current Obligations Under Capital Leases	136	1,574	1,710
Notes Payable	12,316		12,316
General Obligation Bonds	437,315	10,411	447,726
Revenue Bonds	90,591	499,481	590,072
Compensated Absences Payable	62,071	3,408	65,479
Other Liabilities	560		560
Ohio Public Works Commission Loan	2,214	2,980	5,194
Ohio Water Development Authority Loan		13,944	13,944
Unpaid Claims Payable	35,736		35,736
Net Pension Obligation	106,581	29,238	135,819
Net Other Post Employment Benefit Obligation	67,838	18,146	85,984
Total NonCurrent Liabilities	815,358	579,182	1,394,540
Total Liabilities	999,228	627,531	1,626,759
DEFERRED INFLOWS OF RESOURCES			
Gain on Defeasance	109		109
Service Concession Arrangement		12,717	12,717
Revenues Levied for the next year and Unavailable Revenue	95,087		95,087
Total Deferred Inflows of Resources	95,196	12,717	107,913
<u>Net Position</u>			
Net Investment in Capital Assets	777,236	748,203	1,525,439
Restricted Net Position for:			
Tax Increment Financing	25,594		25,594
Debt Service	16,411	52,330	68,741
Capital Projects	99,794		99,794
Public Transit	17,611		17,611
Public Safety	6,415		6,415
Parks and Recreation	7,978		7,978
Street Improvement	10,086		10,086
Infrastructure	8,872		8,872
Public Health	143		143
Other Purposes	19,442		19,442
Fleet Services	1,357		1,357
Permanent Funds - Expendable	7,768		7,768
Permanent Funds - Nonexpendable	2,355		2,355
Unrestricted Net Position	(114,492)	79,518	(34,974)
Total Net Position	\$ 886,570	\$ 880,051	\$ 1,766,621

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

City of Cincinnati, Ohio
Statement of Activities
For the year ended December 31, 2012
(Amounts in Thousands)

	Program Revenues			Net (Expense) Revenue and Changes in Net Position			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Functions/Programs							
Governmental Activities:							
General Government	\$ 111,713	\$ 52,737	\$ 10,810	\$ 5,596	\$ (42,570)	\$	\$ (42,570)
Community Development	49,744	13,346	31,498	217	(4,683)		(4,683)
Parks and Recreation	44,615	7,404	1,439	452	(35,320)		(35,320)
Public Safety	248,347	18,059	12,184		(218,104)		(218,104)
Transportation and Engineering	58,483	1,581	15,690	23,965	(17,247)		(17,247)
Transit System	45,047				(45,047)		(45,047)
Public Services	46,287	2,301	1	1,002	(42,983)		(42,983)
Public Health	43,197	12,340	7,275		(23,582)		(23,582)
Interest on long-term debt	23,806				(23,806)		(23,806)
Total governmental activities	671,239	107,768	78,897	31,232	(453,342)		(453,342)
Business type activities:							
Water Works	116,652	132,486		3,385		\$ 19,219	\$ 19,219
Parking Facilities	11,765	10,402				(1,363)	(1,363)
Convention Center	14,617	6,788				(7,829)	(7,829)
General Aviation	2,110	2,083		29		2	2
Municipal Golf	6,291	5,990				(301)	(301)
Stormwater Management	11,458	9,686				(1,772)	(1,772)
Total Business-type activities	162,893	167,435		3,414		7,956	7,956
Total	\$ 834,132	\$ 275,203	\$ 78,897	\$ 34,646	(453,342)	7,956	(445,386)
General Revenues:							
Taxes:							
Property taxes					50,310		50,310
Income taxes					319,317		319,317
Admission taxes					4,616		4,616
Shared taxes					57,438		57,438
Occupancy taxes					2,330	1,419	3,749
Unrestricted investment earnings					5,931	3,976	9,907
Miscellaneous					31,370	3,294	34,664
Transfers between governmental and business-type activities					100	(100)	
Total general revenues and transfers					471,412	8,589	480,001
Change in net position					18,070	16,545	34,615
Net position-beginning					855,940	867,073	1,723,013
Restatement of Net Position					12,560	(3,567)	8,993
Restated Net Position - beginning					868,500	863,506	1,732,006
Net position-ending					\$ 886,570	\$ 880,051	\$ 1,766,621

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

City of Cincinnati, Ohio
Balance Sheet
Governmental Funds
December 31, 2012
(Amounts in Thousands)

	<u>General</u>	<u>Capital Projects</u>	<u>Debt Service</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
ASSETS					
Cash and Equivalents	\$ 30	\$ 79,383	\$	\$ 3,707	\$ 83,120
Equity in City Treasury Cash	80,711	144,072	68,554	72,679	366,016
Advances and Petty Cash	153				153
Investments, at Fair Value		18,020	2,021	22,981	43,022
Receivables:					
Taxes	57,880	3,172	35,281	8,460	104,793
Accounts, Net	11,568	17,653	19,398	22,234	70,853
Special Assessments	312	567		29,424	30,303
Accrued Interest and Dividends	1,139	40	136	34	1,349
Due from Other Funds	5,737	407	4,376	5,253	15,773
Due from Fiduciary Funds					
Due from Other Governments	7,361			7,529	14,890
Inventory	4,558	903		300	5,761
Advances to Other Funds	1,704			4,797	6,501
Total Assets	<u>\$ 171,153</u>	<u>\$ 264,217</u>	<u>\$ 129,766</u>	<u>\$ 177,398</u>	<u>\$ 742,534</u>
LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES					
Liabilities:					
Accounts Payable	\$ 3,872	\$ 19,105	\$ 60	\$ 6,020	\$ 29,057
Withholdings and Other Deposits	3,036				3,036
Due to Other Funds	1,669	23,461		985	26,115
Due to Fiduciary Funds	271		1	116	388
Accrued Payroll	6,030	1	8	950	6,989
Accrued Liabilities	64	23		527	614
Deposits Payable	3,816	7,576	552	2,048	13,992
Estimated Liability for Unpaid Claims	374	15,000	4	454	15,832
Advances from Other Funds	4,521	18,233		276	23,030
Matured Bonds and Interest Payable			531		531
Total Liabilities	<u>23,653</u>	<u>83,399</u>	<u>1,156</u>	<u>11,376</u>	<u>119,584</u>
Deferred Inflow of Resources:					
Revenues Levied for the next year and Unavailable Revenue	47,794	19,117	51,764	57,254	175,929
Fund Balances:					
Nonspendable	6,415	903		2,655	9,973
Restricted		160,798	76,846	93,966	331,610
Committed	6,828			13,171	19,999
Assigned	24,548				24,548
Unassigned	61,915			(1,024)	60,891
Total Fund Balances	<u>99,706</u>	<u>161,701</u>	<u>76,846</u>	<u>108,768</u>	<u>447,021</u>
Total Liabilities, Deferred Inflows and Fund Balances	<u>\$ 171,153</u>	<u>\$ 264,217</u>	<u>\$ 129,766</u>	<u>\$ 177,398</u>	<u>\$ 742,534</u>

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

CITY OF CINCINNATI, OHIO
Reconciliation of the Balance Sheet to the
Statement of Net Position
Governmental Funds
December 31, 2012
(Amounts in Thousands)

Total fund balances - governmental funds	\$	447,021
Amounts reported for governmental activities in the statement of net position are different because:		
Capital assets (net of accumulated depreciation) used in governmental activities are not financial resources and therefore are not reported as assets in governmental funds.		1,232,613
Certain receivables will be collected next year, but are not available soon enough to pay for the current period's expenditures, and therefore are deferred in the funds.		80,842
Some amounts reported for governmental-type activities in the statement of net position are different because certain internal service fund assets and liabilities are included with business-type activities.		1,482
Six internal service funds are used by the City's management. The assets and liabilities of the internal service funds are included with governmental activities. The net property of \$21,176 as it relates to the internal service funds is included in the capital asset amount above.		10,146
Bond discounts and deferred gains and losses on refundings are expensed in the fund level financial statements but are accrued and amortized over the life of the bonds in the government-wide financial statements. This is the unamortized portion of those discounts and gains/losses.		4,392
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds. Long-term liabilities at year-end consist of:		
G.O. Bonds and notes payable		(457,191)
Revenue bonds payable		(93,945)
Long Term Notes Payable		(12,887)
Unamortized bond premium		(24,717)
Compensated absences		(95,999)
Net Pension Obligation		(98,559)
Net Other Post Employment Benefit Obligation		(63,652)
Ohio Public Works Commission Loans		(2,425)
Unpaid claims payable		(28,620)
Accrued interest on bonds		(2,482)
Accrued Liabilities		(8,609)
Other liability		(564)
Capital leases payable		(270)
Advances from Other Governments		(6)
Total net position - - governmental activities (page 38)	\$	886,570

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

City of Cincinnati, Ohio
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the year ended December 31, 2012
(Amounts in Thousands)

	General	Capital Projects	Debt Service	Other Governmental Funds	Total Governmental Funds
REVENUES					
Taxes	\$ 264,466	\$ 23,038	\$ 28,199	\$ 63,764	\$ 379,467
Licenses and Permits	9,421			1,203	10,624
Use of Money and Property	7,891	1,426	22,931	4,851	37,099
Special Assessments		303		4,755	5,058
Intergovernmental Revenue	41,462	16,963	7,681	24,149	90,255
Federal Grants		17,646		48,083	65,729
State Grants and Subsidies		8,732		1,818	10,550
Charges for Current Services	19,881	533		17,324	37,738
Miscellaneous	1,368	3,271	9,342	20,858	34,839
Total Revenues	<u>344,489</u>	<u>71,912</u>	<u>68,153</u>	<u>186,805</u>	<u>671,359</u>
EXPENDITURES					
Current:					
General Government	40,180	851	1,148	23,790	65,969
Community Development	4,731	2	132	3,486	8,351
Parks and Recreation	18,681	233		9,219	28,133
Public Safety	164,916			11,537	176,453
Transportation and Engineering	3,577	177		3,917	7,671
Transit System				45,047	45,047
Public Services	15,165			12,669	27,834
Public Health	14,490			16,907	31,397
Employee Benefits	90,377	12	134	12,351	102,874
Capital Outlay		157,053		48,198	205,251
Debt Service:					
Principal Retirement		211	41,479	3,198	44,888
Interest		128	19,465	4,292	23,885
Bond Issuance Cost			1,193		1,193
Total Expenditures	<u>352,117</u>	<u>158,667</u>	<u>63,551</u>	<u>194,611</u>	<u>768,946</u>
Excess (Deficiency) of Revenues over (under) Expenditures	(7,628)	(86,755)	4,602	(7,806)	(97,587)
OTHER FINANCING SOURCES(USES)					
General Obligation Bonds Issued		63,066	26,089		89,155
Refunding Bonds Issued			49,025		49,025
Payments to Refunded Bonds Escrow Agent			(54,571)		(54,571)
Premium on Bonds Issued			17,670		17,670
Transfers In	13,903	71,457	29,590	794	115,744
Transfers (Out)	(4,780)	(12,568)	(76,649)	(20,799)	(114,796)
Total Other Financing Sources(Uses)	<u>9,123</u>	<u>121,955</u>	<u>(8,846)</u>	<u>(20,005)</u>	<u>102,227</u>
Net change in fund balances	1,495	35,200	(4,244)	(27,811)	4,640
Fund Balances at January 1	99,806	126,501	81,090	136,004	443,401
Restatement of Prior Year Fund Balance	(1,595)			575	(1,020)
Restated Fund Balance at January 1	<u>98,211</u>	<u>126,501</u>	<u>81,090</u>	<u>136,579</u>	<u>442,381</u>
Fund Balances at December 31	<u>\$ 99,706</u>	<u>\$ 161,701</u>	<u>\$ 76,846</u>	<u>\$ 108,768</u>	<u>\$ 447,021</u>

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

CITY OF CINCINNATI, OHIO
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances
to the Statement of Activities
Governmental Funds
For the year ended December 31, 2012
(Amounts in Thousands)

Net change in fund balances - total governmental funds	\$ 4,640
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 and reported as depreciation expense. This is the amount by which capital outlays (\$141,071) exceeded depreciation (\$70,290) in the current period.	70,781
Governmental funds report cash received for assets disposed of as revenue. However, in the statement of activities, that cash offsets the difference between the book value (\$9,591) and accumulated depreciation of the disposed asset (\$5,395).	(4,196)
Statement of activities reports an increase in revenues due to current activity in deferred revenues which is not reported at fund level.	6,174
The long-term liability for compensated absences is not recorded in the fund level, but is reported in the statement of activities. This is the current year change in the liability, reported as an expense in the statement of activities.	3,448
The long-term liability for unpaid claims is not recorded in the fund level, but is reported in the statement of activities. This is the current year change in the liability, reported as an expense in the statement of activities.	(1,389)
The long-term liability for Net Pension Obligation is not recorded in the fund level, but is reported in the statement of activities. This is the current year change in the liability, reported as an expense in the statement of activities.	(11,747)
The long-term liability for Net Other Post Employment Benefit Obligation is not recorded in the fund level, but is reported in the statement of activities. This is the current year change in the liability, reported as an expense in the statement of activities.	1,652
Bond proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of bond and loan principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. This is the amount by which proceeds exceeded repayments.	(43,223)

(Continued)

CITY OF CINCINNATI, OHIO
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances
to the Statement of Activities
Governmental Funds
For the year ended December 31, 2012
(Amounts in Thousands)

(Continued)

Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.	\$ (1,408)
Bond premiums are included in revenue at the fund level, but capitalized and amortized over the life of the bonds in the government-wide financial statements.	(14,609)
Net Loss on Defeasance are included in expenditures at the fund level, but are deferred and amortized over the life of the bonds in the government-wide financial statements	2,717
Bond discounts are included in expenditures at the fund level, but are deferred and amortized over the life of the bonds in the government-wide financial statements	(73)
Internal balances between the governmental activities and the business type activities are not reported at the fund level.	103
Internal service funds are used by management to charge the costs of certain activities, such as insurance and telecommunications, to individual funds. The net revenue(expense) of certain internal service funds is reported with governmental activities.	<u>5,200</u>
Change in net position of governmental activities (page 39)	<u><u>\$ 18,070</u></u>

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

City of Cincinnati, Ohio
Statement of Net Position
Proprietary Funds
December 31, 2012
(Amounts in Thousands)

	Business-Type Activities - Enterprise Funds			Governmental
	Water Works	Other Enterprise Funds	Total Enterprise Funds	Internal Service Funds
ASSETS				
<u>Current:</u>				
Cash and Equivalents	\$ 1,915	\$ 67	\$ 1,982	\$ 45
Equity in City Treasury Cash	13,232	3,944	17,176	8,403
Receivables:				
Taxes		224	224	
Accounts, Net	19,107	2,735	21,842	189
Accrued Interest	288	94	382	114
Due from Other Funds	5,144	1,308	6,452	4,747
Due from Fiduciary Funds				32
Due from Other Governments	10,187	899	11,086	136
Prepaid Items	9,159	92	9,251	1,510
Inventory	5,325		5,325	436
Advances to Other Funds	50	16,985	17,035	1,248
Restricted Assets:				
Cash and Equivalents	51,311		51,311	
Equity in City Treasury Cash	2,780		2,780	
Investments, at Fair Value	52,219		52,219	
Total Current Assets	170,717	26,348	197,065	16,860
<u>Noncurrent:</u>				
Equity in City Treasury Cash	52,305	15,584	67,889	33,213
Restricted Equity in City Treasury Cash	10,990		10,990	
Restricted Investments, at Fair Value	3,000		3,000	
Land	2,727	40,454	43,181	283
Buildings, net of Accumulated Depreciation	117,047	8,987	126,034	
Improvements, net of Accumulated Depreciation	654,085	181,626	835,711	6,704
Machinery and Equipment, net of Accumulated Depreciation	88,790	948	89,738	14,026
Construction in Progress	128,364	15,643	144,007	
Property Acquired under Capital Leases, net of Accumulated Amortization	60	1,775	1,835	163
Other Assets				1,357
Total Noncurrent Assets	1,057,368	265,017	1,322,385	55,746
Total Assets	1,228,085	291,365	1,519,450	72,606
DEFERRED OUTFLOWS OF RESOURCES				
Loss on Defeasance	3,085	30	3,115	

(Continued)

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

CITY OF CINCINNATI, OHIO
Statement of Net Position
Proprietary Funds
December 31, 2012
(Amounts in Thousands)

	Business-Type Activities - Enterprise Funds			Governmental
	Water Works	Other Enterprise Funds	Total Enterprise Funds	Internal Service Funds
(Continued)				
LIABILITIES				
Current:				
Accounts Payable	\$ 2,765	\$ 899	\$ 3,664	\$ 4,281
Due to Other Funds	648	136	784	73
Due to Fiduciary Funds	108	11	119	2,692
Due to Other Governments	939		939	
Accrued Payroll	891	98	989	222
Accrued Liabilities		1,560	1,560	614
Accrued Interest	13	35	48	
Obligations under Capital Lease	33	228	261	106
Deposits Payable		4	4	343
Unearned Revenue		861	861	
Compensated Absences payable	4,411	402	4,813	754
Unpaid Claims payable	221		221	10,377
Ohio Public Works Commission Loan	220		220	
Ohio Water Development Authority Loan	646		646	
General Obligation Bonds and Notes Payable	2,000	1,296	3,296	
Revenue Bonds Payable	19,579		19,579	
Payable from Restricted Assets:				
Construction Contracts	9,193		9,193	
Deposits Payable	1,936		1,936	
Total Current Liabilities	43,603	5,530	49,133	19,462
<u>Noncurrent:</u>				
Compensated Absences Payable	2,907	501	3,408	828
Obligations Under Capital Lease	27	1,547	1,574	100
Ohio Public Works Commission Loan	2,980		2,980	
Ohio Water Development Authority Loan	13,944		13,944	
Estimated liability for Unpaid Claims				7,116
Advances from Other Funds				1,754
Advances from Other Governments				22
Revenue Bonds Payable	499,481		499,481	
General Obligation Bonds and Notes Payable	1,800	8,611	10,411	
Net Pension Obligation	25,829	3,409	29,238	8,022
Net Other Post Employment Benefit Obligation	16,031	2,115	18,146	4,186
Total Noncurrent Liabilities	562,999	16,183	579,182	22,028
Total Liabilities	606,602	21,713	628,315	41,490
DEFERRED INFLOWS				
Service Concession Arrangement		12,717	12,717	
		12,717	12,717	
NET POSITION				
Net Investment in Capital Assets	510,289	237,914	748,203	20,970
Restricted Net Position				
Water Works	52,330		52,330	
Fleet Services				1,357
Unrestricted Net Position	61,949	19,051	81,000	8,789
Total Net Position	\$ 624,568	\$ 256,965	881,533	\$ 31,116
Some amounts reported for business-type activities in the statement of net position are different because certain internal service fund assets and liabilities are included with business-type activities.			(1,482)	
Net position of business type activities			<u>\$ 880,051</u>	

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

City of Cincinnati, Ohio
Statement of Revenues, Expenses, and Changes in Fund Net Position
Proprietary Funds
For the year ended December 31, 2012
(Amounts in Thousands)

	Business-Type Activities - Enterprise Funds			Governmental Activities
	Water Works	Other Enterprise Funds	Total Enterprise Funds	Internal Service Funds
OPERATING REVENUES				
Charges for Current Services	\$ 131,475	\$ 34,949	\$ 166,424	\$ 126,497
Miscellaneous	3,909	397	4,306	1,911
Total Operating Revenues	<u>135,384</u>	<u>35,346</u>	<u>170,730</u>	<u>128,408</u>
OPERATING EXPENSES				
Personal Services	43,050	5,654	48,704	11,795
Contractual Services	7,766	15,753	23,519	5,296
Maintenance and Repairs	3,813	4,035	7,848	1,124
Materials and Supplies	8,756	520	9,276	11,847
Utilities	7,732	919	8,651	802
Insurance	142	114	256	89,403
Taxes	5	1,889	1,894	
Depreciation and Amortization	23,524	12,859	36,383	5,462
Rent	2,211	321	2,532	864
Other expense	2,355	387	2,742	40
Total Operating Expenses	<u>99,354</u>	<u>42,451</u>	<u>141,805</u>	<u>126,633</u>
Operating Income(Loss)	36,030	(7,105)	28,925	1,775
NONOPERATING REVENUES(EXPENSES)				
Interest revenue	1,981	294	2,275	362
Build America Bond Subsidy	1,701		1,701	
Occupancy tax receipts		1,419	1,419	
Interest expense	(16,358)	(442)	(16,800)	(11)
Loss on disposal of assets	(838)	(3,348)	(4,186)	(457)
Nonoperating Revenues(Expenses)	<u>(13,514)</u>	<u>(2,077)</u>	<u>(15,591)</u>	<u>(106)</u>
Income (Loss) before Contributions and Transfers	22,516	(9,182)	13,334	1,669
Transfers In		1,582	1,582	739
Transfers (Out)	(47)	(1,635)	(1,682)	(1,587)
Capital contributions	3,385	29	3,414	89
Change in Net Position	25,854	(9,206)	16,648	910
Net Position at January 1	602,281	266,171		29,186
Restatement of Net Position	(3,567)			1,020
Restated Net Position at January 1	<u>598,714</u>	<u>266,171</u>		<u>30,206</u>
Net Position at December 31	<u>\$ 624,568</u>	<u>\$ 256,965</u>		<u>\$ 31,116</u>

Some amounts reported for business-type activities in the statement of net position are different because the net revenue of certain internal service funds is reported with business type activities.

(103)

Change in net position of business type activities

\$ 16,545

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

City of Cincinnati, Ohio
Statement of Cash Flows
Proprietary Funds
For the year ended December 31, 2012
(Amounts in Thousands)

	Business-Type Activities - Enterprise Funds			Governmental
	Water Works	Other Enterprise Funds	Total Enterprise Funds	Internal Service Funds
Cash Flows from Operating Activities:				
Receipts from Customers	\$ 135,339	\$ 32,504	\$ 167,843	\$ 15,021
Receipts from Other Funds		2,226	2,226	91,142
Receipts from Retirement System				22,220
Payments to Suppliers	(33,940)	(19,635)	(53,575)	(104,158)
Payments to Other Funds		(3,988)	(3,988)	(3,178)
Payments to Employees	(42,101)	(5,508)	(47,609)	(11,084)
Payments for Property Taxes	(5)	(1,176)	(1,181)	
Net Cash Provided (Used) by Operating Activities	<u>59,293</u>	<u>4,423</u>	<u>63,716</u>	<u>9,963</u>
Cash Flows from Noncapital Financing Activities:				
Repayment of Advances Made To Other Funds		1,433	1,433	1,402
Amount Due from Other Funds for City Notes	(3,128)	(497)	(3,625)	(1,699)
Repayment of Amount Due to Other Funds				(1)
Advances To Other Funds		(8,502)	(8,502)	401
Occupancy Tax Receipts		1,398	1,398	
Transfers to Other Funds	(47)	(1,623)	(1,670)	(1,587)
Transfers from Other Funds		1,570	1,570	739
Net Cash Provided(Used) by Noncapital Financing	<u>(3,175)</u>	<u>(6,221)</u>	<u>(9,396)</u>	<u>(745)</u>
Cash Flows from Capital and Related Financing Activities:				
Capital Contributed by Other Sources	118	29	147	89
Capital Items Expensed		77	77	(94)
Proceeds from the Sale of Capital Assets	100		100	
Proceeds from Ohio Water Development Authority Loan	7,958		7,958	
Proceeds from Sale of Bonds and Notes	60,000	300	60,300	
Premiums on issues of bonds	5,833			
Acquisition of Property, Plant and Equipment	(1,018)	(183)	(1,201)	(496)
Interest Paid on Bonds and Notes	(18,081)	(449)	(18,530)	(11)
Principal Paid on Bonds and Notes	(19,700)	(1,489)	(21,189)	
Principal Paid on Ohio Public Works Bonds	(219)		(219)	
Principal Paid on Ohio Water Development Authority Loan	(271)		(271)	
Payments on Long Term Capital Lease Obligations	(60)	(61)	(121)	(73)
Additions to Construction in Progress	(63,066)	(3,996)	(67,062)	(966)
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>(28,406)</u>	<u>(5,772)</u>	<u>(34,178)</u>	<u>(1,551)</u>
Cash Flow from Investing Activities:				
Investment (Purchases)Sales	11,739		11,739	(542)
Interest on Investments	3,769	316	4,085	343
Net Cash Provided (Used) by Investing Activities	<u>15,508</u>	<u>316</u>	<u>15,824</u>	<u>(199)</u>
Net Increase (Decrease) in Cash and Cash Equivalents	43,220	(7,254)	35,966	7,468
Cash and Cash Equivalents at Beginning of Year	<u>89,313</u>	<u>26,849</u>	<u>116,162</u>	<u>34,193</u>
Cash and Cash Equivalents at End of Year	<u>\$ 132,533</u>	<u>\$ 19,595</u>	<u>\$ 152,128</u>	<u>\$ 41,661</u>

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

City of Cincinnati, Ohio
Statement of Cash Flows
Proprietary Funds
For the year ended December 31, 2012
(Amounts in Thousands)

	<u>Business-Type Activities - Enterprise Funds</u>			<u>Governmental</u>
	<u>Water</u>	<u>Other</u>	<u>Total</u>	<u>Internal</u>
	<u>Works</u>	<u>Enterprise</u>	<u>Enterprise</u>	<u>Service</u>
		<u>Funds</u>	<u>Funds</u>	<u>Funds</u>
<u>Reconciliation of Operating Income (Loss) to</u>				
<u>Net Cash Provided (Used) by</u>				
<u>Operating Activities:</u>				
Operating Income (Loss)	\$ 36,030	\$ (7,105)	\$ 28,925	\$ 1,775
Depreciation and Amortization	23,524	12,859	36,383	5,462
Changes in Assets, Deferred Outflows/Inflows and Liabilities:				
(Increase) Decrease in:				
Receivables	(881)	(230)	(1,111)	169
Due from Other Funds	(56)	(14)	(70)	(404)
Due from Fiduciary Funds				3,037
Due from Other Governments	892	(80)	812	47
Inventory	102		102	4
Prepaid Items	(3,170)	(45)	(3,215)	(242)
Increase (Decrease) in:				
Accounts Payable	1,855	(752)	1,103	(892)
Deposits Payable				209
Due to Other Funds	323	(12)	311	11
Due to Fiduciary Funds	(149)	(15)	(164)	2,633
Due to Other Governmental Agencies	(127)		(127)	
Accrued Payroll	(899)	(92)	(991)	(328)
Accrued Liabilities		(83)	(83)	(130)
Deferred Inflows		(197)	(197)	
Unearned Revenue		(95)	(95)	(39)
Liability for Compensated Absences	(286)	70	(216)	314
Estimated Liability for Unpaid Claims	1	(5)	(4)	(2,429)
Net Pension Obligation	2,514	258	2,772	759
Net Other Post Employment Benefit Obligation	(380)	(39)	(419)	7
Net Cash Provided (Used) by Operating Activities	<u>\$ 59,293</u>	<u>\$ 4,423</u>	<u>\$ 63,716</u>	<u>\$ 9,963</u>
<u>Schedule of Noncash Investing, Capital</u>				
<u>and Financing Activities:</u>				
Change in Fair Value of Investments	\$ (50)	\$ (14)	\$ (64)	\$ (9)
Acquisition of Property, Plant and Equipment from				
Capital Lease		1,836		
Transfer to Other Funds				(217)
Capital Contributions	3,267	48	3,315	171
Total Noncash Investing, Capital and	<u>\$ 3,217</u>	<u>\$ 1,870</u>	<u>\$ 3,251</u>	<u>\$ (55)</u>
Financing Activities				

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

City of Cincinnati, Ohio
Statement of Fiduciary Net Position
Fiduciary Funds
December 31, 2012
(Amounts in Thousands)

	Pension Trust	Investment Trust Fund	Agency
ASSETS			
Cash and Equivalents	\$ 52,523		\$ 2
Equity in City Treasury Cash		\$ 151,720	2,952
Cash with Fiscal Agent			127
Investments, at fair value:			
U. S. Treasury Bills and Notes			242,213
Canadian Bonds	3,485		
International Bonds	15,143		
US Government Bonds	70,650		
Tax Exempt Government Municipal	4,100		
Corporate Fixed Income	27,562		
State and Local Obligations	3,098		
US Agencies	114,621		
Equities - Common Stock	982,637		
Private Equity	217,988		
Real Estate	159,020		
Private Placements	28,795		
Other Assets (Alternatives)	419,628		
	2,046,727		242,213
Total Investments, at Fair Value			
Collateral on Loaned Securities	39,262		
Receivables:			
Accounts, Net	132		31,049
Accounts Receivable for Securities Sold	37,762		
Accrued Interest and Dividends	3,061		444
Due from Primary Government	3,199		
Due from Other Governments	399		
Loans Receivable	3,732		
Machinery and Equipment	795		
Accumulated Depreciation	(575)		
Total Assets	2,187,017	151,720	\$ 276,787
LIABILITIES			
Accounts Payable	2,777		\$ 15,411
Accounts Payable for Securities Purchased	66,717		
Due to Primary Government	32		
Due to Other Governmental Agencies			203,811
Obligations Under Securities Lending	39,262		
Accrued Payroll	40		972
Accrued Liabilities	16,168		19
Deposits Payable			3,009
Estimated Liability for Compensated Absences	125		9,192
Net Pension Obligation			34,128
Net Other Post Employment Benefit Obligation			10,245
Total Liabilities	125,121		\$ 276,787
NET POSITION			
Held in Trust for External Pool Participant		151,720	
Held in Trust for Employees' Pension Benefits	1,409,032		
Held in Trust for Employees' Postemployment Healthcare Benefits	652,864		
Total Net Position	\$ 2,061,896	\$ 151,720	

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

City of Cincinnati, Ohio
Statement of Changes in Fiduciary Net Position
Fiduciary Funds
For the year ended December 31, 2012
(Amounts in Thousands)

	<u>Pension Trust</u>	<u>Investment Trust Fund</u>
ADDITIONS		
Contributions:	\$	\$
Plan members	14,819	
Employer	33,608	
Other	2,000	
Participant Deposits		470,523
Total Contributions	<u>50,427</u>	<u>470,523</u>
 Transfers From Other Retirement Systems	 102	
 Investment earnings:		
Interest and Dividends	46,887	1,434
Proceeds from Litigation	210	
Net Appreciation in the Fair Value of Investments	<u>192,187</u>	<u>(78)</u>
Total Investment Earnings	239,284	1,356
Less Investment Management Expenses	<u>8,919</u>	
Net Income From Investing Activities	<u>230,365</u>	<u>1,356</u>
 From Security Lending Activities:		
Securities Lending Income	<u>51</u>	
Securities Lending Expense:		
Borrower Rebates	318	
Management Fees	<u>(92)</u>	
Total Securities Lending Expenses	<u>226</u>	
Net Income from Securities Lending Activities	<u>277</u>	
 Total Additions	 <u>281,171</u>	 <u>471,879</u>
 DEDUCTIONS		
Benefit Payments:		
Pension and Annuities	147,788	
Distributions to Participants		438,326
Hospital and Medical Care	36,853	
Medicare	3	
Dental Benefits	274	
Vision Benefits	42	
Death Benefits, Active and Retired	550	
Transfers - Retirement to other systems	<u>653</u>	
Total Benefits Payments	<u>186,163</u>	<u>438,326</u>
 Refunds of Contributions	 <u>1,510</u>	
 Administrative expenses:		
Personal Services	996	
Contractual Services	635	
Materials and Supplies	126	
Depreciation	<u>131</u>	
Total Administrative Expenses	<u>1,888</u>	
Total Deductions	<u>189,561</u>	<u>438,326</u>
 Change in Net Position	 91,610	 33,553
Net Position at January 1	<u>1,970,286</u>	<u>118,167</u>
Net Position at December 31	<u>\$ 2,061,896</u>	<u>\$ 151,720</u>

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

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CITY OF CINCINNATI, OHIO
NOTES TO FINANCIAL STATEMENTS

For the year ended December 31, 2012

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City of Cincinnati is a political subdivision of the State of Ohio. It is governed with the powers of home rule by a directly elected mayor with a four-year term and a council of nine members who are elected at large for two-year terms. In 2001, Cincinnati converted from a city manager-council form of government, through which it had operated since 1926, to a stronger mayor-council form of government.

A. Reporting Entity

The City as a reporting entity consists of only one governmental unit. Cincinnati has no component units - defined by GASB 61 as entities for which the government is considered to be financially accountable and where it would be misleading to exclude.

The following organizations are included in the combined financial statements of the City because, under Ohio law, they have limited corporate powers and are therefore not legally separate organizations:

Cincinnati Park Board
Cincinnati Recreation Commission
City Planning Commission
Cincinnati Board of Health
Civil Service Commission

Cincinnati owns a railway line, the Cincinnati Southern Railway that was completed in 1881 and extends from Cincinnati, Ohio to Chattanooga, Tennessee, a distance of 335 miles. Improvements have been made at various intervals; the most recent, a major line revision to eliminate tunnel clearance restrictions, grades, and curves, was completed in 1964. Improvements other than buildings in Governmental Activities include \$83,224,000 attributable to the City's cost to construct and improve this railway system. The railway is leased to the Cincinnati, New Orleans and Texas Pacific Railway Company until December 31, 2026, with an option to extend the lease for an additional 25 years. The lessee is part of the Norfolk Southern Railway System and is its second largest operating unit. Total rental income from the railway lease was \$20,190,000 in 2012 and \$19,710,000 in 2011.

B. Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the City. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* include 1) charges to customers or applicants who purchase, use, or

directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Interfund receivables and payables between governmental and business type activities have been eliminated in the government-wide statement of net position. These eliminations minimize the duplicating effect on assets and liabilities within the governmental and business type activities total column. As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are charges between the City's business type activities and various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Fund financial statements consist of a series of statements focusing on information about the City's major governmental and proprietary funds. Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

C. Measurement Focus, Basis of Accounting and Financial Statement Presentation

The financial statements of the City of Cincinnati for 2012 are prepared in accordance with standards promulgated by the Governmental Accounting Standards Board (GASB). These standards include the effective pronouncements of the National Council on Governmental Accounting and the American Institute of Certified Public Accountants which are considered to be "generally accepted accounting principles" for state and local entities, until they are altered, amended, supplemented, revoked or superseded by a subsequent GASB pronouncement.

The City reports the following major governmental funds:

General Fund is the accounting entity in which all governmental activity, except that which is required to be accounted for in other funds, is accounted for. Its revenues consist primarily of taxes, intergovernmental shared revenues, charges for services, and investment income.

General Fund expenditures represent costs of general government, community development, public safety, public services, public health, parks and recreation, transportation and engineering, and other.

Capital Projects Fund is used primarily to account for resources restricted to construct or acquire governmental fund capital assets. Such resources are derived principally from proceeds of general obligation debt, federal and state grants and City income tax (see Note 11). It is the City's policy to use the proceeds derived from the sale of bonds only for the capital improvement purpose detailed in the bond-authorizing ordinance and in accordance with state statutes. Any premium and accrued interest received from the sale of bonds is deposited into the Debt Service Fund.

Debt Service Fund accounts for the resources accumulated and payments made for principal and interest on general obligation debt and capital lease payments of the governmental funds.

The City reports the following major proprietary fund:

Water Works Fund accounts for all activities of the City's Water Works Department. The City collects,

purifies, and sells water to Greater Cincinnati Area residents. Revenues consist primarily of user charges.

The City reports the following fund types:

Internal Service Funds account for reproduction, printing and stores; automotive repairs and maintenance; land sales and leasing; employee medical costs; workers' compensation; and enterprise technology services to other departments or agencies of the City, or to other governments. Internal service funds are used to account for the financing of goods or services provided by one department or agency to another department or agencies of the government, generally on a cost reimbursement basis.

Pension Trust Fund – This fund is used to account for the revenues and expenses of the City's Retirement System, which is a multiple-employer defined benefit pension plan. This fund accounts for both the pension benefits and the post-employment healthcare benefits.

Investment Trust Fund – This fund is used to account for the Metropolitan Sewer District Fund portion of the City's pool of cash and investments.

Agency Funds – These funds are used to account for assets held by the City in a fiduciary capacity. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The assets held by the City include towing and storing charges for impounded vehicles, entertainment facilities deposits, transportation and engineering specific purpose monies, Metropolitan Sewer District monies and the Convention Facility Authority monies.

Measurement Focus

Except for budgetary purposes, the basis of accounting used by the City conforms to generally accepted accounting principles (GAAP) in the United States of America as applicable to governmental units. The accounting and financial reporting treatment applied to a fund is determined by its measurement focus.

The government-wide and proprietary funds financial statements are reported using the economic resources measurement focus. The government-wide and proprietary funds financial statements are reported using the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Nonexchange transactions, in which the City gives (or receives) value without directly receiving (or giving) equal value in exchange, include income taxes, property taxes, grants, shared revenues, and donations. On an accrual basis, revenue from income taxes is recognized in the period in which the taxpayer's liability occurs and revenue from property taxes is recognized in the fiscal year for which the taxes are levied. On an accrual basis, revenue in the form of shared revenue is recognized when the provider government recognizes its liability to the City. Revenue from grants and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized in the accounting period in which they become both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the City considers revenues to be available if they are collected within sixty days of the end of the current fiscal period. Expenditures generally are recorded when the related liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due. Inventories of materials and supplies may be considered expenditures either when purchased or when used; and prepaid expense items may be considered expenditures either when paid for or when consumed. Proceeds of general long-term debt are reported as other financing sources.

Income taxes, delinquent property taxes, liquor permits, fines, local government fund, gasoline tax, and motor vehicle license fees for the current and prior periods are determined to be susceptible to accrual and are recognized as revenue in the current accounting period. All other major revenues of governmental funds are determined not to meet the criteria of either being measurable or available.

The proprietary fund type statements are prepared utilizing the flow of economic resources measurement focus and the accrual basis of accounting for revenues, which are recognized when they are earned, and for expenses, which are recognized when they are incurred. Unbilled service receivables are recognized by proprietary funds when the services are provided.

The fiduciary fund types recognize revenue and expenses on a basis consistent with the fund's accounting measurement objective. The pension trust fund and the mixed investment pool statements are prepared utilizing the flow of economic resources measurement focus and the accrual basis of accounting. The pension trust fund accounts for both the pension benefits and the employees' post-employment benefits. Agency funds do not have a measurement focus. Their financial statements are prepared utilizing the accrual basis of accounting.

Other Accounting Policies

- A. *Investments* - The investments of the City (excluding the City of Cincinnati's Retirement System, (see Note 2)) are comprised primarily of time deposits and other securities guaranteed by the United States Government or its agencies and are stated at fair value based on quoted market prices.
- B. *Inventories* - Inventories are valued at cost using either the moving weighted average or the first-in, first-out method. Inventories in the governmental funds and the proprietary funds are recorded using the consumption method whereby inventories are recorded as expenditures or expenses when they are used.
- C. *Insurance* - The City maintains a comprehensive all-risk property insurance program through a commercial carrier that provides insurance coverage for approximately \$1,328,004,000 in property values. The program contains a \$100 thousand deductible, provides coverage in the amount of \$300 million per occurrence, and has a maximum limit of \$50 million for earthquake damage and \$50 million for flood damage. The City's available legal debt margin of \$ 75,358,432 at December 31, 2012, is considered adequate for catastrophic loss coverage.
- D. *Inter-Fund Transactions* - During the course of normal operations, the City has numerous transactions between funds including expenditures/expenses, advances and transfers of resources to provide services, construct assets and service debt. The governmental and proprietary fund type financial statements generally reflect such transactions as transfers or advances. The internal service funds record charges for services to City departments as operating revenue. All City funds record these payments to the internal service funds as operating expenditures/expenses. The proprietary funds record operating subsidies as other income whereas the fund paying the subsidy records it as either an expenditure/expense or transfer. Transfers are intended to reallocate money permanently from one fund to another. Advances represent the long-term portion of loans between funds. Inter-fund services provided and used are accounted for as revenues, expenditures, or expenses in the funds involved. The General Fund provides administrative services to enterprise funds. Based on an internal cost allocation plan certain costs initially borne by the General Fund are then billed as indirect charges to other funds of the City. The amounts charged for those services are treated as revenue to the General Fund and as operating expenses in the enterprise funds and as program expenses for individual functions and activities.
- E. *Capital Assets* -Capital assets which include property, plant and equipment, and infrastructure (e. g.

roads, streets, bridges and retaining walls) are reported in the applicable governmental or business-type activity columns in the government-wide financial statements. The City defines capital assets as assets with an individual cost of \$5,000 or more (\$100,000 for governmental infrastructure assets) and an estimated useful life in excess of one year. Such assets are capitalized at historical cost, or estimated values that approximate historical cost if purchased or constructed. Pursuant to the implementation of GASB No. 34, the historical cost of infrastructure assets (retroactive to January 1, 1980) are included as part of the governmental capital assets reported in the government-wide statement. Thus, the depreciated value of construction cost for streets, bridges and retaining walls is reported. Donated capital assets are recorded at estimated fair market value at the time of donation.

Capital assets includes intangible assets as defined by GASB 51. An intangible asset is an asset that lacks physical substance and has a useful life of more than one year. Some examples are computer software, trademarks, water rights and land easements.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed.

Property, plant, and equipment of the City are depreciated using the straight-line method over the following estimated useful lives:

Water Mains	100 years
Buildings and Improvements	25-70 years
Infrastructure	15-25 years
Machinery and Equipment	5-40 years
Automotive Equipment	3-20 years

- F. *Deferred Inflows* - The City reports deferred inflows on its fund level balance sheet and entity wide statement of net position. Deferred inflows are items that were previously reported as deferred revenues and certain items that were previously recorded as assets and liabilities. Deferred inflows arise when a potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period. Certain intergovernmental receivables, uncollected assessments, miscellaneous receivables, property taxes and income taxes not meeting the availability criteria have been deferred and will be realized in a subsequent period in the governmental funds.
- G. *Deferred Outflows* – A deferred outflow is a consumption of net position in a future period. The City reports as deferred outflows the loss on defeasance from debt refundings.
- H. *Grants and Other Intergovernmental Revenues* -The proprietary fund types recognize the federal reimbursement type capital grants as intergovernmental receivables and capital contributions as the related expenses are incurred. All other federal reimbursement type grants are recorded as intergovernmental receivables and revenues when the related expenditures are incurred. On an accrual basis, revenue in the form of shared revenue is recognized when the provider government recognizes its liability to the City.
- I. *Operating Revenues and Expenses* - The City, in its proprietary funds, distinguishes operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and delivering goods in connection with a proprietary fund’s principal ongoing operations. The principal operating revenues of the City’s enterprise funds and internal service funds are charges to customers for sales and services. Operating expenses for enterprise funds and internal service

funds include the cost of sales and services, administrative expenses, and depreciation of capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

- J. *Capitalization of Interest* - Interest is capitalized by the City in proprietary fund types when it is determined to be material. The City capitalizes interest in accordance with GASB 62 Guidance. This Guidance requires that the interest cost capitalized during construction be reduced by interest income earned on investments of the bond proceeds from the date of the borrowing until the assets constructed from the bond proceeds are ready for their intended use.
- K. *Statement of Cash Flows* - For purposes of the statement of cash flows, the proprietary funds consider all highly liquid investments held by trustees, with a maturity of three months or less when purchased, to be cash equivalents. In addition, all cash and temporary investments with the City Treasurer are also considered to be cash equivalents since they are available to the proprietary funds on demand. The temporary investments primarily consist of certificates of deposit, federal agencies or instrumentalities, Ohio Municipals and U. S. Treasury securities that have maturities of up to two years.
- L. *Bond Issuance Costs, Premiums and Discounts* – Premiums and discounts are capitalized and amortized over the term of the bond. Debt is reported net of unamortized premiums and discounts. Bond Issuance Costs are expensed as incurred per GASB 65 except for prepaid bond insurance which is reported as a deferred outflow of resources and amortized term of the bonds.
- M. *Fund Balance* – Restricted Fund balances are used to meet current expenditures incurred for which restricted and unrestricted funds are available. Other expenditures are from committed, assigned and unassigned fund balances respectively.
- N. *Pronouncements Effective for the 2012 Financial Statements* – Governmental Accounting Standards Board (GASB) Statement Number 60, *Accounting and Financial Reporting for Service Concession Arrangements* was issued in November 2010. This statement is effective for fiscal periods beginning after December 15, 2011. The objective of this Statement is to improve financial reporting by addressing issues related to service concession arrangements (SCA), which are a type of public-private or public-public partnership. As used in this Statement, an SCA is an arrangement between a transferor (a government) and an operator (governmental or nongovernmental entity) in which (1) the transferor conveys to an operator the right and related obligation to provide services through the use of infrastructure or another public asset (a “facility”) in exchange for significant consideration and (2) the operator collects and is compensated by fees from third parties. The provisions of this Statement generally are required to be applied retroactively for all periods presented.

Governmental Accounting Standards Board (GASB) Statement Number 65, *Items Previously Reported as Assets and Liabilities* was issued in March 2012. The provisions of this Statement are effective for financial statements for periods beginning after December 15, 2012 and is included in this report. The objective of this Statement establishes accounting and financial reporting standards that reclassify, as deferred outflows of resources or deferred inflows of resources, certain items that were previously reported as assets and liabilities and recognizes, as outflows of resources or inflows of resources, certain items that were previously reported as assets and liabilities. This Statement also provides other financial reporting guidance related to the impact of the financial statement elements deferred outflows of resources and deferred inflows of resources, such as changes in the determination of the major fund calculations and limiting the use of the term *deferred* in financial statement presentations.

Governmental Accounting Standards Board (GASB) Statement Number 66, *Technical Corrections – 2012 - an amendment of GASB Statements No. 10 and No. 62* was issued in March 2012. The provisions of this Statement are effective for financial statements for periods beginning after December

15, 2012 and is included in this report. The objective of this Statement is to improve accounting and financial reporting for a governmental financial reporting entity by resolving conflicting guidance that resulted from the issuance of two pronouncements, Statements No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, and No. 62, *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements*. This Statement amends Statement No. 10, *Accounting and Financial Reporting for Risk Financing and Related Insurance Issues*, by removing the provision that limits fund-based reporting of an entity's risk financing activities to the general fund and the internal service fund type. As a result, governments should base their decisions about fund type classification on the nature of the activity to be reported, as required in Statement 54 and Statement No. 34, *Basic Financial Statements – and Management's Discussion and Analysis for State and Local Governments*. This Statement also amends Statement 62 by modifying the specific guidance on accounting for (1) operating lease payments that vary from a straight-line basis, (2) the difference between the initial investment (purchase price) and the principal amount of a purchased loan or group of loans, and (3) servicing fees related to mortgage loans that are sold when the stated service fee rate differs significantly from a current (normal) servicing fee rate. These changes clarify how to apply Statement No. 13, *Accounting for Operating Leases with Scheduled Rent Increases*, and result in guidance that is consistent with the requirements in Statement No. 48, *Sales and Pledges of Receivables and Future Revenues and Intra-Entity Transfers of Assets and Future Revenues*, respectively.

- O. *Pronouncements Issued But Not Yet Effective* – Governmental Accounting Standards Board (GASB) Statement Number 67, *Financial Reporting for Pension Plans—an amendment of GASB Statement No. 25* was issued in June 2012. The provisions of this Statement are effective for financial statements for periods beginning after June 15, 2013. Earlier application is encouraged. This Statement replaces the requirements of Statements No. 25, *Financial Reporting for Defined Benefit Pension Plans and Note Disclosures for Defined Contribution Plans*, and No. 50, *Pension Disclosures*, as they relate to pension plans that are administered through trusts or equivalent arrangements (hereafter jointly referred to as trusts) that meet certain criteria. The requirements of Statements 25 and 50 remain applicable to pension plans that are not administered through trusts covered by the scope of this Statement and to defined-contribution plans that provide postemployment benefits other than pensions.

Governmental Accounting Standards Board (GASB) Statement Number 68, *Accounting and Financial Reporting for Pensions—an amendment of GASB Statement No. 27* was issued in June 2012. The provisions of this Statement are effective for financial statements for periods beginning after June 15, 2014. Earlier application is encouraged. This Statement replaces the requirements of Statement No. 27, *Accounting for Pensions by State and Local Governmental Employers*, as well as the requirements of Statement No. 50, *Pension Disclosures*, as they relate to pensions that are provided through pension plans administered as trusts or equivalent arrangements (hereafter jointly referred to as trusts) that meet certain criteria. The requirements of Statements 27 and 50 remain applicable for pensions that are not covered by the scope of this Statement.

- P. *Working Capital Reserve* - City Council established standards for a minimum working capital reserve account in 1984 to assure a strong financial position and to protect Cincinnati's general obligation bond rating during periods of fiscal stress. The policy called for achievement of a minimum reserve level, for emergency needs of a catastrophic nature, of no less than 5% or more than 8% of general operating revenues by December 31, 1986. The targeted year-end reserve level was achieved in January of each year 1985 through 2011. The working capital reserve for 2012 was \$20,327,000 and is included in the Unassigned Fund Balance as a Working Capital Reserve in the General Fund. The City is a chartered government and the working capital reserve, as established, is allowed by the charter.
- Q. *Restricted resources* - Bond funds and other similar restricted resources are assumed to be expended before non-restricted resources in paying for capital projects of both the governmental funds and the

proprietary funds.

- O. *Liability for Compensated Absences* – City Employees are awarded sick, vacation and compensatory time as determined by union contractual agreements and personnel policies. Compensatory time and vacation time are paid out in full upon termination and are expensed in the year earned. Sick leave is paid out at various levels upon termination. The liability for sick leave is computed with the Termination Payment Method using a historical average of total years worked and total amount paid. The current portion of the liability is an average of the annual expenditures.

2. DEPOSITS WITH FINANCIAL INSTITUTIONS AND INVESTMENTS

The City of Cincinnati combines the cash balances in individual funds to form a pool of cash and investments. Each fund reports its respective equity in City Treasury cash as an element of its resources. In addition, several funds separately hold cash and equivalents and investments, which are appropriately identified, in the government-wide Statement of Net Position of the City. Earnings from the pooled cash and investments are allocated on a quarterly basis to eligible funds based on month-end equity balances. The data presented in the accompanying financial statements is for the City of Cincinnati as a whole.

Deposits

At year-end the carrying amount of the City's deposits, including certificates of deposit with various financial institutions was \$308,146,000 and the bank balance was \$322,300,000. The entire bank balance is held in the name of the City and is collateralized either by federal depository insurance or securities pledged as collateral and segregated by the Federal Reserve Bank in a pledge account. The collateral is held by the City's agent in the City's name; it cannot be released by the Federal Reserve Bank without the City's approval.

Statutes specify that the City Treasurer require institutions designated as a public depository to pledge and to deposit with the Treasurer's office, as security for the payment of all public monies to be deposited in the public depository during the period of designation, eligible securities of an aggregate market value equal to the excess of the amount of public monies that are at the time so deposited over and above such portion or amount of such money as is at such time insured by the Federal Deposit Insurance Corporation, or by any other agency or instrumentality of the federal government. As an alternative, the City Treasurer may require such institution to deposit with him surety company bonds which, when executed, shall be for an amount equal to such excess amount.

Excluded from these amounts are deposits held by the City's Retirement System for which the year-end book balance was \$52,523,000. The year-end bank balance was \$20,752,000 and the cash balance was \$19,343,000. The cash balance was held by the City Treasurer. The cash equivalents of \$33,180,000 were held in money managers' custodial accounts at the Bank of New York at year-end and are not subject to the same insurance and collateralization requirements as the City's deposits and are uncollateralized.

Investments

The fair value of investments for the City (including permanent funds) at December 31, 2012 was \$820,440,000. These investments include \$27,520,000 in Money Market Funds, \$238,432,000 in U. S. Treasury Securities, \$511,807,000 in U. S. Government Agencies, \$277,000 in Bond Mutual Funds, \$41,169,000 in Ohio Municipals, and \$1,235,000 in Equity Securities. The City is legally authorized to invest in obligations of the U.S. Treasury, federal agencies or instrumentalities, obligations of the State of Ohio and its political subdivisions and repurchase agreements. All investments of the City of Cincinnati are insured or registered, or are securities held by the City or its agent in the City's name. The City Treasurer may enter into a repurchase agreement of United States Treasury obligations or other obligations for which the full

faith and credit of the United States is pledged for the payment of principal and interest, or obligations or securities issued by any federal government agency. The City has not used reverse repurchase agreements or derivatives as investment instruments.

Excluded from the City’s investments discussed above are assets held in trust by the City’s Retirement System and the Park Board, which includes the Special Revenue Parks, Special Revenue Bettman Nature Center, and Permanent Park Board Funds. The fair value of investments for these funds at December 31, 2012 was \$2,056,321,000. These investments include \$72,966,000 in U.S. Government Bonds, \$114,621,000 in U.S. Government Agencies, \$28,702,000 in Corporate Fixed Income, \$217,988,000 in Private Equity, \$988,721,000 in Equity Securities, \$3,098,000 in State and Local Obligations, \$418,867,000 in Other Investments, \$159,020,000 in Real Estate Investments, \$815,000 in Derivatives, \$28,795,000 in Private Placements, \$4,100,000 in Tax Exempt Government Municipals and \$18,628,000 in other bonds. In those cases where resources are maintained in trust, the authority for investment of the property rests with either the trust agreement or local ordinance. Investments of the City of Cincinnati Retirement System are, by ordinance, subject to certain terms and limitations. These limitations do not apply to investments in securities of the City and federal government or their agencies. Investments of the City of Cincinnati Retirement System and Park Board are uninsured. These securities are held by the counterparty or by its trust department or agent but not in the City’s name. The investment in Private Equity is not considered an investment in a security for purposes of credit risk classification since it is not evidenced by securities that exist in physical or book entry form.

Investment Policy and Risk

The investment policy and risk will be discussed in four categories: 1) the City investment policy, which includes the General Fund, Debt Service Fund, Capital Project Fund, Water Works Fund (an Enterprise Fund), and the Metropolitan Sewer District (an Agency Fund), 2) the Permanent Funds except for the Park Board Fund, 3) the Park Board, which includes the Special Revenue Parks, Special Revenue Bettman Nature Center and Permanent Park Board Funds and 4) the City of Cincinnati’s Retirement System’s Pension Trust Fund.

A. City Investment Policy

The City’s foremost objective of the investment policy for the funds that are pooled and deposited in the General Bank Depository Account and other accounts authorized by the City Treasurer is safety of principal. The investment policy minimizes credit risk by limiting investments to the safest types of securities, pre-qualifying the financial institutions with which the City will do business, and diversifying investments to minimize potential losses.

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. Interest rate risk is reduced by structuring the portfolio to mature to meet cash requirements for ongoing operations in order to avoid the need to sell securities prior to maturity and by investing operating funds in shorter-term securities.

At December 31, 2012, the City had the following investments held by the City Treasurer which were exposed to interest rate risk (amounts in thousands):

Investment Type	Investment Maturities			
	Fair Value	Less Than 1	1 to 5	More than 5
U.S. Treasury Obligations	\$ 238,432	\$ 15,635	\$ 213,115	\$ 9,682
U.S. Agencies	511,807	44,480	467,327	
Tax Exempt Ohio Municipals	41,169	10,538	30,631	
Total	\$ 791,408	\$ 70,653	\$ 711,073	\$ 9,682

Currently, the investment policy limits the investments to: 1) obligations issued by the United States Treasury, 2) obligations issued by a federal government agency or instrumentality, 3) certificates of deposits, 4) no-load money market mutual funds which invest in 1), 2), or 3) above, 5) the Ohio subdivision's fund (STAR Ohio), 6) repurchase agreements, or 7) obligations of the State of Ohio or of a political subdivision of the state with at least a AA rating. These investments do not expose the City to foreign currency risk. Therefore, the City does not have a foreign currency risk policy.

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. Credit ratings indicate the degree of credit risk for an investment. At December 31, 2012 the City held the following investments (amounts in thousands):

Investment Type	Total Fair Value	A-/A3 and Above	Not Rated	Full Faith & Credit
U.S. Treasury Obligations	\$ 238,432	\$ 230,445	\$	\$ 7,987
U.S. Agencies	511,807	495,766	16,041	
Tax Exempt Ohio Municipals	41,169	18,810	22,359	
Total	\$ <u>791,408</u>	\$ <u>745,021</u>	\$ <u>38,400</u>	\$ <u>7,987</u>

Custodial credit risk is the risk that in the event of a failure of a depository financial institution or counterparty to a transaction, the City would be unable to recover the value of an investment or collateral securities. The custodial credit risk policy is discussed in the Deposits section above. The City requires the certificates of deposit to be backed by collateral or surety bond with an aggregate market value of one hundred two percent of the City's deposits and investments including accrued interest. Repurchase agreements require collateral. The release of collateral requires the approval of the City Treasurer.

Concentration of credit risk is the risk of loss attributed to the magnitude of the City's investment in a single issuer. At December 31, 2012 the City did not have more than five percent of total investments with a single issuer.

B. Permanent Funds

The Permanent Funds (excluding the Park Board Fund) do not have a written investment policy. Each fund has a separate trust agreement, which limits the activity of the fund. At December 31, 2012, total investments were \$1,511,000. The Permanent Funds do not have an investment policy for interest rate risk, credit risk, custodial credit risk, concentration of credit risk, or foreign currency risk. Their investments consist of equity securities with a fair value of \$1,234,000, and bond mutual funds with a fair value of \$277,000. Credit ratings and maturity information was not available for the investments in bond mutual funds.

C. Park Board

The Park Board Fund investments goals are to generate capital growth for long-term usage and provide operating income to the respective projects and operations. The fund has established asset allocation ranges. For equities that range is seventy to ninety percent. The bond range is ten to thirty percent, and the cash range is zero to three percent. Each bond investment must have a minimum credit rating of A by Standard and Poor's and A by Moody's. Other than these limitations on investments, the Park Board Fund does not have an established policy for interest rate risk, credit risk, concentration of credit risk, custodial credit risk, or foreign currency risk.

At December 31, 2012 the Park Board had total investments with a fair value of \$9,594,000 which included equity securities with a fair value of \$5,916,000, and bond mutual funds with a fair value of \$937,000. The remaining \$2,741,000 in investments is identified in the chart below.

The following investments were exposed to interest rate risk (amounts in thousands):

Investment Type	Investment Maturities (in years)			
	Fair Value	Less Than 1	1 to 5	More than 5
U.S. Treasury Obligations	\$ 2,316	\$ 1,606	\$ 710	
Corporate Bonds	258	0	258	
Preferred Stock	167			\$ 167
Total	\$ 2,741	\$ 1,606	\$ 968	\$ 167

The following chart provides information utilized in determining credit rate risk (amounts in thousands):

Investment Type	Total Fair Value	A-/A3 and Above	BBB-/Baa3 to BBB+/Baa1	B-/B3 to BB+/Ba1	Not Rated
U.S. Government Treasury	\$ 2,316	\$ 2,316			
Corporate Bonds	258	231			\$ 27
Fixed Income Mutual Funds	937	0			937
Preferred Stock	167	0	\$ 126	\$ 41	
Total	\$ 3,678	\$ 2,547	\$ 126	\$ 41	\$ 964

D. City Retirement

The City of Cincinnati Retirement System's Pension Trust Fund primary investment return objectives are to preserve the safety of principal, earn the highest possible total return consistent with prudent levels of risk, and create a stream of investment returns to insure the systematic and adequate funding of actuarially determined benefits through contributions and professional management of the System assets. The System has established asset allocation goals with acceptable variances specific to the investment manager category. The total fixed income target allocation is 17% with a variance of 4%. The fixed income investment managers are divided between core bond managers (target allocation of 14% with a variance of 2%) and high yield bond managers (target allocation of 3% with a variance of 2%). The remaining investment manager asset target allocations are as follows: domestic equity 29.5% with a range of 20% to 40%, non-U.S. equity 21% with a variance of 5%, real estate equity 7.5% with a variance of 3%, infrastructure 5% with a variance of 2%, long-short equity 10% with a variance of 5%, risk parity 5% with a variance of 2.5%, and private equity 5% with a variance of 5%.

Interest Rate Risk

The interest rate risk is addressed by guidelines that require the weighted duration of the investments to be within a range of the duration of a benchmark index. For the core bonds the average effective duration may not vary more than 25%. For the high yield bonds the average duration may not vary more than 30%. At December 31, 2012, the System had the following investments subject to interest rate risk (amounts in thousands):

Investment Type	Investment Maturities (in years)				
	Fair Value	Less Than 1	1 to 5	6 to 10	More than 10
Cash Equivalents	\$ 32,946	\$ 32,946			
Fixed Investments					
Canadian	3,485			\$ 3,485	
Corporate Bonds	27,562	5,089	\$ 11,013	6,431	\$ 5,029
International Bonds	15,143	1,737	9,737	3,559	110
Other Government Obligations	3,098				3,098
Private Placements	28,795	6,362	6,100	4,763	11,570
Tax Exempt US Municipals	4,100				4,100
US Agencies	114,621	6,433	8,569	4,948	94,671
US Governments	70,650	5,815	24,808	17,109	22,918
Preferred Stock	1,170	1,170			
Derivatives					
Forwards	233	251	(18)		
Swaps	480		458	13	9
Options	(3)	(3)			
Future Contracts	105	100	1	(5)	9
Total	\$ <u>302,385</u>	\$ <u>59,900</u>	\$ <u>60,668</u>	\$ <u>40,303</u>	\$ <u>141,514</u>

Concentration of Credit Risk

The concentration of credit risk is minimized by the diversification policy, which requires the assets to be allocated across major asset classes and be diversified broadly within each asset class. The investment firm is required to notify the System when, in aggregate as a firm, the organization owns more than 10% of the outstanding shares in a single stock. Also, within the fixed investment asset class each of the investment managers may not allow a single issuer to comprise more than 5% of the portfolio's market value. For the U.S. equity and the Non-U.S. equity, no single security shall comprise more than 10% of the portfolio's market value for each investment manager. To further limit the concentration of credit risk, the U.S. equity investment managers are not permitted for the aggregate position within each equity manager's portfolio to exceed 5% of the fair market value of the outstanding stock in any company. The limit for Non-U.S. equity investment managers is 1.5%.

Credit Risk

In order to reduce credit risk, the System requires that 85% of the core bond managers invest in a high quality investment grade security. The remaining 15% may be invested in below investment grade securities, defined as investments with a middle rating below BBB- (S&P), Baa3 (Moody's), or BBB- (Fitch). The high yield bonds overall portfolio average quality rating should be not less than B based upon the rating of at least two of the three rating agencies (S&P, Moody's, and Fitch). The following chart provides the investments held by the System summarized by credit rating at December 31, 2012 (amounts in thousands):

Investment Type	Total Fair Value	A-/A3 and Above	BBB-/Baa3 to BBB+/Baa1	B-/B3 to BB+/Ba1	C/C to CCC/Caa	Not Rated
Cash Equivalents	\$ 32,946	\$ 5,944				\$ 27,002
Fixed Investments						
Canadian	3,485	3,485				
Corporate Bonds	27,562	10,458	\$ 9,546	\$ 7,122	\$ 136	300
International Bonds	15,143	5,815	8,607	721		
Other Government Obligations	3,098	3,098				
Private Placements	28,795	19,006	3,219	5,976	158	436
Tax Exempt US Municipals	4,100	4,100				
US Agencies	114,621	87,706	1,242	841	1,266	23,566
US Governments	70,650	70,650				
Preferred Stock	1,170					1,170
Derivatives						
Forwards	233					233
Swaps	480					480
Options	(3)					(3)
Future Contracts	105					105
Total	\$ 302,385	\$ 210,262	\$ 22,614	\$ 14,660	\$ 1,560	\$ 53,289

Foreign Currency Risk

Foreign currency risk is the risk that changes in exchange rates will adversely affect the fair value of an investment or a deposit. The System's target allocation for non-U.S. equities is 21% of the total investment assets with 11% in developed large cap, 5% in small cap, and 5% in emerging markets. The non-U.S. equity managers may hold up to 5% of its portfolio in a money market or cash. Currency hedging which includes forward currency contracts and cross currency hedging, are permitted for defensive purposes. The System's exposure to foreign currency risk at December 31, 2012 is as follows (amounts in thousands):

Currency	Fair Value	Cash	Equity	Fixed Income	Derivatives
Australian Dollar	\$ 4,197	\$ (4,076)	\$ 8,273		
Brazilian Real	698	698			
British Pound Sterling	29,676	(889)	29,619	946	
Canadian Dollar	4	(4,002)		\$ 4,006	
Euro Currency	57,560	(10,208)	57,804	9,693	\$ 271
Hong Kong Dollar	5,850		5,850		
Japanese Yen	31,382	(560)	31,942		
Mexican New Peso	815	800			15
New Taiwan Dollar	1,199		1,199		
S African Comm Rand	2,001		2,001		
Singapore Dollar	3,902		3,902		
Swedish Krona	1,694		1,694		
Swiss Franc	17,845		17,845		
Total	\$ 156,823	\$ (18,237)	\$ 160,129	\$ 14,645	\$ 286

Custodial Credit Risk

As for custodial credit risk, the fund only requires collateral for their securities lending program as discussed in the Securities Lending section of this footnote.

Securities Lending

City statutes and board of trustee policies permit the City of Cincinnati Retirement System to use investments

of the plan to enter into securities lending transactions – loans of securities to broker-dealers and other entities for collateral with a simultaneous agreement to return the collateral for the same security in the future. Securities are loaned in exchange for collateral that may include cash, U.S. government securities and irrevocable letters of credit. U.S. securities are loaned in exchange for collateral valued at 102% of the market value of the securities plus any accrued interest. Non-U.S. securities are loaned in exchange for collateral valued at 105% of the market value of the securities plus any accrued interest. Collateral cannot be pledged or sold unless the borrower defaults. The borrower is required to pay to the Lender the equivalent of all interest and dividends that are paid by the issuer during the term of the loan. All security loans can be terminated on demand by either the lender or the borrower, although the average term of the System’s overall loans was 5 days for the year ended December 31, 2012. Cash collateral is invested in a short-term investment pool, which had an average weighted maturity of 1 day as of December 31, 2012. Cash collateral may also be invested separately in “term loans”, in which the maturity of the term loan is matched to either the maturity of the cash collateral invested or the interest rate reset of the cash collateral invested. These loans have rights of substitution and securities can be recalled on demand. As of December 31, 2012, there were no violations of legal or contractual provisions, no borrower or lending agent default and no losses known to the securities lending agent. There are no dividends or coupon payments owed on the securities lent.

The following represents the balances relating to the securities lending transactions at the financial statement date (amounts in thousands):

Securities Lent	Fair Value of Underlying Securities	Cash Collateral Received/Securities Collateral Value
Lent for Cash Collateral:		
U.S. Government	\$ 5,667	\$ 5,802
U.S. Corporate Fixed Income	1,557	1,600
U.S. Equities	27,672	27,800
Non-U.S. Corporate Fixed Income	255	260
Non-U.S. Equities	3,560	3,800
Total	\$ 38,711	\$ 39,262

The following maturity chart for securities lending collateral provides information pertinent to interest rate risk (amounts in thousands):

Investment Maturities (in years)		
Asset class	Less Than 1	Total
Asset Backed Security	\$ 2,231	\$ 2,231
Reverse Repurchase Agreements	24,189	24,189
Total	\$ 26,420	\$ 26,420

In order to determine credit rate risk for the securities lending collateral, the following chart is useful (amounts in thousands):

Investment Type	Fair Value	C/C to CCC/Caa	D Default	Not Rated
Asset Backed Security	\$ 2,231	\$ 287	\$ 1,944	\$
Reverse Repurchase Agreements	24,189			24,189
Total	\$ 26,420	\$ 287	\$ 1,944	\$ 24,189

Derivatives

Derivatives are generally defined as a financial instrument whose characteristics and value depend on, or

derive from, the value and characteristics of an underlying asset which is typically a commodity, bond, equity or currency. A derivative for financial statement purposes contains three traits: settlement factor, leverage, and net settlement. The retirement system enters into certain derivative financial instruments, primarily to enhance the performance and/or reduce the volatility of the portfolio.

The retirement system's investment-grade bond managers, Non-U.S. equity managers, and cash equitization manager are authorized to invest in derivatives. The derivatives permitted and utilized are: forwards, options, swaps, and futures. The derivatives held at year end were for investment purposes only. The Non-U.S. equity manager is authorized to utilize currency hedging for defensive purposes, although the manager did not partake in hedging at year end.

As of December 31, 2012, CRS held investment derivatives consisting of forward contracts, swaps, futures, and options. Gains and losses are included in the net appreciation/(depreciation) in the fair value of investments total in the Statement of Changes in Fiduciary Net Position. The table below presents the classification of the investment derivatives at December 31, 2012 (amounts in thousands):

Investment Derivatives	Changes in Fair Value		Fair Value at 12/31/12	
	Classification	Gain/(Loss)	Classification	Amount
Forward Contracts	Net appreciation(depreciation)	\$ -	Other Assets	\$ 233
Interest Rate Swaps	Net appreciation(depreciation)	(38)	Other Assets	15
Credit Default Swaps	Net appreciation(depreciation)	(54)	Other Assets	465
Options	Net appreciation(depreciation)	57	Other Assets	(3)
Future Contracts	Net appreciation(depreciation)	105	Other Assets	105
	Total	<u>\$ 70</u>	Total	<u>\$ 815</u>

A forward contract (forward) is an obligation to buy (sell) an asset at a fixed price on a predetermined date. Forwards are over the counter instruments, which means they are not traded on an organized exchange. The price specified for the foreign currency, government securities, or other asset may be higher or lower than the actual market price at the time of delivery. At December 31, 2012 CRS held the following forward contracts (amounts in thousands):

Broker	Notional Value	Base Gain/(Loss)	Base Exposure
Barclays Bank NA	\$ 7,283	\$ 437	20.32%
Barclays Bank PLC	307	1	0.86%
BNP Paribas Securities Corp	379	(18)	1.06%
BNY Mellon NA	5,194	(37)	14.49%
Citibank NA	4,516	(64)	12.60%
Credit Suisse AG	227	(6)	0.63%
Deutsche Bank AG/London	1,429	34	3.99%
Goldman Sachs International	123	(2)	0.34%
HSBC Securities Inc	989	3	2.76%
JPMorgan Chase Bank NA	257	(1)	0.72%
Royal Bank of Canada	3,912	39	10.91%
The Royal Bank of Scotland PLC	136	-	0.38%
UBS AG/Stamford CT	5,267	(45)	14.70%
Westpac Banking Corp	5,822	(108)	16.24%
	<u>\$ 35,841</u>	<u>\$ 233</u>	<u>100.00%</u>

A swap is a transaction which exchanges one currency, obligation or financial instrument for another. Swaps are over-the-counter instruments. Usually a set of future cash flows are exchanged between two

counterparties. Interest rate swaps involve the exchange of one stream of future interest payments for another based on a specified principal amount. Usually fixed and floating interest rates are exchanged. A credit default swap allows the transfer of third party credit risk from one party to the other. One party in a credit default swap is a lender whom faces credit risk from a third party. The counterparty to the swap agrees to insure this risk in exchange for regular periodic payments.

The swaps held at December 31, 2012 are presented in the next chart (amounts in thousands):

Counterparty	Swap Description	CRS Pays	CRS Receives	Maturity Date	Notional Amount	2012 Gain(Loss)	
<i>Credit Default Swaps:</i>							
Bank of America	CMBX.NA.AAA.3 SP BOA	Upon Default	100 BPS	12/13/49	\$ 100	\$ 14	
Bank of America	JAPAN GOV'T JP SP BOA	Upon Default	100 BPS	3/20/16	200	7	
Bank of America	GERMANY GOV'T SW SP BOA	Upon Default	100 BPS	6/20/17	600	14	
Bank of America	AUSTRALIA GOV'T SNR AU SP BOA	Upon Default	100 BPS	6/20/17	300	(12)	
Bank of America	JAPAN GOV'T JP SP BOA	Upon Default	100 BPS	3/20/16	100	(1)	
Barclays	CDX EM13 SP 03/22/2010 BRC	Upon Default	100 BPS	6/20/15	600	(68)	
Barclays	DJ ITRAXX17SEN2 BP BRC	100 BPS	Upon Default	6/20/17	10,943	(534)	
Barclays	BRAZIL EM SP 09/20/11 BRC	Upon Default	100 BPS	12/20/16	400	13	
Chicago Mercantile Exchange	CDX BP IG18 5Y CME	100 BPS	Upon Default	6/20/17	7,300	40	
Chicago Mercantile Exchange	CDX BP IG19 5Y CME	100 BPS	Upon Default	12/20/17	9,200	8	
Citibank	AUSTRALIA GOV'T SNR AU SP CBK	Upon Default	100 BPS	6/20/17	300	(3)	
Citibank	UNITED KINGDOM GILT SW SP CBK	Upon Default	100 BPS	6/20/16	200	2	
Citibank	DJ ITRAXX17SEN2 BP CBK	100 BPS	Upon Default	6/20/17	1,582	(66)	
Citibank	FRANCE GOV'T SW SP CBK	Upon Default	100 BPS	9/20/16	200	24	
Credit Suisse	FRANCE GOV'T SW SP FBF	Upon Default	100 BPS	3/20/16	100	76	
Deutsche Bank	GECC SNR S* SP DUB	Upon Default	100 BPS	12/20/15	1,000	53	
Deutsche Bank	UNITED KINGDOM GILT SW SP DUB	Upon Default	100 BPS	3/20/16	200	(6)	
Deutsche Bank	BERKSHIRE HATHAWAY INC SNR S* SP DUB	Upon Default	100 BPS	12/20/15	1,000	31	
Deutsche Bank	CMBX.NA.AAA.3 SP DUB	Upon Default	100 BPS	12/13/49	200	12	
Deutsche Bank	BRAZIL EM SP 03/20/12 DUB	Upon Default	100 BPS	6/20/17	200	79	
Deutsche Bank	CDX EM13 SP 03/22/2010 DUB	Upon Default	100 BPS	6/20/15	1,000	(131)	
Goldman Sachs	JAPAN GOV'T JP SP GST	Upon Default	100 BPS	6/20/16	100	238	
Goldman Sachs	UNITED KINGDOM GILT SW SP GST	Upon Default	100 BPS	6/20/15	100	1	
JP Morgan	JAPAN GOV'T JP SP JPM	Upon Default	100 BPS	3/20/16	700	10	
JP Morgan	BRAZIL EM SP 03/22/10 JPM	Upon Default	100 BPS	6/20/15	1,000	13	
JP Morgan	METLIFE INC SNR S* SP JPM	Upon Default	100 BPS	3/20/16	600	27	
Societe Generale	UNITED KINGDOM GILT SW SP SOG	Upon Default	100 BPS	3/20/15	100	44	
UBS AG	JAPAN GOV'T JP SP UAG	Upon Default	100 BPS	12/20/15	700	40	
UBS AG	UNITED KINGDOM GILT SW SP UAG	Upon Default	100 BPS	6/20/16	400	(5)	
UBS AG	UNITED STATES GOV'T SW SP UAG	Upon Default	75.8 BPS	9/20/16	659	17	
UBS AG	UNITED KINGDOM GILT SW SP UAG	Upon Default	100 BPS	6/20/16	200	9	
					Credit Default Swaps Total	\$40,284	\$ (54)
<i>Interest Rate Swaps:</i>							
BNP PARIBAS S.A.	IRS BRL ZCS R 11.88/CDI 02/19/10 BPS	Brazil Cetip Interbank Deposit	11.88%	9/13/17	\$ 77	\$ 2	
Bank of America NA	IRS BRL ZCS R 11.90/CDI 03/03/10 BOA	Brazil Cetip Interbank Deposit	11.90%	9/6/16	916	7	
Barclays Bank PLC	IRS BRL ZCS R 11.91/CDI 03/05/10 BRC	Brazil Cetip Interbank Deposit	11.91%	9/13/17	231	2	
Barclays Bank PLC	IRS EUR R 6ME/2.5 03/21/12 BRC	6M EUR-EURIBOR-ACT/360-Bloomberg	2.50%	3/18/16	8,100	(65)	
Barclays Bank PLC	IRS MXN R TIIE/5.6 09/13/11 BRC	MXN-TIIE-Banxico-Bloomberg	5.60%	9/2/22	31	14	
BNP PARIBAS S.A.	IRS BRL ZCS R 12.11/CDI 02/23/10 BPS	Brazil Cetip Interbank Deposit	12.11%	9/6/16	62	0	
Chicago Mercantile Exchange	IRS EUR 6ME/2.5 03/21/12 CME	6M EUR-EURIBOR-ACT/360-Bloomberg	2.50%	10/15/17	100	1	
Chicago Mercantile Exchange	IRS EUR 6ME/2.75 03/21/12 CME	6M EUR-EURIBOR-ACT/360-Bloomberg	2.75%	9/2/22	39	1	
					Interest Rate Swaps Total	\$ 9,556	\$ (38)
					Total Swaps	\$49,840	\$ (92)

Options convey the right, but not the obligation, to engage in a future investment transaction. A call is an option contract that gives the buyer the right, but not the obligation, to exercise the option and buy an asset at the strike price on or at any time up to the expiration date. A put is an option contract that gives the buyer the right, but not the obligation, to sell an asset at the strike price on or at any time up to the expiration date. At December 31, 2012 CRS held thirteen options. Twelve of the options are swaptions which are options involving swaps. The following chart describes the options held at December 31, 2012 (amounts in thousands):

Buyer	Seller	Premium Amount	Notional Value	Effective Date	Termination Date	Market Value
Bank of America NA	CRS	\$ (12)	\$ (4,400)	10/23/12	02/19/13	\$ (1)
Bank of America NA	CRS	(10)	(2,300)	3/18,8/30,10/18&10/19/12	03/18/13	(2)
Bank of America NA	CRS	(1)	(300)	12/19/12	03/18/13	(1)
Citibank NA	CRS	(1)	(200)	9/25&9/27/12	01/21/13	-
Citibank NA	CRS	(4)	(300)	09/27/10	09/29/20	-
Credit Suisse AG	CRS	(1)	(100)	9/27&10/4/12	01/21/13	-
Credit Suisse AG	CRS	(2)	(100)	3/9,9/13,10/18&10/22/12	03/18/13	-
CRS	Deutsche Bank AG/London	(2)	(3,500)	11/2&11/6/12	02/19/13	(1)
Deutsche Bank AG/London	CRS	(17)	(8,600)	11/1,11/2,11/5&11/6/12	02/19/13	(3)
Deutsche Bank AG/London	CRS	(4)	(1,000)	10/18&10/22/12	03/18/13	(1)
Merrill Lynch	CRS	9	16	12/13/12	02/22/13	7
Morgan Stanley Capital Services LLC	CRS	(7)	(1,300)	8/27&8/29/12	03/18/13	(1)
Morgan Stanley Capital Services LLC	CRS	(8)	(400)	03/09/12	03/18/13	-
		Total \$ (60)	<u>\$ (22,484)</u>			Total \$ (3)

Futures are exchange-traded contracts that require an asset to be bought (sold) at a specified price on a specified future date. Unlike options, futures convey an obligation to buy (sell) an investment. The contracts contain standardize terms, trade on a formal exchange, are regulated by overseeing agencies, and are guaranteed by clearinghouses.

As of December 31, 2012, CRS had the following exposure via futures contracts (Notional and Fair Value in thousands):

Futures Contract	Expiration	Long/ Short	Notional Value*	Fair Value
90DAY EURODOLLAR FUTURE (CME)	March 2012	Short	\$15,905	\$ 92
90DAY EURODOLLAR FUTURE (CME)	June 2012	Short	972	4
90DAY EURODOLLAR FUTURE (CME)	September 2012	Short	268	5
90DAY EURODOLLAR FUTURE (CME)	December 2012	Short	443	(2)
90DAY EURODOLLAR FUTURE (CME)	March 2013	Short	133	-
90DAY EURODOLLAR FUTURE (CME)	June 2013	Short	(2,065)	27
90DAY EURODOLLAR FUTURE (CME)	September 2013	Short	2,788	(5)
90DAY EURODOLLAR FUTURE (CME)	March 2014	Short	976	(16)
90DAY EURODOLLAR FUTURE (CME)	June 2014	Short	871	-
90DAY EURODOLLAR FUTURE (CME)	September 2014	Short	2,986	-
			<u>\$23,277</u>	<u>\$ 105</u>

* Notional value is the nominal or face amount that is used to calculate payments made on derivative instruments (futures, forwards, swaps, etc.). The notional amount represents the equivalent to an investment in the physical securities represented by the derivative contract

3. MIXED INVESTMENT POOL

On April 10, 1968, the Board of County Commissioners of Hamilton County and the City of Cincinnati consolidated all County and City sanitary sewer facilities, under the direction and control of the Board of County Commissioners and the management and operation of the City. The cash balance in the fund established for this purpose, the Metropolitan Sewer District fund (MSD), is combined with the City's pool of cash and investments. For the purposes of financial reporting, the MSD portion of the City's pool of cash and investments is reported as an Investment Trust Fund. Assets in the pool are reported at fair value based on quoted market prices. The pool is not subject to regulatory oversight. Fair value amounts are determined at year-end. The City has not provided or obtained any legally binding guarantees to support the value of the Mixed Investment Pool. MSD is required by Chapter 301 of the Cincinnati Municipal Code to participate in the Mixed Investment Pool. The method used to determine participants' shares sold and redeemed is a

proration based upon the equity held in City Treasury cash. These amounts increase and decrease based upon the change in the equity balance. This same method is used to report the investments. Disclosures required by GASB Statement 3 are discussed in Note 2.

Summary by major investment classification: (Amounts in Thousands)

Description	Cost	Fair Value	Interest Rates	Maturity Dates
Money Market Fund	\$ 65,507	\$ 65,507		
Certificates of Deposit	94,340	94,341	0.35% to 3.6 %	1/23/13 to 7/2/17
U. S. Treasury Notes	159,346	161,308	0.375% to 10.625%	2/28/13 to 12/31/17
FHLB/FNMA/FHLB/FHLMC Securities	285,793	287,100	0.25% to 8.2%	3/20/13 to 11/21/17
Ohio Municipal	41,379	41,170	1.15% to 6%	11/1/13 to 12/15/17
Cash	11,712	11,712		
Total	<u>\$ 658,077</u>	<u>\$ 661,138</u>		

The Mixed Investment Pool does not issue a separate report. The Mixed Investment Pool’s financial statements can be found below:

**Mixed Investment Pool
Statement of Net Position
As of December 31, 2012**
(Amounts in Thousands)

<u>Assets</u>	
Equity in City Treasury	<u>\$ 661,138</u>
<u>Net Position</u>	
Held in Trust for Internal Pool Participants	\$ 509,418
Held in Trust for External Pool Participant	151,720
Total Net Position	<u>\$ 661,138</u>

Mixed Investment Pool
Statement of Changes in Net Position
For the Year Ended December 31, 2012
(Amounts in Thousands)

	<u>Internal Participants</u>	<u>External Participants</u>	<u>Total</u>
Additions:			
Contributions:			
Participant Deposits	\$ 1,051,313	\$ 470,523	\$ 1,521,836
Investment earnings:			
Interest and dividends	6,445	1,434	7,879
Net appreciation in the fair value of investments	(319)	(78)	(397)
Total investment earnings	<u>6,126</u>	<u>1,356</u>	<u>7,482</u>
Total additions	1,057,439	471,879	1,529,318
Deductions:			
Distributions to Participants	<u>1,036,438</u>	<u>438,326</u>	<u>1,474,764</u>
Change in Net Position	21,001	33,553	54,554
Net Position - beginning	<u>488,417</u>	<u>118,167</u>	<u>606,584</u>
Net Position - ending	<u>\$ 509,418</u>	<u>\$ 151,720</u>	<u>\$ 661,138</u>

4. COMMITMENTS

Convention Facilities Authority (CFA) - The CFA is an up to 11-member body corporate and politic, organized and existing under Chapter 351 of the Ohio Revised Code, as amended. The CFA issued bonds netting proceeds of \$111,176,644 dated March 2, 2004 for the purpose of expanding and renovating the Convention Center in Cincinnati.

Pursuant to a Memorandum of Understanding between the City of Cincinnati (City) and Hamilton County (County), a cooperative agreement was reached between the City and the County and a Project Service Agreement between the City and the CFA. The City will: (i) own the Convention Center, (ii) be responsible for the operation and maintenance of the Convention Center and (iii) manage the design and construction of the expansion and renovation project. Construction began in May 2004 and was completed in June 2006.

In the financial plan for the Convention Center expansion and renovation the dedicated Transient Occupancy Tax (City) and Lodging Excise Tax (County) is expected to cover the outstanding debt service for senior (\$58.4 million) and subordinate (\$18.8 million) debt. Pursuant to the Memorandum of Understanding between the City, County and the CFA, the City has agreed to guarantee, subject to annual appropriation, the principal and interest on subordinate debt. The maximum annual debt service is \$6,359,600 and has been reserved to guarantee the subordinate debt service.

Subject to annual appropriation, the City shall pay \$1,000,000 (City Annual Contribution) to the Trustee of the CFA subject to the terms of the Cooperative Agreement. This contribution is pledged as an additional revenue source for the payment of the bonds. The City appropriated an amount sufficient to pay the City Annual Contribution for 2012.

Port of Greater Cincinnati Development Authority (Port Authority) – On July 11, 2011 the City entered into an Economic Development Services Agreement with the Port Authority to undertake economic development activities on behalf and in coordination with the City. The City has agreed to fund the Port

Authority General Operations in the amount of \$525,000 for fiscal year 2011 and up to \$1,000,000 for fiscal year 2012 – 2017. The City has also committed capital investment, subject to discretion, to be used in the implementation of the work plan. An appropriation of \$1 million was made for 2012. The City has, in addition committed annual funding for Additional Services, subject to discretionary annual appropriation of at least \$6 million for fiscal years 2013 -2017. The City’s contribution to operation costs or capital investment may be offset by any net profits received by the Port Authority directly in connection with revenue derived from the additional services.

The Board of Education of the City School District of the City of Cincinnati (the Board) – on July 21, 1999 the “Board” and the City of Cincinnati entered into agreement whereby the City would compensate the Board for taxes that would have been received if not for certain property exemptions enacted by the City. The City has agreed to an annual payment of \$5 million, to be paid semi- annually, beginning fiscal year 2000 and continuing for 19 years thereafter.

Encumbrances - Encumbrances are commitments to unfilled purchase orders or unfilled contracts. Funds have been committed to a specific order, but the goods or services have not been billed or received.

The City has outstanding encumbrances at December 31, 2012 are as follows:

Summary of Encumbrances Outstanding (Amounts in Thousands)

	General Fund	Capital Projects	Non Major Governmental	Total
General Government	\$ 5,049			\$ 5,049
Community Development	125		\$ 470	595
Parks & Recreation	796		729	1,525
Public Safety	1,317		834	2,151
Transportation & Engineering	185		111	296
Public Services	501		1,440	1,941
Public Health	28		2,904	2,932
Employee Benefits	2,105		40	2,145
Capital Outlay		\$ 124,005	19,308	143,313
Total	\$ 10,106	\$ 124,005	\$ 25,836	\$ 159,947

5.

INTERFUND ASSETS/LIABILITIES

The composition of interfund balances as of December 31, 2012, is as follows:

DUE FROM/TO OTHER FUNDS (Amounts in Thousands)

	Due From								Total
	General Fund	Capital Projects Fund	Debt Service Fund	Non Major Governmental Funds	Internal Service Funds	Water Works Enterprise Fund	Nonmajor Enterprise Funds	Fiduciary Funds	
Due To									
General Fund	\$ 5	\$ 101		\$ 326	\$ 1,206	\$ 5	\$ 26	\$ 271	\$ 1,940
Capital Projects Fund	5,198		\$ 4,376	4,850	2,660	5,126	1,251		23,461
Debt Service Fund								1	1
Non Major Governmental	520			21	436	10		114	1,101
Internal Service Fund	1			2	67		2	2,693	2,765
Water Works Fund	3	267			350		28	108	756
Nonmajor Enterprise Funds	10	39		54	28	3	1	12	147
Fiduciary Funds					32				32
Total	\$ 5,737	\$ 407	\$ 4,376	\$ 5,253	\$ 4,779	\$ 5,144	\$ 1,308	\$ 3,199	\$ 30,203

Included in the balances above are the amounts related to a \$42.1 million in notes outstanding in 2012. A portion of these notes are held by MSD (\$9.8 million) and Capital Projects Fund (\$9.2 million) and are not included above. These amounts included in interdepartmental receivables and payables are as follows:

(Amounts in Thousands)

	Due From	Due To
General Fund	\$ 5,193	
Capital Projects Funds		\$ 23,166
Debt Service Funds	4,376	
Non Major Governmental Funds	4,630	
Internal Service Funds	2,655	
Water Works Funds	5,064	
Nonmajor Enterprise Funds	1,248	
Fiduciary Funds		
Total	\$ 23,166	\$ 23,166

The outstanding balances between funds result mainly from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made.

ADVANCES TO/FROM OTHER FUNDS (Amounts in Thousands)

	Advance From Other Funds				Total
	General	Capital	Nonmajor	Internal	
	Fund	Projects	Governmental	Service	
Advance To Other Funds					
General Fund				\$ 1,704	\$ 1,704
Nonmajor Governmental Funds	\$ 4,521		\$ 276		4,797
Water Works Fund				50	50
Nonmajor Enterprise Funds		\$ 16,985			16,985
Internal Service Fund		1,248			1,248
Total	\$ 4,521	\$ 18,233	\$ 276	\$ 1,754	\$ 24,784

The major portion of the amounts payable relate to loans made for the completion of capital projects construction in progress. The remaining portion of the amounts payable relate to working capital loans made to funds upon their creation, none of this balance is scheduled to be collected in the subsequent year.

6. INTERFUND TRANSFERS

Interfund transfers for the year ended December 31, 2012, consisted of the following:

TRANSFERS IN/OUT (Amounts in Thousands)

	Transfers Out							Total
	General	Capital	Debt	Water	Nonmajor	Internal	Nonmajor	
	Fund	Projects	Service	Works	Governmental	Service	Enterprise	
Transfers In								
General Fund	\$ 1	\$ 50	\$ 12,000		\$ 723	\$ 167	\$ 962	\$ 13,903
Capital Projects Fund	-	-	64,649	\$ 47	5,602	489	670	71,457
Debt Service Fund	4,779	10,595			14,175	38	3	29,590
Nonmajor Governmental	-	216	-		269	309		794
Internal Service Fund	-	707			30	2		739
Nonmajor Enterprise Funds	-	1,000	-			582		1,582
Total	\$ 4,780	\$ 12,568	\$ 76,649	\$ 47	\$ 20,799	\$ 1,587	\$ 1,635	\$ 118,065

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them, (2) move receipts restricted to debt service from the funds collecting the receipts to the debt service fund as debt service payments become due, and (3) use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

7.

NET POSITION / FUND BALANCE

Fund Balance Classifications

Fund balance is classified in five categories (1) Nonspendable, (2) Restricted, (3) Committed, (4) Assigned, and (5) Unassigned. Nonspendable fund balances include amounts that are not in spendable form or are legally required to remain intact. Restricted fund balances include amounts that have external restrictions by either grantors, debt covenants, laws or other governments. Committed fund balances include amounts that are committed to a specific purpose by council ordinance or resolution. Assigned fund balances include amounts that are constrained by management or council with intent to be used for a specific purpose and can be assigned by ordinance, resolution, motion, or by other written authorization by management. Unassigned fund balance includes amounts that have not been assigned to any purpose. Restricted funds are spent first as expenditures are incurred to the extent of the restricted fund revenue. Then committed, assigned and unassigned funds are used. Below are the fund balance classifications for the governmental funds at December 31, 2012 amounts in thousands:

	General Fund	Capital Projects	Debt Service	Non Major Governmental	Total Governmental
Fund Balances					
Nonspendable					
Inventory	\$ 4,558	\$ 903		\$ 300	\$ 5,761
Advances and Petty Cash	153				153
Advances to Other Funds	1,704				1,704
In accordance with Trusts				2,355	2,355
Restricted					
Debt Service			\$ 67,198		67,198
Capital Projects		143,399	37		143,436
Long Term Receivable		17,399	9,611		27,010
Tax Increment Financing				37,224	37,224
Public Transit				15,455	15,455
Public Safety				6,504	6,504
Parks and Recreation				7,965	7,965
Public Health				611	611
Street Construction and Maintenance				4,903	4,903
Infrastructure				8,923	8,923
Expendable Trusts				7,767	7,767
Other				4,614	4,614
Committed					
One Time Expenditure Reserve	2,415				2,415
Property Investment Reimbursement Agreements	4,413				4,413
Public Health				973	973
Parks and Recreation				7,302	7,302
Public Safety				165	165
Other				4,731	4,731
Assigned					
Unrestricted Encumbrances	12,315				12,315
2013 Appropriations	12,135				12,135
Internal Service Funds	98				98
Unassigned					
Working Capital Reserve Fund	20,327				20,327
Public Safety				(68)	(68)
Public Health				(715)	(715)
Community Development				(141)	(141)
Other	41,588			(100)	41,488
Total Fund Balance	\$ 99,706	\$ 161,701	\$ 76,846	\$ 108,768	\$ 447,021

Working Capital Reserve Fund

City Council established standards for a minimum working capital reserve account in 1984 to assure a strong financial position and to protect Cincinnati's general obligation bond rating during periods of fiscal stress. The policy called for achievement of a minimum reserve level, for emergency needs of a catastrophic nature, of no less than 5% or more than 8% of general operating revenues by December 31, 1986. The targeted year end reserve level was achieved in January of each year 1985 through 2011. For 2012, the target reserve of \$20.3 million (6.16% of 2012 estimated revenues) has already been achieved. Since conditions have not been specifically defined for its use, the \$20.3 million is included in the unassigned fund balance for the general fund.

Minimum Fund Balance Policy

The City has three components as part of the minimum fund balance reserve: the General Fund carryover balance, the emergency reserve, and the Working Capital Reserve Fund balance. In prior years the Working Capital Reserve Fund was reported in the Capital Projects Fund balance. Beginning in 2009, it is reported as part of the General Fund balance. The 2012 actual ending balance is \$46.3 million which consists of \$22.6 million fund balance carry over, \$2.4 million from the one time expenditure reserve, and \$20.3 million working capital reserve. The City's minimum fund balance policy is to maintain an unappropriated surplus equivalent to a 10% of General Fund revenues. General Fund actual revenues for 2012 were \$344,489 million.

Included in the financial statements are an internal service fund and a non-major governmental fund with a net position deficit as of December 31, 2012. The net position deficit in the internal service funds of Purchasing Reproduction and Printing Services (\$122,000), Fleet Services (\$78,000) and non-major governmental fund Community Development (\$141,000) are to be covered by future user charges and grant reimbursements.

8. LEASES

CITY AS LESSEE

Operating Leases

The City has entered into various leases for property, equipment and office space. These leases are considered for accounting purposes to be operating leases. The total cost for such leases were \$1,258,000 for the year ended December 31, 2012. Future minimum lease payments are as follows:

(Amounts in Thousands)	
<u>Year</u>	<u>Amounts</u>
2013	\$ 908
2014	521
2015	150
2016	40
2017	41
Remaining Years	66
Total Future Minimum Rents	<u><u>\$ 1,726</u></u>

Capital Leases

The City has capitalized leases for the following property and equipment. These lease agreements qualify as capital leases for accounting purposes and, therefore, have been recorded at the present value of their future minimum lease payments as of the inception date.

The assets acquired through capital leases are as follows:

(Amounts in Thousands)

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>
Leased Property/Equipment	\$ 664	\$ 2,350
Less: Accumulated Depreciation	394	515
Total	<u>\$ 270</u>	<u>\$ 1,835</u>

The following is a schedule of future minimum capital leases and the present value of the net minimum lease payments at December 31, 2012:

(Amounts in Thousands)

<u>Year</u>	<u>Governmental Activities</u>	<u>Business-Type Activities</u>
2013	\$ 133	\$ 310
2014	125	302
2015	12	274
2016	10	274
2017	6	274
2018		581
Total Minimum lease payments	<u>286</u>	<u>2,015</u>
Less: Amounts representing interest	16	180
Present value of net minimum lease payments	<u>\$ 270</u>	<u>\$ 1,835</u>

CITY AS LESSOR

The City has entered into various contractual agreements for the rental of properties to various commercial enterprises, which are reported as operating leases for accounting purposes.

Amounts related to the operating lease as of December 31, 2012 are included in the financial statements of the following:

(Amounts in Thousands)	Governmental <u>Activities</u>	Business Type <u>Activities</u>
Land	\$ 2,427	\$ 255
Buildings	13,983	1,759
Accumulated Depreciation	345	
Improvements	83,224	
Accumulated Depreciation	83,063	1,545
Depreciation Expense	985	53

(Amounts in Thousands)	Governmental <u>Activities</u>	Business-Type <u>Activities</u>
<u>Year</u>		
2013	\$ 21,795	\$ 1,179
2014	21,721	873
2015	21,607	834
2016	21,201	463
2017	21,058	5
Remaining years	171,229	11
Total Future Minimum Rental Payments	<u>\$ 278,611</u>	<u>\$ 3,365</u>
Total Rentals for 2012:	\$ 21,819	\$ 1,518

Future minimum rentals of the railway line, recorded in Debt Service Fund, are assumed to equal the payments calculated for the current year. These minimum rentals are included in the Governmental Activities column.

Enterprise Funds

The General Aviation rentals (included in business-type activities) do not include contingent rentals, which may be received on the basis of hours or usage in excess of stipulated minimums. Terms of the leases are normally on a five-year basis with renewal options not to exceed fourteen years.

The Parking Facilities has leased the Fountain Square North Parking Garage for a one-time payment of \$7.5 million for a period of 40 years beginning in 2005. This has been presented as a service concession arrangement in Footnote 18.

Governmental Capital Assets

The City-owned railway line, the Cincinnati Southern Railway, is leased to the Cincinnati, New Orleans, and Texas Pacific Railway Company until December 31, 2026, with a renewal option of twenty-five years. Pursuant to the Ohio Revised Code, the use of the rental income from the railway line is restricted to debt service.

On March 12, 2008 Ordinance 78-2008 was passed authorizing the issuance of bonds for the construction of a new administrative building for the Metropolitan Sewer District (MSD). The bonds were issued on July 22, 2009 for a term of 20 years. MSD will lease the building and the rentals will be equivalent to the annual debt service payment. The total rent payments in 2012 were \$1,115,000. The outstanding principal is \$13,325,000.

9. LONG-TERM DEBT

General Obligation Bonds and Notes

The City issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds have been issued for both governmental and business-type activities.

General obligation bonds are direct obligations and pledge the full faith and credit of the City. General obligation bonds currently outstanding are as follows:

(Amounts in Thousands)

<u>Purpose</u>	<u>Interest Rates</u>	<u>Amount</u>
Governmental activities	.33% - 7.875%	\$457,191
Business-type activities	4.200% - 5.0%	<u>13,649</u>
		<u>\$470,820</u>

Annual debt service requirements to maturity for the general obligation bonds and notes are as follows:

(Amounts in Thousands)

<u>Year Ending</u>	<u>Governmental Activities</u>		<u>Business-Type Activities</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
<u>December 31</u>				
2013	\$ 43,998	\$ 20,502	\$ 3,296	\$ 581
2014	43,188	18,867	3,097	461
2015	40,868	16,689	1,297	345
2016	36,678	15,893	622	308
2017	33,173	13,611	617	272
2018-2022	118,359	46,286	2,092	1,028
2023-2027	82,547	24,300	2,178	496
2028-2032	44,910	8,157	450	26
2033-2037	13,470	1,353		
	<u>\$ 457,191</u>	<u>\$ 165,658</u>	<u>\$ 13,649</u>	<u>\$ 3,517</u>

Revenue Bonds and Notes

The City also issues bonds and notes where the City pledges income derived from the acquired or constructed assets to pay debt service. The net revenues of the Water Works are pledged to pay Water Works revenue bonds debt service. The original amount of revenue bonds and notes authorized in prior years was \$1,087,474,000 of which \$885,436,000 was issued.

Revenue bonds and notes outstanding at year-end are as follows:

(Amounts in Thousands)

<u>Purpose</u>	<u>Interest Rates</u>	<u>Amount</u>
Economic Development	Various	\$ 93,945
Water Works	Various	<u>491,165</u>
		<u>\$585,110</u>

The annual debt service requirements to maturity for the revenue bonds and notes are as follows:
(Amounts in Thousands)

Year Ending	<u>Governmental Activities</u>		<u>Business-Type Activities</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
December 31				
2013	\$ 3,355	\$ 3,928	\$ 19,579	\$ 23,851
2014	4,300	3,748	20,620	22,989
2015	4,725	3,594	24,685	22,025
2016	4,350	3,635	25,645	20,971
2017	3,930	3,287	26,865	19,854
2018-2022	22,680	14,311	144,965	79,701
2023-2027	18,120	9,948	96,440	49,164
2028-2032	19,105	5,980	83,550	27,558
2033-2037	9,570	2,138	48,816	6,243
2038	3,810	186		
	<u>\$ 93,945</u>	<u>\$ 50,755</u>	<u>\$ 491,165</u>	<u>\$ 272,356</u>

Build America Bond Subsidy

In 2009, the Cincinnati Water Works issued Series 2009B taxable bonds as Build America Bonds under the provisions of the American Recovery and Reinvestment Act of 2009. Under this agreement, the Water Works is to receive 35% of the Bond interest as the Build America Bond Subsidy. The amount received in 2012 was \$1,701,000.

In 2010, the City issued taxable GO Build America Bonds in the amount of \$15,930,000 under the provisions of the American Recovery and Reinvestment Act. The City will receive a subsidy of the bond interest. The payments will be reduced or eliminated with the passage of the sequestration cuts made in 2013. See Footnote 20 regarding subsequent events.

Long-Term State Loans

The Ohio Public Works Commission extends loans to the City. Loans in the amount of \$2,425,000 accounted for as Governmental type and \$3,200,000 as Business-type represent the amounts due on ten loans from the Ohio Public Works Commission (OPWC) for infrastructure improvements. These notes are non-interest bearing.

Annual debt service requirements to maturity for the Ohio Public Works Commission notes are as follows:

(Amounts in Thousands)

Year Ending <u>December 31</u>	<u>Governmental Activities</u>	<u>Business-Type Activities</u>
	<u>Principal</u>	<u>Principal</u>
2013	\$ 211	\$ 220
2014	211	219
2015	211	219
2016	203	219
2017	203	219
2018-2022	786	1,095
2023-2027	600	822
2028-2031	-	187
Total	<u>\$ 2,425</u>	<u>\$ 3,200</u>

The Ohio Water Development Authority extends loans to the City. Notes in the amount of \$14,590,000 accounted for as Business type represent the amounts due on several loans from the Ohio Water Development Authority (OWDA) for water works improvements. These notes bear interest at from 2.0% to 3.25% per year. Only that portion of the loan commitment actually paid to the City is recognized as a liability by the City.

Annual debt service requirement to maturity for the Ohio Water Development Authority notes are as follows:

(Amounts in Thousands)

Year Ending <u>December 31</u>	<u>Business-type Activities</u>	
	<u>Principal</u>	<u>Interest</u>
2013	\$ 646	\$ 324
2014	698	326
2015	715	309
2016	733	291
2017	751	273
2018-2022	4,039	1,081
2023-2027	4,434	557
2028-3032	2,520	125
2033	54	1
Total	<u>\$ 14,590</u>	<u>\$ 3,287</u>

On December 17, 2008, City Council authorized the City Manager to enter into a \$6.2 million 15 year installment sales agreement to build a garage with Uptown Consortium. The City will maintain the title to the garage for the duration of the agreement and pay the installment payments with net service payments collected from the real property, net service payments collected from the real properties of the project and net revenue from the operation of the project.

On March 31, 2010, the City entered into an installment sales agreement with Vernon Manor Offices Leverage Lender, LLC for the construction of a 440-space parking garage for \$7.1 million. The City will maintain the title to the garage for the duration of the agreement and pay the installment payments with

net service payments collected from the real property, net service payments collected from the real properties of the project and net revenue from the operation of the project. The project was completed in 2011. The combined repayment schedule for the notes payable is below (includes Vernon Manor and Uptown).

	Principal Payment	Interest Payment	Total P&I
2013	\$ 571	\$ 590	\$ 1,161
2014	596	565	1,161
2015	621	540	1,161
2016	648	513	1,161
2017	675	485	1,160
2018-2022	3,838	1,965	5,803
2023-2027	1,933	1,228	3,161
2028-2032	2,548	780	3,328
2033	1,457	94	1,551
Total	<u>\$ 12,887</u>	<u>\$ 6,760</u>	<u>\$ 19,647</u>

The follow are the total outstanding bonds and notes at December 31, 2012 and the debt service requirement for 2013.

Bonds and Notes Outstanding at December 31, 2012

(AMOUNTS IN THOUSANDS)

Description	Interest Rates	Issue Dates	Maturity Dates	Original Authorized	Amount Due 2013	Amount Outstanding 12/31/2012
Bonds:						
General Property Tax Supported	5.0%	2001-2004	2014	\$ 5,945	\$ 595	\$ 595
	7.875%	1987	2017	30,000	1,000	5,000
Various Rate Issues	3-5.5375	2003-2012	2010-2031	238,546	20,123	140,761
Refunding	4.25% to 5.00%	2007-2012	2018-2020	115,520	10,465	80,185
Urban Redevelopment Various Rate Issues	4.5% to 5.0%	2004	2020	2,600	130	1,300
Municipal Income Tax Refunding	3.25-5.375	2005-2012	2015-2031	107,200	6,130	79,560
	4.25% to 5.00%	2007	2020	2,480	280	8,590
Recreational Facilities Refunding	4.25% to 5.00%	2007	2021	4,500	450	4,050
Urban Renewal/Economic Dev. Refunding	3.0% to 6.0%	2004-2012	2024-2032	106,795	2,015	73,930
		2012	2012	70,000		3,215
Judgement	3.0% to 5.0%	2005	2020	4,300	290	580
Urban Development Taxable Various Rate Issues	2.00% to 6.25%	1998-2003	2016-2028	14,805	620	6,140
Refunding	4.25% to 5.00%	2007	2021	2,500	260	2,240
MSD Administration Bldg	2.0% to 5.0%	2009	2029	15,000	590	13,325
Police & Fire Pension Refunding	3.25% to 4.5%	2005	2035	41,000	1,050	37,720
Total Governmental Activities Bond Obligations				761,191	43,998	457,191
General Aviation	2.0% to 5.5%	2010	2011-2029	178	11	154
Convention Center	2.0% to 5.5%	2010	2011-2029	675	45	585
Parks & Recreation	4.0% to 5.0%	2006-2008	2018 - 2026	3,800	315	2,385
Stormwater	2.0-4.0%	2010	2015	3,375	675	2,025
Parking Facilities	1.29-5.82%	2010	2011-2028	5,000	250	4,700
Water Works	4.20% to 4.375%	1999	2014	29,800	2,000	3,800
Total Proprietary Fund Obligations				42,828	3,296	13,649
Total General Obligation Bonds Payable				804,019	47,294	470,840
Notes:						
Economic Development	.1% to 1.51%	2011	2016	2,750		2,750
Economic Development	.1% to 1.51%	2012	2016	4,600		3,800
Economic Development	.2%	2012	2013	5,000	5,000	5,000
Public Buildings	.015	2012	2013	2,045		2,045
Public Transportation	.1% to 1.51%	2012	2017	11,000		6,000
Public Transportation	.75%	2012	2017	15,000		15,000
Total General Obligation Notes Payable				40,395	5,000	34,595
Total General Obligation Bonds and Notes Payable				\$ 844,414	\$ 52,294	\$ 505,435
Revenue Bonds and Notes	3.49% to 8.00%	1996-2012	2016-2038	\$ 965,105	\$ 30,434	\$ 592,610
Total Outstanding Debt				\$ 1,809,519	\$ 82,728	\$ 1,098,045

Changes in long-term liabilities

Long-term liability activity for the year ended December 31, 2012, was as follows:

(Amounts in Thousands)	Restated Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental Activities:					
Bonds Payable:					
General Obligation Bonds	\$ 411,574	\$ 124,230	\$ (78,613)	\$ 457,191	\$ 43,998
Unamortized premiums	9,488	17,670	(3,036)	24,122	
	<u>421,062</u>	<u>141,900</u>	<u>(81,649)</u>	<u>481,313</u>	<u>43,998</u>
Revenue Bonds	95,715	13,950	(15,720)	93,945	3,355
Unamortized premiums	620		(25)	595	
Unamortized discounts	(667)		73	(594)	
	<u>95,668</u>	<u>13,950</u>	<u>(15,672)</u>	<u>93,946</u>	<u>3,355</u>
Total Bonds Payable	516,730	155,850	(97,321)	575,259	47,353
Notes Payable	13,300		(413)	12,887	571
Compensated Absences	100,715	32,409	(35,543)	97,581	35,510
Claims and Judgments	49,217	104,998	(92,270)	61,945	26,209
Capital Leases	353	42	(125)	270	134
Net Pension Obligation	94,075	48,770	(36,264)	106,581	
Net Other Post Employment Benefit Obligation	69,483	6,571	(8,216)	67,838	
State Loans	2,636		(211)	2,425	211
Other	1,258		(694)	564	4
Governmental Activities Long-term Liabilities	<u>\$ 847,767</u>	<u>\$ 348,640</u>	<u>\$ (271,057)</u>	<u>\$ 925,350</u>	<u>\$ 109,992</u>
Business-type Activities:					
Bonds Payable:					
General Obligation Bonds	\$ 16,871	\$ 300	\$ (3,522)	\$ 13,649	\$ 3,296
Unamortized premiums		58		58	
	<u>16,871</u>	<u>358</u>	<u>(3,522)</u>	<u>13,707</u>	<u>3,296</u>
Revenue Bonds	448,865	60,000	(17,700)	491,165	19,579
Unamortized premiums	23,898	5,833	(1,836)	27,895	
	<u>472,763</u>	<u>65,833</u>	<u>(19,536)</u>	<u>519,060</u>	<u>19,579</u>
Total Bonds Payable	489,634	66,191	(23,058)	532,767	22,875
Compensated Absences	8,437	2,960	(3,176)	8,221	4,813
Claims and Judgments	225	77	(81)	221	221
Capital Leases	120	1,836	(121)	1,835	261
Net Pension Obligation	26,466	10,824	(8,052)	29,238	
Net Other Post Employment Benefit Obligation	18,565	1,345	(1,764)	18,146	
State Loans	10,321	7,958	(489)	17,790	866
Business-Type Activities Long-term Liabilities	<u>\$ 553,768</u>	<u>\$ 91,191</u>	<u>\$ (36,741)</u>	<u>\$ 608,218</u>	<u>\$ 29,036</u>

For the governmental activities, claims and judgments are generally liquidated by the general fund. Compensated absences for the governmental activities are generally liquidated by the employee's home fund, the fund from which the employee's regular wages are paid.

Internal Service funds predominantly serve the governmental funds. Accordingly, long-term liabilities for them are included as part of the above totals for governmental activities. At year-end, \$1,582,000 of compensated absences, \$17,493,000 of unpaid claims, \$8,022,000 of net pension obligation, \$4,186,000 of net other post employment benefit obligation and \$206,000 in capital leases for the internal service funds are included in the above amounts.

Defeased Bonds

On June 7, 2012, the City issued refunding bonds Series 2012 C in the amount of \$13,165,000 with issuance costs and underwriters fees of \$109,000 with callable dates on or after December 1, 2013 to defease \$13,860,000 of current debt with callable dates on or after December 1, 2013 with various interest rates of 2.0% to 5.0%.

A deposit was made to an escrow account in the amount of \$14,834,000 and was invested in U. S. Treasury State and Local Government Securities at various yield rates with various maturity dates to be sufficient for any payment of the principal and interest due. The loss on defeasance was \$47,000 and will be amortized over the life of the new debt.

The net savings from the refunding transaction was \$1,534,371 and the net present value of the savings was \$1,408,071.

A summary of this transaction is below (Amounts in thousands):

Sources:

Par amount of Bonds	\$ 13,165
Premium	1,778
Total Sources	<u>\$ 14,943</u>

Uses:

Deposit to Escrow	\$ 14,834
Costs of Issuance	109
	<u>\$ 14,943</u>

On December 20, 2012, the City issued GO refunding bonds Series 2012F in the amount of \$22,210,000 with issuance costs and underwriters fees of \$179,000 with callable dates on or after December 1, 2015 to defease \$23,845,000 of current debt with callable dates on or after December 1, 2013 with various interest rates of 2.0% to 5.0%.

A deposit was made to an escrow account in the amount of \$26,309,000 and was invested in U. S. Treasury State and Local Government Securities at various yield rates with various maturity dates to be sufficient for any payment of the principal and interest due. The loss on defeasance was \$2,074,000 and will be amortized over the life of the new debt.

The net savings from the refunding transaction was \$2,551,246 and the net present value of the savings was \$2,226,357.

A summary of this transaction is below (amounts in thousands)

Sources:

Par amount of Bonds	\$ 22,210
Premium	4,278
Total Sources	<u>\$ 26,488</u>

Uses:

Deposit to Escrow	\$ 26,309
Costs of Issuance	179
	<u>\$ 26,488</u>

On June 7, 2012, the City issued revenue refunding bonds Series 2012A in the amount of \$13,950,000 with issuance costs and underwriters fees of \$191,744 with callable dates on or after November 1, 2012 to defease \$12,720,000 of current debt with callable dates on or after November 1, 2012 with various interest rates of 5.43% to 5.91%.

A deposit was made to an escrow account in the amount of \$13,755,293 and was invested in U. S. Treasury State and Local Government Securities at various yield rates with various maturity dates to be sufficient for any payment of the principal and interest due. The loss on defeasance was \$1,289,000 and will be amortized over the life of the new debt.

The net savings from the refunding transaction was \$1,984,756 and the net present value of the savings was \$1,751,803.

A summary of this transaction is below (amounts in thousands)

Sources:

Par amount of Bonds	\$ 13,950
Total Sources	<u>\$ 13,950</u>

Uses:

Deposit to Escrow	\$ 13,755
Costs of Issuance	195
	<u>\$ 13,950</u>

Below is a description of the City's defeased bonds and the outstanding balances at December 31, 2012 (Amounts in thousands). These bonds are no longer included in the financial statements.

Description of Bonds	Date Originally Issued	Original Par Amount	Redemption Call Date	Date Defeased	Maturities Defeased	Interest Rate	Amount Defeased	Outstanding Amount 12/31/2012
Police and Fire Pension - G1213	3/1/2000	\$ 42,000		6/28/2005	2005-2006 2011-2035	4.9-6.0	\$ 40,470	\$ 37,720
Various Purpose								
GO - Series 2000	4/1/2000	69,885	12/1/2010	8/23/2007	2012-2020	5.0-3.75	52,005	44,680
GO - Series 2001	4/1/2000	47,695	12/1/2010	8/23/2007	2012-2021	5.0		
GO - Series 2002	4/1/2000	27,000	12/1/2011	8/23/2007	2015-2017	5.0		
CWW - Series 2001	3/1/2001	92,685	6/1/2011	1/4/2007	2007-2023	4.75-5.5	127,415	122,685
CWW - Series 2003	3/1/2003	112,360						
CWW Reveue Bonds	3/1/2001	92,865	6/1/2011	8/4/2009	2011-2013	4.5-5.5	3,465	30,505
	3/5/2003	112,360	6/1/2011		2012-2016	3.8-5.0	6,510	
	5/19/2005	80,585	6/1/2013		2015-2019	5.0	28,725	
Urban Development GO G1206	12/1/1998	7,200		10/27/2009	2009-2019	6.25	4,800	4,560
UT GO Bonds								
2002	5/16/2002	39,280	12/1/2011	7/29/2010		4.25-4.375	3,710	3,590
UT GO Various Purpose Bonds								
2003	5/8/2003	52,705	12/1/2012	6/30/2011		4.0	17,085	4,165
CWW Revenue Bonds								
2005	5/19/2005	80,585	6/1/2013	8/11/2011		5.0	18,565	9,965
UT GO Various Purpose Bonds								
2004A	5/6/2004	44,365	12/1/2013	6/7/2012		4.5-5.0	13,860	13,165
2005A	6/1/2005	26,300	12/1/2014	12/20/2012		3.6-4.25	10,945	9,745
2005B	6/1/2005	5,200	12/1/2014	12/20/2012		3.6-4.25	2,680	2,680
2006A	6/8/2006	32,995	12/1/2015	12/20/2012		5.0	6,075	6,075
2006B	6/8/2006	14,195	12/1/2015	12/20/2012		5.0	4,145	3,710

10. DEBT LIMITATION

The City's "indirect" (ten mill) debt limit was removed by decision of the Ohio courts. In September 1977, the Supreme Court of Ohio dismissed an appeal from the decision of the Court of Appeals, First Appellate District, Hamilton County, Ohio, involving the City's debt limitations. In summary, the City instituted a test case against the Director of Finance for the purpose of obtaining a definitive construction of certain sections of the City Charter bearing on the right of the City to levy taxes in excess of the ten mill limitation of Section 5705.02 of the Ohio Revised Code. As a result of the Court decision, the City has the right to levy property taxes without limitation to support its lawfully issued bonds and notes, and the City's ability to incur debt will be limited only by the arithmetical (percentage) limitations set forth under Section 133.05 of the Ohio Revised Code.

Section 133.05 provides that the principal amount of both voted and unvoted debt of the City may not exceed 10-1/2% of the City's assessed valuation, and the principal amount of the City's unvoted debt may not exceed 5-1/2% of the City's assessed valuation. The Code also provides several exemptions of debt from the 5-1/2% and 10-1/2% limitations.

11. TAXES

City Income Tax

This locally levied tax applies to gross salaries, wages and other personal service compensation earned by residents both in and out of the City and to earnings of nonresidents (except certain transients) earned in the City. It also applies to net income of business organizations for business conducted in the City. The tax is the largest single source of General Fund revenue.

The City's income tax of 2.1% is subdivided into four components. The first component is 0.1%, which is to be spent only for the maintenance of the City's infrastructure. The second component is the 0.3%, which can be used only for public transit purposes, including both capital and current operating expense. The third component is 0.15%, which can be used only for permanent improvement purposes. The remaining 1.55% is first used to meet annual deficiencies, to the extent required, in the General Fund. The amount of the 1.55% income tax revenue over the fixed allocation to the General Fund at the end of 2008 was recognized as revenue in the Income Tax Permanent Improvement Fund. The excess collections from 2008 was transferred to the General Fund and used for operating needs.

Actual collections of \$238,210,000 for the 1.55% portion in 2012 was the same as the original allocation but was used for operating needs in 2012. The following table identifies the excess 1.55% income tax collections for the years 2008 through 2012 and collections in excess of allocation:

(Amounts in Thousands)

<u>Year</u>	<u>Actual Collections of 1.55%</u>	<u>Allocation to General Fund</u>	<u>Collections in Excess of Allocation</u>
2008	\$ 236,745	\$ 231,758	\$ 4,987
2009	223,800	223,800	
2010	222,497	222,497	
2011	233,752	233,752	
2012	238,210	238,210	

Property Taxes

The assessed valuation of property within the City subject to the levy of ad valorem taxes includes real property, public utilities property and tangible personal property. The assessed value upon which the 2012 levy was based was \$5,047,722,430 and \$295,612,690 for real property and public utility property respectively (per Hamilton County Auditor). The City's property taxes are collected by the Hamilton County Auditor and are remitted to the City on a periodic basis. Real property taxes collected in any calendar year are generally levied on assessed values as of January 1 of the preceding year according to the following calendar:

Property Tax Calendar - 2012

Lien date	January 1, 2012
Levy date	October 31, 2012
First installment payment due	January 31, 2013
Second installment payment due	June 20, 2013

Assessed values are established by the County Auditor, or at no more than 35% of appraised market value. The laws of the State of Ohio presently require that all property be revalued no less than every six years, at any time the County Auditor finds that true or taxable value thereof has changed, and in the third calendar year following the year in which a sexennial reappraisal is completed if ordered by the State Commissioner of Tax Equalization. Real property experienced a statutory sexennial reappraisal in 2011 resulting in a 7.5% decrease in assessed values. The City recognizes the property taxes due to be paid in 2012 as deferred inflows since the first settlement date is more than sixty days after year-end and does not meet the availability criteria for accrual.

Tangible personal property of public utilities is assessed at various rates (25% to 88% of true value) depending upon the type of property. Effective for collection year 2002, the assessed valuation of electric utility production equipment was reduced from 100% and natural gas utility property from 88% of true value, both to 25% of true value. Makeup payments in varying and declining amounts are to be made through 2016 to taxing subdivisions such as the City by the State from State resources.

The State's 2005 biennial budget bill included a reduction in the 88% assessment rate for electric utility transmission and distribution equipment to 85%, and a reduction in the 25% assessment rate for all electric company taxable property to 24% commencing in tax year 2006. That legislation also provides for a phasing out of the taxation of all personal property used by telephone companies, telegraph companies, or interchange telecommunications companies by tax year 2011, with State reimbursement payments to be made in declining amounts through 2018. In the State's 2012 budget, public utility property tax reimbursements for normal operating expenses paid to the general fund were eliminated effective July 2011. The State reimbursements for debt service will continue through 2016 at a fixed amount.

House Bill 66 passed June 30, 2005, phased out the taxation of all tangible personal property used in business over four years beginning in 2006 and ending in 2009, when all such property becomes exempted from taxation. The phase out applies to most businesses and includes furniture and fixtures, machinery and equipment, and inventory. To compensate for foregone revenue as the tangible personal property tax is phased out, the State will make distributions to taxing subdivisions (such as the City) from revenue generated by a newly enacted commercial activity tax. Generally, these distributions are expected to fully compensate taxing subdivisions for such tax revenue losses through 2010, with gradual reductions in the reimbursement amount from 2011 through 2017. In the State's 2012 budget the tangible personal property tax reimbursements for normal operating expenses paid to the general fund were eliminated. The State's reimbursements for debt service will continue through 2017 at a fixed amount.

Tax Increment Financing Districts (TIF Districts)

The City, pursuant to the Ohio Revised Code and City ordinances, has established 20 TIF Districts. A TIF District represents a geographic area not greater than 300 acres, wherein 100% of the property value increase created after the commencement date of the TIF Districts are exempt, in whole or in part, from property taxes.

Owners of such property, however, must pay amounts equal to the property taxes, known as “statutory service payments”, as though the TIF District had not been established. These “statutory service payments” are then dedicated to the payments for various public improvements within or adjacent to the TIF District. Property values existing before the commencement of the TIF District continue to be subjected to property taxes.

In 2012, the City received “statutory service payments” totaling \$19.5 million from the TIF districts. This amount is net of the county auditor fees and the payments to the Cincinnati School Board. In accordance with the agreement with the Cincinnati School district as amended December 18, 2002, twenty-seven percent of the statutory service payments received from the TIF districts is paid to the Cincinnati School Board. This payment in lieu of taxes revenue is accounted for in the TIF Funds along with the debt service payments. Corresponding capital assets are accounted for in the City’s infrastructure accounts and property accounts

TIF Districts have longevity of 30 years. The property tax exemption then ceases; statutory service payments cease, and property taxes then apply to the increased property values.

12. SHORT-TERM DEBT – BOND ANTICIPATION NOTES

The City issues bond anticipation notes in advance of issuance of bonds, depositing the proceeds in its capital projects fund. These notes are necessary to provide adequate funds at the time needed to support contracts for the improvements prior to issuance of the related bonds.

The General Obligation and Revenue Bond Anticipation Notes issued during the year and outstanding at year end include \$42,095,000 in City issued notes that were purchased by the City. In the financial statements these notes are shown as Due from Other Funds by the funds that purchased the notes and Due to Other Funds by the fund that received the note proceeds.

	<u>Beginning</u> <u>Balance</u>	<u>Issued</u>	<u>Redeemed</u>	<u>Ending</u> <u>Balance</u>
<u>Governmental Activities</u>				
Revenue Bond Anticipation Notes	\$ -	\$ 7,500	\$ -	\$ 7,500
General Obligation Bond Anticipation Notes	\$ 17,000	\$ 80,208	\$ 62,613	\$ 34,595
	<u>\$ 17,000</u>	<u>\$ 87,708</u>	<u>\$ 62,613</u>	<u>\$ 42,095</u>

13. RESTRICTED ASSETS

The balance of the restricted asset accounts in the enterprise funds are as follows:

(Amounts in Thousands)

Revenue bond construction account – Water Works	\$ 51,839
Revenue bond reserve account – Water Works	55,219
Customer deposits – Water Works	2,804
Construction account - other – Water Works	<u>10,438</u>
Total restricted assets	<u>\$ 120,300</u>

14.

CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2012 was as follows:

(Amounts in Thousands)	Restated Beginning <u>Balance</u>	<u>Increases</u>	<u>Decreases</u>	Ending <u>Balance</u>
Governmental Activities:				
Capital assets, not being depreciated:				
Land	\$ 173,865	\$ 1,033	\$ (293)	\$ 174,605
Construction in Progress	138,542	134,933	(108,637)	164,838
Total capital assets, not being depreciated	<u>312,407</u>	<u>135,966</u>	<u>(108,930)</u>	<u>339,443</u>
Capital assets, being depreciated:				
Buildings	222,531	8,068	(418)	230,181
Improvements other than buildings	433,560	13,105	(585)	446,080
Machinery and Equipment	147,498	6,692	(6,358)	147,832
Property acquired under capital leases	643	42	(26)	659
Infrastructure	827,860	85,835	(1,911)	911,784
Total capital assets, being depreciated	<u>1,632,092</u>	<u>113,742</u>	<u>(9,298)</u>	<u>1,736,536</u>
Less accumulated depreciation for:				
Buildings	(120,466)	(7,595)	213	(127,848)
Improvements other than buildings	(211,778)	(14,921)	307	(226,392)
Machinery and Equipment	(96,001)	(12,324)	4,460	(103,865)
Property acquired under capital leases	(304)	(109)	19	(394)
Infrastructure	(349,908)	(35,341)	382	(384,867)
Total accumulated depreciation	<u>(778,457)</u>	<u>(70,290)</u>	<u>5,381</u>	<u>(843,366)</u>
Total capital assets, being depreciated, net	<u>853,635</u>	<u>43,452</u>	<u>(3,917)</u>	<u>893,170</u>
Governmental-type Activities capital assets, net	<u>\$1,166,042</u>	<u>\$ 179,418</u>	<u>\$ (112,847)</u>	<u>\$ 1,232,613</u>

Capital asset activity for the year ended December 31, 2012 was as follows:

(Amounts in Thousands)	Restated			Ending
	<u>Beginning</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balance</u>
	<u>Balance</u>			
Business-type Activities:				
Capital assets, not being depreciated:				
Land	\$ 43,181			\$ 43,181
Construction in Progress	118,856	83,539	(58,388)	144,007
Total capital assets, not being depreciated	<u>162,037</u>	<u>83,539</u>	<u>(58,388)</u>	<u>187,188</u>
Capital assets, being depreciated:				
Buildings	313,912	1,110	(2,179)	312,843
Improvements other than buildings	1,016,043	44,966	(3,472)	1,057,537
Machinery and Equipment	263,021	4,152	(1,515)	265,658
Property acquired under capital leases	514	1,836		2,350
Total capital assets, being depreciated	<u>1,593,490</u>	<u>52,064</u>	<u>(7,166)</u>	<u>1,638,388</u>
Less accumulated depreciation for:				
Buildings	(178,976)	(8,069)	236	(186,809)
Improvements other than buildings	(205,696)	(16,577)	447	(221,826)
Machinery and Equipment	(166,405)	(11,125)	1,610	(175,920)
Property acquired under capital leases	(258)	(257)		(515)
Total accumulated depreciation	<u>(551,335)</u>	<u>(36,028)</u>	<u>2,293</u>	<u>(585,070)</u>
Total capital assets, being depreciated, net	<u>1,042,155</u>	<u>16,036</u>	<u>(4,873)</u>	<u>1,053,318</u>
Business-type Activities capital assets, net	<u>\$1,204,192</u>	<u>\$ 99,575</u>	<u>\$ (63,261)</u>	<u>\$ 1,240,506</u>

Depreciation expense was charged to functions/programs of the City as follows:

Depreciation expense was charged to functions/programs of the City as follows:
(Amounts in Thousands)

Governmental activities:	
General Government	\$ 9,151
Community Development	2,632
Parks and Recreation	8,003
Public Safety	5,641
Transportation and Engineering	30,977
Public Services	631
Public Health	7,793
Capital assets held by the City's internal service funds are charged to the various functions based on their usage of the assets	<u>5,462</u>
Total depreciation expense - governmental activities:	<u>\$ 70,290</u>

(Amounts in Thousands)

Business-type activities:	
Water Works	\$ 23,524
Parking Facilities	1,685
Convention Center	6,832
General Aviation	703
Municipal Golf	673
Stormwater Management	<u>2,966</u>
Total depreciation expense - business-type activities:	<u>\$ 36,383</u>

Total additions to accumulated depreciation may not match depreciation expense because of asset transfers between governmental and business type activities where assets have been depreciated.

Governmental Activities Construction in Progress at December 31, 2012 is comprised of the following:

(Amounts in Thousands)

	Project Authorizations	Expended to December 31, 2012	Committed	Required Future Financing
<u>Administering Department</u>				
Transportation and Engineering	\$ 149,936	\$ 41,554	\$ 108,382	
Community Development	36,371	18,192	18,179	4,758
Economic Development	20,619	17,202	3,417	
Recreation	15,807	11,220	4,587	665
Safety	7,958	6,991	967	5
Parks	25,836	22,739	3,097	60
Public Services	29,458	18,705	10,753	3,931
Other	<u>19,289</u>	<u>28,235</u>	<u>(8,946)</u>	
Total	<u>\$ 305,274</u>	<u>\$ 164,838</u>	<u>\$ 140,436</u>	<u>\$ 9,419</u>

Required future financing represents Federal, State and City commitments in support of City projects.

Business Activities Construction in Progress at December 31, 2012 is comprised of the following:

(Amounts in Thousands)

	Project Authorizations	Expended to December 31, 2012	Committed	Required Future Financing
<u>Enterprise Fund</u>				
Water Works	\$ 162,738	\$ 128,364	\$ 34,374	\$ -
Parking Facilities	13,409	3,131	10,278	
Convention Center	2,219	1,742	477	1,000
General Aviation	1,621	1,273	348	
Municipal Golf	4,809	4,809	-	
Stormwater Management	<u>8,247</u>	<u>4,688</u>	<u>3,559</u>	
Total	<u>\$ 193,043</u>	<u>\$ 144,007</u>	<u>\$ 49,036</u>	<u>\$ 1,000</u>

15.**RECEIVABLES**

Accounts Receivable are presented in the financial statements net of the allowance for uncollectible accounts.

The uncollectible accounts related to the General Fund at December 31, 2012, are as follows: Taxes Receivable (\$3,152,000) and other accounts receivable (\$9,246,000). The uncollectible accounts related to the Debt Service Fund at December 31, 2012 are Taxes Receivable (\$4,137,000). The balance for the allowance for uncollectible accounts in the Capital Projects Fund at December 31, 2012 is (\$16,812,000). The balance of the allowance accounts for Special Revenue Funds is (\$3,826,000) as of December 31, 2012. The balances of the allowance accounts of the proprietary funds as of December 31, 2012 are as follows: Water Works (\$7,807,000), Enterprise Technology Services (\$7,000), Municipal Golf (\$2,000), General Aviation (\$40,000), Convention Center (\$70,000), and Stormwater Management (\$1,922,000).

Loans receivable of the special revenue funds are made from revolving type loan accounts financed by allocations from the City's Community Development Block Grant. These loans are secured by liens on the property. Federal regulations provide that the grantor maintains the ownership of the City's Community Development Block Grant funded revolving loan portfolio; accordingly, revolving loan fund transactions do not affect the operating statement. A small number of the special revenue loans, with a value of \$7,759,000, were made from Housing and Urban Development Section 108 funds and do not involve a revolving type loan account. The loans are repaid to the federal government. If the borrower fails to repay the loan, the City's Community Development Block Grant funds may be used to repay the federal government. The total amount receivable for the special revenue loans is offset by an allowance for uncollectible loans receivable. Special revenue loans receivable at December 31, 2012 total \$53,691,000.

Loans receivable of the capital project funds receive similar treatment to the special revenue funds' loans receivable, in that the total amount receivable is offset by an allowance for uncollectible loans receivable. The balance of the loans receivable at December 31, 2012 is \$16,725,000. This amount is related to Goodall Properties Ltd., forgivable housing loans and downtown development loans.

Sale of Blue Ash Airport

The City of Cincinnati sold 130 acres of the Blue Ash Airport property to the City of Blue Ash for \$37,500,000. The original sales agreement was amended in 2012 per Ordinance 302-2012. The payments for the remaining 24 years will be as follow from August 31, 2013 to August 1, 2036: Year 1 -\$750,000, Years 2-4 -\$1,000,000 annually, Years 5-14 - \$1,250,000 annually and Years 15-24 - \$1,500,000 annually. The City of Cincinnati has agreed to be responsible for costs associated with completing remedial action work at the Blue Ash Airport up to \$1,500,000.

In accordance with GASB 62, the loan receivable has been discounted using a 5% imputed interest rate and will be accounted for as collected using the following present value schedule (Amounts in thousands).

Blue Ash Loan Repayment Schedule			
Year	Principal	Interest	Total
(Amounts in Thousands)			
2013	\$ 714	\$ 36	\$ 750
2014	907	93	1,000
2015	864	136	1,000
2016	823	177	1,000
2017	979	271	1,250
2018-2022	4,240	2,010	6,250
2023-2027	3,443	3,057	6,500
2028-2032	3,124	4,376	7,500
2033-3036	2,005	3,995	6,000
	\$ 17,099	\$ 14,151	\$ 31,250

In 2009, the City of Cincinnati entered into a loan agreement with Graeter's for \$10 million. The loan is to be repaid over a 20 year period at 2% interest in year 1 and 2 and 4% interest in the remaining years. Below is the repayment schedule. The principal and interest payments for 2012 were \$389,000 and \$396,000 respectively. Also included in the schedule below is a loan to Mahogany for \$300,000 to be paid by monthly installments over the next 10 years.

Year	Amounts In Thousands		
	Principal	Interest	Total
2013	\$ 430	\$ 393	\$ 823
2014	447	375	822
2015	465	357	822
2016	484	338	822
2017	504	319	823
2018-2022	2,832	1,270	4,102
2023-2027	3,256	668	3,924
2028-2029	1,494	75	1,569
Total	\$ 9,912	\$ 3,795	\$ 13,707

16. CONTINGENT LIABILITIES

Federal and State Grants

The City has received Federal and State grants of approximately \$76.3 million for specific purposes that are subject to review and audit by the grantor agencies or their designee. Such audits could lead to a request for reimbursement to the grantor agency for expenditures disallowed under terms of the grant. Such disallowances have been immaterial in prior years.

Litigation

Various claims and lawsuits are pending against the City as of December 31, 2012. A liability of \$28.6

million was recorded for those claims and judgments as of December 31, 2012 and includes an estimate for property taxes due from the Convention Center. Over the past decade, the City has averaged annual payments of \$2.5 million for claim and lawsuit settlements. Adequate funds have been provided to meet the claims paid from the General Fund, restricted funds and the sale of debt. The City Administration believes there is no foreseen problem in having adequate resources to settle presently known cases.

Pollution Remediation Liability

The City has entered into an agreement to clean up and remediate the former Queen City Barrel site. The estimated total cost of the site remediation is \$13,829,000 which will be offset by a Clean Ohio Council Grant of \$3,000,000 and other funding sources of \$4,089,532. The total project expenditures for 2012 were \$4,156,000. The remaining balance of \$2,583,000 is an accrued liability in 2012. The City received State and Federal funding for site clean-up of Provident North, Red Bank, Oakley, and Metro West sites. The balance of the clean-up is \$2,543,000.

The City has several underground storage tanks for which it is responsible for the ongoing remediation and clean up costs. The remaining estimated liability at December 31, 2012 is approximately \$3,306,000.

17. RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; theft of, damage to, or destruction of assets; errors and omissions; injuries to employees; employee health claims; unemployment compensation claims; property tax appeals and environmental damage. The City purchases commercial insurance to cover losses due to: theft of, damage to, or destruction of assets and purchases general liability insurance for specific operations and professional liability insurance for certain operations. All other risks of loss are self-insured by the City. There has been no reduction in insurance coverage in 2012. Insurance settlements for claims resulting from the risks covered by commercial insurance have not exceeded the insurance coverage in any of the past three years.

The City of Cincinnati provides a health insurance plan for its employees. The plan is self-insured and accounted for as an internal service fund. This internal service fund, titled "Self Insurance - Medical" has been in existence since 1980. Operating funds are charged a monthly rate per employee, by type of coverage.

In 1990, the City began to account for and finance its risk of loss due to workers' compensation claims and established an internal service fund titled "Self Insurance - Workers' Compensation". The city pays worker's comp claims on a per claim basis except a small portion that is paid through the State of Ohio Bureau of Workers' Compensation. All funds of the City participate in the program and make payments to the internal service fund based on the experience premium that would normally be charged by the Bureau of Workers' Compensation. Policy years 1989 through 2000 were financed through the retrospective rating program. Policy years 2001 and 2002 were financed through the fully insured program with the State Fund workers' compensation program. Beginning with policy year 2003, the City elected to be fully self-insured for workers' compensation. All of the City's workers' compensation liabilities are funded within the "Workers' Compensation – Self-Insurance" fund. Changes in the balances of claims liabilities and claims adjustment expenses during 2012 and 2011 are as follows:

(Amounts in Thousands)

	General Fund		Water Works Fund		Parking Facilities Fund		Debt Service Fund		Capital Projects Funds		Tax Increment Financing	
	2012	2011	2012	2011	2012	2011	2012	2011	2012	2011	2012	2011
Balance at January 1	\$ 368	\$ 429	\$ 220	\$ 194	\$ 5	\$ 2	\$ 59				\$ 1,617	
Current-Year Claims and Changes in Estimates	868	1,068	77	111		16	4	59	15,000		379	\$ 1,617
Claim Payments	(862)	(1,129)	(76)	(85)	(5)	(13)	(59)				(1,617)	
Balance at December 31	\$ 374	\$ 368	\$ 221	\$ 220	\$ -	\$ 5	\$ 4	\$ 59	\$ 15,000	\$ -	\$ 379	\$ 1,617

	Stormwater Management Fund		Special Revenue Funds		Self Insurance Medical Fund		Workers' Compensation Fund		Governmental Activities Obligations		Totals	
	2012	2011	2012	2011	2012	2011	2012	2011	2012	2011	2012	2011
Balance at January 1	\$ -	\$ 1	\$ 20	\$ 24	\$12,076	\$13,520	\$ 11,508	\$ 14,010	\$ 27,231	\$ 24,894	\$ 53,104	\$ 53,073
Current-Year Claims and Changes in Estimates			82	12	82,461	83,056	4,096	1,471	1,716	3,586	104,683	90,996
Claim Payments		(1)	(27)	(16)	(85,183)	(84,500)	(4,195)	(3,973)	(327)	(1,249)	(92,351)	(90,965)
Balance at December 31	\$ -	\$ -	\$ 75	\$ 20	\$ 9,354	\$12,076	\$ 11,409	\$ 11,508	\$ 28,620	\$ 27,231	\$ 65,436	\$ 53,104

The claims liabilities at December 31, 2012 for the Internal Service Funds above (Self-Insurance Medical and Workers Compensation) are included in the following liabilities in the balance sheet:

(Amounts in Thousands)

	Self-Insurance Medical	Workers Compensation
Accounts Payable	\$ 2,754	\$ 317
Accrued Liabilities		199
Estimated Liability For Unpaid Claim	<u>6,600</u>	<u>10,893</u>
Total	<u>\$ 9,354</u>	<u>\$11,409</u>

18. SERVICE CONCESSION ARRANGEMENTS

The City has one service concession arrangement with Fountain Square LLC. The Fountain Square North Parking Garage was leased in "as is" condition for an upfront payment of \$7.5 million and annual rent payments of \$100 for a period of 40 years beginning in 2005. The upfront payment is reported as deferred inflow. The annual revenue recognition is \$187,000 and the balance in unearned revenue at December 31, 2012 is \$6 million.

In addition, Fountain Square LLC made \$7.9 million in improvements to the parking garages. These improvements are included in the capital assets of the Parking Facilities Fund. The Net book value at December 31, 2012 was \$6.7 million.

19. PRIOR PERIOD ADJUSTMENTS AND RESTATEMENTS

The City implemented GASB 65 which defined debt issuance costs as period costs to be expensed as incurred. The City's adjustment to net position \$5,007,000 in governmental activities and \$3,567,000 in

business type activities reflect the amount of debt service costs being amortized as deferred charges prior to the change.

Also included in the restatement of Net Position for Governmental Activities is a prior period adjustment for the Fountain Square Plaza assets which had not been previously recorded. The amount of the restatement was \$17,567,000.

The following funds were closed or reclassified and required restatement of the fund balances:

	General Fund	Other Nonmajor Governmental Funds	Internal Service Medical
(Amounts in thousands)			
Cable Communications	\$ 1,868	\$ (1,868)	
Parking Meter Funds	1,537	(1,537)	
Employee Safety and Risk Management		(1,020)	\$ 1,020
Total Restatement	<u>\$ 3,405</u>	<u>\$ (4,425)</u>	<u>\$ 1,020</u>

Ordinance 162-2012 was passed requiring a \$5,000,000 payment to the Cincinnati Public Schools in 2011 from the Tax Increment Financing funds to be repaid by the General Fund in payments of \$1,000,000 annually. The balance of \$4,000,000 is being reported as fund advances. The balance of general fund was reduced by \$5,000,000 and the fund balance of other nonmajor governmental funds was increased by \$5,000,000.

20. SUBSEQUENT EVENTS

On January 24, 2013, City Council authorized the City Manager by ordinance 15-2013 to accept and appropriate a grant in the approximate amount of \$6,252,840 through the Federal Emergency Management Agency for the FY2012 Staffing for Adequate Fire and Emergency Response grant program. This grant (CFDA number 97.083) would be used only for the purpose of funding the salary and benefits of a new recruit class of firefighters. If the City were to lose any firefighters during the grant period of performance for any reason such as attrition or termination, the City would be considered in default and the grant would be terminated, until the vacancy is filled or unless the grantee applies for and is provided a waiver related to any such vacancy.

On February 6, 2013, City Council authorized by ordinance 25-2013 an amendment of ordinance 260-2012 by increasing the amount the City Manager could apply for, accept and appropriate from the Water Supply Revolving Loan from \$23,000,000 to \$28,000,000. This will be used for the purpose of covering more projects that cover planning, designing and construction of drinking water facilities for the Greater Cincinnati Water Works.

On February 20, 2013, City Council authorized by ordinance 36-2013 the issuance of economic development revenue bonds (College Hill Business District Redevelopment Project) or anticipation notes not to exceed \$2,500,000 for the purpose of providing funding for the redevelopment of the Hamilton Avenue Neighborhood Business District in College Hill.

On February 20, 2013, City Council authorized by ordinance 37-2013 the issuance of economic development revenue bonds (McMillan Redevelopment Project) or anticipation notes not to exceed \$2,500,000 for the purpose of providing funding for the redevelopment of the E. McMillan – Peebles Corner in and around the McMillan Street Neighborhood Business District in Walnut Hills.

On March 6, 2013, City Council authorized the City Manager by ordinance 56-2013 to execute a Long-Term Lease and Modernization Agreement for the City of Cincinnati Parking System with the Port of Greater Cincinnati Development Authority, an Ohio port authority, pursuant to which the City will lease to the lessee a portion of City-owned property known as the Off-Street Parking System for a term of fifty years and grant a franchise to the franchisee of the entire On-Street Parking System, for a term of thirty years, for an upfront payment of approximately \$92,000,000 and note payments expected to be at least a 50% share of the annual net operating income after debt service payments, for the purpose of modernizing and improving the City of Cincinnati Parking System. This agreement was signed by the City Manager on June 19, 2013.

On March 6, 2013, City Council authorized by ordinance 57-2013 the deposit of \$39,000,000 of the upfront payment from the Cincinnati Parking System modernization to the Miscellaneous Permanent Improvement Fund 757 and up to \$53,000,000 of the upfront payment to the unappropriated surplus of the General Fund 050.

Congress passed legislation known as the Sequestration where government programs were cut. One of the programs cut was the Build America Bond subsidies. The City has two bond issues issued as taxable under the provisions of the American Recovery and Reinvestment Act. The balance in the subsidy will be added to the City's debt service requirement beginning in 2013. The amounts are \$3,196,000 in GO bonds and \$28,372,000 in Water Works Revenue Bonds.

The City is changing Fiscal Years in 2013 resulting in a six month reporting period. The budget for the first full fiscal year from July 1, 2013 to June 30, 2014 was passed on May 31, 2013 and includes Ordinances 0145-2013, 0147-2013, 0148-2013, 0149-2013, 0150-2013, 0151-2013, 0152-2013 and 0153-2013.

21. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS

Plan Description

The City administers a death benefit for its employees, both active and retired, that are police officers or fire fighters. If the police officer or fire fighter is retired, the benefit provides for \$5,000 to be paid to the designated beneficiary of the deceased police officer or fire fighter upon receipt of proof of death. If the police officer or fire fighter is active, the benefit provides for \$35,000 to be paid to the designated beneficiary of the deceased police officer or fire fighter upon receipt of proof of death. Death benefit provisions are negotiated individually between the Fire union and the City, and the Police union and the City.

Funding Policy

The benefit is funded on a pay-as-you-go basis. Each year the City budgets for a pre-determined amount based on prior years payments. The members of the Ohio Police and Fire Pension Fund do not make a contribution for this benefit. In 2012 the City budgeted \$300,000 and paid out \$270,000. The benefits unfunded liability for 2012 based on the future value of the liability as calculated by the City is \$1,492,000.

22. PENSION AND RETIREMENT

City employees are covered by one of three pension systems. They are the Ohio Police and Fire Pension Fund (OP&F) and the Ohio Public Employees Retirement System (OPERS), which are State pension systems, and the City of Cincinnati's Retirement System. The City Retirement System, OP&F and OPERS-Traditional Pension Plan are cost-sharing multiple-employer defined benefit pension plans. In addition to the defined benefit plan, OPERS has two other pension plans: 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 contribution plan.

Ohio Police and Fire Pension Fund

Plan Description

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

Funding Policy

Plan members are required to contribute 10.0% of their annual covered salary, while the City of Cincinnati is required to contribute 19.5% and 24.0% respectively for police officers and fire fighters. Beginning July 1, 2013, the employee contribution rate will increase to 10.75% and will increase the next two years to 11.50% in 2014 and 12.25% in 2015. The City of Cincinnati's contributions to OP&F for the years ending December 31, 2012, 2011, and 2010 were \$28,634,000, \$28,692,000 and \$29,933,000, respectively and equal 100% of the required contribution for each year.

The OP&F informed the City that the City's only unfunded prior service cost of the fund is the deficiency existing at the time the fund was established in 1967 as determined by actuarial evaluation. On March 1, 2000 the City sold bonds for the refunding of the City's obligation for the employer's accrued liability. Pursuant to Section 742.30 of the Ohio Revised Code, the City and the OP&F (the Fund) have entered into an agreement, which permitted the City to make a one-time payment to the Fund for the purpose of extinguishing the City's obligation to the Fund for employer's accrued liability. The payment amount was \$41,454,864, which represents 68% of the first \$500,000 of the employer's accrued liability and 70% of the balance, plus accrued interest on the full amount of such accrued liability from March 1, 2000 to the date of payment.

Other Post Employment Benefit Information

Plan Description: The City of Cincinnati contributes to the OP&F sponsored healthcare program, a cost-sharing multiple-employer defined post employment healthcare 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 healthcare coverage provided by OP&F meets the definition of an Other Post Employment Benefit (OPEB) as described in GASB 45.

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

Funding Policy: 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 administered 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 and the Section 401(h) account as employer contribution for retiree health care benefits. For the year ended December 31, 2012, the employer contribution allocated to the health care plan was 6.75% of covered payroll. The amount of employer contributions allocated to the health care plan each year is subject to the Trustees' primary responsibility to ensure that pension benefits are adequately funded and is limited by the provisions of Sections 115 and 401 (h).

The OP&F board of trustees also is authorized to establish requirements for contributions to the healthcare 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 Ohio Revised Code provides that healthcare cost paid from the funds of OP&F be included in the employer's contribution rate. The portion of the City's contributions for police that were used to pay postemployment benefits for the years ending December 31, 2012, 2011, and 2010, were \$5,143,319, \$5,266,514 and \$5,487,293 respectively. For firefighters the contributions used to pay postemployment benefits for the years ending December 31, 2012, 2011, and 2010, were \$3,869,134, \$3,785,376 and \$3,960,148 respectively which was equal to 100% of the required contribution for that year.

State PERS

Plan Description

Only City employees who were members in the Public Employees Retirement System of Ohio (OPERS) or another Ohio State Retirement System prior to their City employment, City personnel employed in the building crafts trade since 1961, elected officials and certain part-time employees are enrolled in OPERS.

Ohio Public Employees Retirement System (OPERS) administers three separate pension plans as described below:

The Traditional Pension Plan- cost-sharing multiple-employer defined benefit pension plan.

The Member-Directed Plan - a defined contribution plan in which the member invests both member and employer contributions (employer contributions vest over 5 years at 20% a year). Under the Member Directed Plan, members accumulate retirement assets equal to the value of member and (vested) employer contributions plus any investment earnings.

The Combined Plan - a cost-sharing multiple-employer defined benefit pension plan. Under the Combined Plan, OPERS invests employer contributions to provide a formula retirement benefit similar in nature to the Traditional Pension Plan benefit. Member contributions, the investment of which is self-directed by the member, accumulate retirement assets in a manner similar to the Member-Directed Plan.

OPERS provides retirement, disability, survivor and death benefits and annual cost-of-living adjustments to members of both the Traditional Pension and the Combined Plans. Members of the Member-Directed Plan do not qualify for ancillary benefits. Authority to establish and amend benefits is provided in Chapter 145 of the Ohio Revised Code. OPERS issues a stand-alone financial report. Interested parties may obtain a copy by writing to OPERS, 277 East Town Street, Columbus, Ohio 43215-4642 or calling (614) 222-5601 or (800) 222-7377.

Funding Policy

The Ohio Revised Code provides statutory authority for member and employer contributions. For 2012,

member and employer contribution rates were consistent across all three plans. Employees contribute 10.0% of their annual compensation. For 2012 the City's contribution rate was 14.00% of covered payroll. The portion of the employer contribution allocated to health care was 4.0% for the Traditional Plan and 6.05% for the Combined Plan. City of Cincinnati's contributions to OPERS for the years ending December 31, 2012, 2011, and 2010, were \$2,039,000, \$2,105,000, and \$2,144,000, respectively, equal to 100% of the required contributions for each year. The Ohio Revised Code currently limits the City's contribution to a rate not to exceed 14% of covered payroll. Active members do not make contributions to the OPEB Plan.

Other Postemployment Benefit Information

Plan Description: OPERS provides postemployment health care coverage to qualifying members of both the Traditional Pension and the Combined Plans. Members of the Member-Directed Plan do not qualify for ancillary benefits, including postemployment healthcare coverage.

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

In order to qualify for postemployment healthcare coverage, age and service retirees under the Traditional Pension and Combined Plans must have ten or more years of qualifying Ohio service credit. Health care coverage for disability benefit recipients and qualified survivor benefit recipients is available. The health care coverage provided by OPERS meets the definition of an Other Postemployment Benefit (OPEB) as described in GASB statement 45. A portion of each employer's contribution to OPERS is set aside for the funding of postemployment health care.

Funding Policy: The Ohio Revised Code provides statutory authority requiring public employers to fund post employment healthcare through their contributions to OPERS. The Ohio Revised Code permits, but does not mandate, OPERS to provide OPEB to its eligible members and beneficiaries. Authority to establish and amend benefits is provided in Chapter 145 of the Ohio Revised Code. The City's contribution rate for 2012 was 14% of covered payroll. The portion of the employer contribution allocated to health care was 4.0% for Traditional Plan and 6.05% for Combined Plan. The portion of the City's employer contributions that were used to fund postemployment benefits for the years ended December 31, 2012, 2011, and 2010 were \$582,686, \$601,472 and \$779,412 respectively which was equal to 100% of the required contribution for that year.

OPERS' Post Employment Health Care plan was established under, and is administrated in accordance with, Internal Revenue Code 401(h). Each year, the OPERS Retirement Board determines the portion of the employer contribution rate that will be set aside for funding of post employment healthcare benefits. The OPERS Retirement Board is also authorized to establish rules for the payment of a portion of the healthcare benefits provided, by the retiree or their surviving beneficiaries. Payment amounts vary depending on the number of covered dependents and the coverage selected.

On September 19, 2012 the OPERS board of trustees adopted a set of changes to the OPERS health care plan that will allow the plan to continue offering retirees access to health care coverage. These changes will be implemented in 2014.

City of Cincinnati Retirement System

Plan Description

The City of Cincinnati Retirement System is a cost-sharing multiple-employer defined benefit pension plan.

The System provides retirement and disability benefits, annual cost of living adjustments, and death benefits to plan members and beneficiaries. The System is considered part of the City of Cincinnati's financial reporting entity and is included in the City's financial report as a pension trust fund, see pages 50 and 51. No separate financial report is issued. Article XV of the Administrative Code of the City of Cincinnati provides the statutory authority vesting the general administration and responsibility for the proper operation of the System in the Board of Trustees of the City of Cincinnati Retirement System. There are three employers that contribute to the plan. They are the City of Cincinnati, University of Cincinnati, University Hospital and Hamilton County. Membership of the Retirement System of the City consisted of the following at December 31, 2012, the date of the latest actuarial valuation:

	<u>Pension</u>	<u>Health care</u>
Retirees and beneficiaries receiving benefits	4,381	4,122
Terminated plan members entitled to future benefits	151	54
Active plan members:		
Eligible	2,356	1,401
Non-Eligible	<u>1,857</u>	<u>2,812</u>
Total	<u>8,745</u>	<u>8,389</u>

507 of the Noneligible members are part-time employees who are included in the system to comply with the Omnibus Budget Reconciliation Act of 1990, which mandated the inclusion of certain classifications of employees either in state or municipal retirement systems or the Federal Insurance Contribution Act (Social Security). The City of Cincinnati's Retirement System covers the majority of non-uniformed City employees and a closed group of members from other employers which includes employees of the University of Cincinnati and University Hospital who joined before control of these institutions was transferred to the State of Ohio.

A major plan revision was approved by the City Council on March 16, 2011 and adopted by the Board. The plan allows for a two and half year transition period from July 1, 2011 to January 1, 2014. Active members who are eligible or become eligible to retire and elect to retire during this transition period can retire with 30 years of creditable service or at age 60 with at least five years of creditable service and will receive benefits according to the current plan as described below.

Current Plan

The annual retirement allowance is equal to 2.5% of the average of the three highest years' compensation multiplied by the number of years of membership service. Employees hired before July 12, 1998 elected either the 2.5% or a 2.22% formula, which factors in overtime pay and lump sum payments for vacation, sick leave and compensatory balances. All new employees hired July 12, 1998 and thereafter are subject to the 2.5% formula.

Pensions are increased by 3% compounded annually, commencing one year after retirement. The System also provides death and disability benefits. These benefit provisions and all other requirements, are established by the Cincinnati Municipal Code.

Revised Plan Benefits

Active members who are not eligible to retire before January 1, 2014 will be subject to the new plan benefits. To be eligible to retire, an active employee must have completed 30 years of creditable service and have

reached age 60 or older or an employee must have 5 years of creditable service and have reached age 65 or older.

The annual retirement allowance through June 30, 2011 will be the same as current plan. For years of service beginning July 1, 2011 all active employees will receive 2.2% per year of creditable service through 30 years and the 2% for every year after 30 years of creditable service. Benefits will be calculated using the average of highest 60 consecutive months compensation.

Pensions are increased based on the CPI-U with a maximum of 2% annually and will be based on simple interest, commencing one year after retirement. The System will not provide death benefits but will continue to provide disability benefits. The Medical benefits changed on January 1, 2011. Medicare reimbursements are eliminated for all retirees and all retirees will be on the City's 80/20 health plan. Premiums are charged for all retirees retiring after January 1, 2007.

The service retirement allowance vests after five years of creditable service. Medical care benefits are provided after fifteen years of creditable service, or if hired before January 9, 1997 after reaching age sixty with at least five years of creditable service.

In 2007, an Early Retirement Window (ERW) was offered to City employees who would have 28 or more years of service by December 31, 2007. Employees who elected the window were granted two additional years of service. The additional actuarial accrued liability associated with the ERW of approximately \$42,300,000 is funded by separate contributions made by the city over a 15 year period. The contributions for 2012 was \$4,310,000. The contribution will increase each year until 2015 when it will be \$6,177,556 annually through 2023.

Contributions

Each member contributes at a rate of 8.5% of his salary for 2012. This percent contributed by the employees is fixed by the fund's Board of Trustees on the basis of authority provided by Chapter 203 Section 73 of the Cincinnati Municipal Code. In 2009, the municipal code was amended to increase the employee contribution amount. Beginning in 2013 and for future years, the active members will contribute at a rate 9%.

The City makes annual employer contributions based on a percentage of the salaries of all members. For 2012 the contribution rate was 18% for all employers and the covered payroll was \$167,148,000. The rate based on the actuarial report was 28.18% for the Pension Fund .28% for the Health Benefits Fund. On November 30, 2011, City Council approved a "step up" approach that increases the City's contribution rate to 20% in 2013, 22% in 2014 and 24% thereafter. The City's contributions to the City of Cincinnati Retirement System for the years ending December 31, 2012, 2011 and 2010 were \$33,608,000, \$31,160,000, and \$30,029,000 respectively. The contributions for all three years were less than the required contributions. Administrative costs are financed from the system assets.

As of December 31, 2012 for the pension plan the unfunded actuarial accrued liability was \$862,123,000 to be amortized over an open period of 30 years, the funded ratio was 61.3%, and the actuarial value of assets was \$1,367,695,000. The unfunded actuarial accrued liability as a percentage of covered payroll of \$167,148,000 was 515.8%. The Actuarial Accrued Liability is \$2,229,818,000. The required supplementary schedule, which immediately follows the notes, contains multi-year trend information about the actuarial value of plan assets and if it is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

Although this is a multiple-employer cost allocation plan, it is being accounted for as a single employer plan. This is due to the fact that the number of active participants from employers other than the City of Cincinnati is insignificant in relation to the total number of active City of Cincinnati participants.

Annual Pension Cost and Net Pension Obligation. The City's annual pension cost and net pension obligation to CRS for the current year were as follows:

Annual Pension Costs and Net Pension Obligation

(Amounts in Thousands)	<u>2012</u>	<u>2011</u>	<u>2010</u>
Annual required contribution	\$ 49,952	\$ 54,875	\$ 80,882
Interest on net pension obligation	9,643	7,815	3,890
Adjustment to annual required contribution	<u>(10,707)</u>	<u>(8,678)</u>	<u>(5,681)</u>
Annual pension costs	48,888	54,012	79,091
Actual contribution	<u>(33,608)</u>	<u>(31,160)</u>	<u>(30,029)</u>
Increase(decrease) in net pension obligation	15,280	22,852	49,062
Net pension obligation beginning of year	<u>120,542</u>	<u>97,690</u>	<u>48,628</u>
Net pension obligation end of year	<u>\$ 135,822</u>	<u>\$ 120,542</u>	<u>\$ 97,690</u>
Annual pension costs	\$ 48,888	\$ 54,012	\$ 79,091
Percentage of annual pension cost contribution	68.74%	57.69%	37.97%

Annual OPEB Costs and Net OPEB Obligation

(Amounts in Thousands)	<u>2012</u>	<u>2011</u>	<u>2010</u>
Annual required contribution	\$ 453	\$ 19,943	\$ 44,689
Interest on net OPEB	6,944	5,569	2,433
Adjustment to annual required contribution	<u>(7,710)</u>	<u>(6,184)</u>	<u>(3,553)</u>
Annual OPEB	(313)	19,328	43,569
Actual contribution	<u>(2,000)</u>	<u>(2,142)</u>	<u>(4,369)</u>
Increase(decrease) in net OPEB	(2,313)	17,186	39,200
Net OPEB beginning of year	<u>86,800</u>	<u>69,614</u>	<u>30,414</u>
Net OPEB end of year	<u>\$ 84,487</u>	<u>\$ 86,800</u>	<u>\$ 69,614</u>
Annual pension costs	\$ (313)	\$ 19,328	\$ 43,569
Percentage of annual pension cost contribution	-638.98%	11.08%	10.03%

Summary of Significant Accounting Policies and Plan Asset Matters

Basis of Accounting - The City of Cincinnati Retirement System financial statements are prepared using the accrual basis of accounting. Plan member contributions are recognized in the period in which the contributions are due. Employer contributions to the plan are recognized when due and the employer has made a formal commitment to provide the contributions. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan.

Method Used to Value Investments - The Retirement System investments are reported at fair value. Short-term investments are reported at cost, which approximates fair value. Securities traded on national or international exchanges are valued at the last reported sales price at current exchange rates.

Securities Lending – The Retirement System securities lending program disclosures are presented in accordance with Governmental Accounting Standards Board Statement 28, Accounting and Financial Reporting for Securities Lending Transactions and Statement 40, Deposit and Investment Risk Disclosures. The disclosures are located in Footnote 2 – Deposits with Financial Institutions and Investments and on the statement of plan net assets and statement of changes in plan net position.

Derivatives – The Retirement System derivative disclosures are presented in accordance with Governmental Accounting Standards Board 53, Accounting and Financial Reporting for Derivative Instruments, and Governmental Accounting Standards Board Statement 40, Deposit and Investment Risk Disclosures, and can be found in Footnote 2 – Deposits with Financial Institutions and Investments.

Other Postemployment Benefit Information

The System provides hospital and surgical insurance to retired members who have earned fifteen years credited service at the time of termination and a group who terminated after age sixty with five years credited service. Those who are receiving optionee benefits of eligible members are entitled to have their hospital and surgical insurance as continued through the System.

The health care coverage provided by the System is considered an Other Postemployment Benefit (OPEB) as described in GASB statement 45. It is advance-funded on an actuarially determined basis as a portion of the employer contribution requirement to the System. The Cincinnati Municipal Code provides authority for employer contributions. The City of Cincinnati Retirement System's healthcare coverage was established under, and is administrated in accordance with, Internal Revenue Code 401(h).

The actuarial assumptions used for the December 31, 2012 valuation included an assumption for hospital and surgical benefits recognizing adjusted premiums based on experience for recent years. The actuarial valuations for OPEB plans are estimates of the value of reported amounts and assumptions about the probability of events far into the future. Amounts determined are subject to continual revision as results are compared to past expectations and new estimates are made about the future.

The cost of OPEB is recognized as an expense as claims are paid. No employer contribution was used to fund postemployment benefits in December 31, 2012. For the healthcare plan, the unfunded actuarial accrued liability was \$7,702,640 to be amortized over an open period of 30 years, the funded ratio was 98.8%, and the actuarial value of assets was \$634,173,128. The unfunded actuarial accrued liability as a percentage of covered payroll of \$167,148,000 was 4.6%. The Actuarial Accrued Liability was \$641,875,768. Calculations are based on the OPEB benefits provided under the terms of the plan in effect at the time of each valuation and on the pattern of cost sharing between the employer and the plan members at that point. The actuarial calculations of the OPEB plan reflect a long term perspective. The required supplementary schedule, which immediately follows the notes, contains multi-year trend information about the actuarial value of plan assets and if it is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

Below are the current financial statements for the Pension and OPEB trusts funds.

CITY OF CINCINNATI, OHIO
Statement of Plan Net Position
Pension Trust
December 31, 2012
(Amounts in Thousands)

	Pension	Healthcare	Total
ASSETS			
Cash and Equivalents	\$ 35,892	\$ 16,631	\$ 52,523
Investments, at fair value:			
Canadian Bonds	2,382	1,103	3,485
International Bonds	10,348	4,795	15,143
US Government Bonds	48,280	22,370	70,650
Tax Exempt Government Municipal	2,802	1,298	4,100
Corporate Fixed Income	18,835	8,727	27,562
State and Local Obligations	2,117	981	3,098
US Agencies	78,328	36,293	114,621
Equities - Common Stock	671,502	311,135	982,637
Private Equity	148,966	69,022	217,988
Real Estate	108,669	50,351	159,020
Private Placements	19,678	9,117	28,795
Other Assets (Alternatives)	286,760	132,868	419,628
Total Investments, at fair value	1,398,667	648,060	2,046,727
Collateral on Loaned Securities	26,830	12,432	39,262
Receivables:			
Accounts Receivable - Other	90	42	132
Accounts Receivable for Securities Sold	25,805	11,957	37,762
Accrued Interest and Dividends	2,092	969	3,061
Due from Primary Government	2,186	1,013	3,199
Due from Other Governments	273	126	399
Loans Receivable	2,550	1,182	3,732
Machinery and Equipment	543	252	795
Accumulated Depreciation	(393)	(182)	(575)
Total Assets	1,494,535	692,482	2,187,017
LIABILITIES			
Accounts Payable	1,898	879	2,777
Accounts Payable for Securities Purchased	45,592	21,125	66,717
Due to Primary Government	22	10	32
Obligations under Securities Lending	26,830	12,432	39,262
Accrued Payroll	27	13	40
Accrued Liabilities	11,049	5,119	16,168
Estimated Liability for Compensated Absences	85	40	125
Total Liabilities	85,503	39,618	125,121
NET POSITION			
Held in Trust for Employees' Pension Benefits	1,409,032		1,409,032
Held in Trust for Employees' Post employment Healthcare Benefits		652,864	652,864
Combined Net Position	\$ 1,409,032	\$ 652,864	\$ 2,061,896

CITY OF CINCINNATI, OHIO
Combining Statement of Changes in Plan Net Position
Pension Trust
For the year ended December 31, 2012
(Amounts in Thousands)

	<u>Pension</u>	<u>Healthcare</u>	<u>Total</u>
ADDITIONS			
Contributions:			
Member	\$ 14,819	\$	\$ 14,819
Employer	33,608		33,608
Other		2,000	2,000
Total Contributions	<u>48,427</u>	<u>2,000</u>	<u>50,427</u>
Transfers from Other Retirement Systems	102		102
Investment Income			
From Investing Activities:			
Interest & Dividends	32,217	14,670	46,887
Proceeds from Litigation	143	67	210
Net Appreciation in Fair Value of Investments	<u>132,055</u>	<u>60,132</u>	<u>192,187</u>
Total Investment Earnings	164,415	74,869	239,284
Less Investment Management Expenses	<u>6,128</u>	<u>2,791</u>	<u>8,919</u>
Net Income From Investing Activities	<u>158,287</u>	<u>72,078</u>	<u>230,365</u>
From Security Lending Activities:			
Securities Lending Income	<u>35</u>	<u>16</u>	<u>51</u>
Securities Lending Expense:			
Borrower Rebates	219	99	318
Management Fees	<u>(63)</u>	<u>(29)</u>	<u>(92)</u>
Total Securities Lending Expenses	<u>156</u>	<u>70</u>	<u>226</u>
Net Income from Securities Lending Activities	<u>191</u>	<u>86</u>	<u>277</u>
Total Additions	<u>207,007</u>	<u>74,164</u>	<u>281,171</u>
DEDUCTIONS			
Benefits Payments:			
Pension and Annuities	147,788		147,788
Hospital and Medical Care		36,853	36,853
Medicare		3	3
Dental Benefits		274	274
Vision Benefits		42	42
Death Benefits, Active and Retired	550		550
Transfers - Retirement to Other Systems	<u>653</u>		<u>653</u>
Total Benefits Payments	<u>148,991</u>	<u>37,172</u>	<u>186,163</u>
Refunds of Contributions	<u>1,510</u>		<u>1,510</u>
Administrative Expenses:			
Personal Services	684	312	996
Contractual Services	436	199	635
Materials and Supplies	87	39	126
Depreciation	<u>90</u>	<u>41</u>	<u>131</u>
Total Administration Expenses	<u>1,297</u>	<u>591</u>	<u>1,888</u>
Total Deductions	<u>151,798</u>	<u>37,763</u>	<u>189,561</u>
Change in Net Position	55,209	36,401	91,610
Net Position held in Trust for Benefits			
Beginning of Year	<u>1,353,823</u>	<u>616,463</u>	<u>1,970,286</u>
End of Year	<u>\$ 1,409,032</u>	<u>\$ 652,864</u>	<u>\$ 2,061,896</u>

The information presented in the required supplementary schedules was determined as part of the actuarial valuations at the dates indicated. Additional information as of the latest actuarial valuation follows.

Valuation date	12/31/12												
Actuarial cost method	Individual entry age normal												
Asset valuation method	The actuarial value of assets was reset to market value of assets as of December 31, 2003. For future years, asset gains and losses will be recognized at the rate of 20% per year. The investment gain/(loss) is taken as the excess of the actual return on assets over the expected return on assets. The investment gain/(loss) is then recognized at 20% per year until fully recognized. The actuarial value of assets is the market value minus the sum of the deferred investment gains/(losses) during the preceding five plan years. In addition, the actuarial value is restricted to be no less than 80% of the market value or no more than 120% of the market value.												
Actuarial assumptions:													
Investment rate of return	7.5% per year, net of expenses, compounded annually.												
Inflation Assumption	3.00% per annum.												
Mortality													
Non-disabled lives:	RP-Combined Mortality Table set forward 2 years for males and 1 year forward for females using a Scale AA projection to 2020												
Disabled Retirees:	RP-2000 Disabled Mortality Table (set back 5 years for females)												
Withdraw assumption	It was assumed that 50% of vested members who terminate elect to withdraw their contributions while 50% leave their contributions in the plan in order to be eligible for a benefit at a retirement date.												
Salary increases	Salary increases are assumed to vary by service. Based on a 2006 experience study by Mercer the following increases based on years of service are used:												
	<table border="0"> <thead> <tr> <th>Years of service</th> <th>Annual Increase</th> </tr> </thead> <tbody> <tr> <td>0</td> <td>7.5%</td> </tr> <tr> <td>5</td> <td>5.0%</td> </tr> <tr> <td>10</td> <td>4.5%</td> </tr> <tr> <td>20</td> <td>4.5%</td> </tr> <tr> <td>30</td> <td>4.0%</td> </tr> </tbody> </table>	Years of service	Annual Increase	0	7.5%	5	5.0%	10	4.5%	20	4.5%	30	4.0%
Years of service	Annual Increase												
0	7.5%												
5	5.0%												
10	4.5%												
20	4.5%												
30	4.0%												

Medical Benefits:	<p>The City offers medical benefits (including outpatient prescription drug coverage) to retirees before and during Medicare eligibility. As of September 1, 2007, all future retirees will be covered by the 80/20 PPO plan. The employee contribution for 2012 is 5% of the premium costs. Retirees who retired prior to 2008 may participate in either Modified PPO plan or if eligible the Modified Carve-Out PPO. To be eligible for the Carve-Out PPO, a retiree must have a pension system benefit of less \$30,000 or less per year. Employees who retired under a special incentive plan in 2007 and are covered by the 80/20 PPO plan.</p> <p>Beginning January 1, 2012, members who retired prior to September 1, 2007 and establish that their annual income is less than \$30,000 will be eligible for the Blue Assess Carve-Out PPO plan. All others will receive the Blue Access 80/20 plan.</p>
Retiree Contributions	<p>Group 1 participants covered by the Modified PPO or the Carve-out PPO plans do not contribute towards the cost of coverage. Group 1 participants covered by the 80/20 PPO contribute an amount equal to the active employee contribution. Group 2 future retirees will pay the higher of the active employee contribution or the portion of their cost determined by the point system.</p>
Other Health Benefits	<p><u>Medicare Part B:</u> The City reimburses the Medicare Part B premiums for retirees and dependents. Beginning January 1, 2012 all Medicare eligible retirees and dependents will be responsible for the payment of required Medicare Part B premiums.</p>
Dental Benefits	<p>Under the provisions of Ordinance 85-2011, beginning January 1, 2012, all members electing to participate in the dental plan will be required to pay the full cost of dental coverage. As such, it is assumed the System has no liability under GASB 43 and 45 for dental benefits.</p>
Vision Benefits	<p>Under the provisions of Ordinance 85-2011, beginning January 1, 2012, all members electing to participate in the vision plan will be required to pay the full cost of vision coverage. As such, it is assumed the System has no liability under GASB 43 and 45 for vision benefits.</p>
Option Electives	<p>70% of male participants and 30% of female participants will have a spouse who is covered under the medical, dental, and vision benefits portions of the plan. Of these participants with a covered spouse, 85% will elect a Joint & Survivor option.</p>

REQUIRED
SUPPLEMENTARY INFORMATION

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REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF FUNDING PROGRESS

(AMOUNTS IN THOUSANDS)

PENSION PLAN

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Liability (AAL) -Entry Age (b)	Unfunded Actuarial Liability (UAAL) (b-a)	% Funded Ratio (a/b)	Covered Payroll (c)	% UAAL as a Percentage of Covered Payroll ((b-a)/c)
12/31/07	\$ 1,794,406	\$ 2,080,923	\$ 286,517	86.23	\$ 182,396	157.09
12/31/08	1,490,497	2,094,762	604,265	71.15	164,640	367.02
12/31/09	1,631,407	2,125,738	494,331	76.75	170,416	290.07
12/31/10	1,565,949	2,085,987	520,038	75.07	167,589	310.31
12/31/11	1,466,077	2,194,505	728,428	66.81	165,029	441.39
12/31/12	1,367,695	2,229,818	862,123	61.34	167,148	515.78

HEALTHCARE PLAN

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Liability (AAL) -Entry Age (b)	Unfunded Actuarial Liability (UAAL) (b-a)	% Funded Ratio (a/b)	Covered Payroll (c)	% UAAL as a Percentage of Covered Payroll ((b-a)/c)
12/31/07	\$ 835,486	\$ 921,985	\$ 86,499	90.62	\$ 182,396	47.42
12/31/08	688,870	998,491	309,621	68.99	164,640	188.06
12/31/09	746,029	877,399	131,370	85.03	170,416	77.09
12/31/10	726,412	657,045	(69,367)	110.56	167,589	(41.39)
12/31/11	668,392	653,404	(14,988)	102.29	165,029	(9.08)
12/31/12	634,173	641,876	7,703	98.80	167,148	4.61

SCHEDULE OF EMPLOYERS' CONTRIBUTIONS

(AMOUNTS IN THOUSANDS)

PENSION PLAN

Year Ended December 31	Annual Required Contribution	% Percentage Contributed
2007	\$ 38,571	82.35
2008	38,767	61.83
2009	43,065	61.88
2010	80,882	37.13
2011	54,875	56.78
2012	49,952	67.28

HEALTHCARE PLAN

Year Ended December 31	Annual Required Contribution	% Percentage Contributed
2007	\$ 30,691	17.18
2008	22,767	18.78
2009	11,388	49.15
2010	44,689	9.78
2011	19,943	10.74
2012	453	441.50

** Beginning in 2006 the calculation of the annual required contribution was revised to reflect the actual amounts required to fund healthcare. In prior years, healthcare amounts were calculated with funding limited per IRS restrictions.

City of Cincinnati, Ohio
Budgetary Comparison Schedule
Non GAAP
For the year ended December 31, 2012
(Amounts in thousands)

	General Fund			
	Budgeted Amounts		Actual Amounts	Variance with Budget - Positive (Negative)
	Original	Final		
General Fund				
Revenue				
Taxes	\$ 265,424	\$ 265,424	\$ 265,449	\$ 25
Licenses and Permits	6,900	6,900	6,600	(300)
Use of Money and Property	8,495	8,495	7,814	(681)
Intergovernmental Revenue	33,956	33,956	42,028	8,072
Charges for Services	20,068	20,068	20,560	492
Miscellaneous	3,215	3,215	2,498	(717)
Total Revenues	<u>338,058</u>	<u>338,058</u>	<u>344,949</u>	<u>6,891</u>
EXPENDITURES				
Current				
General Government	51,756	48,606	46,706	1,900
Community Development	5,780	5,820	5,654	166
Parks and Recreation	24,082	24,316	23,972	344
Public Safety	226,899	226,773	225,544	1,229
Transportation and Engineering	3,562	3,421	3,164	257
Public Services	19,730	19,375	18,658	717
Public Health	20,003	19,922	19,909	13
Employee Benefits	10,651	10,905	10,804	101
Capital Outlay	221	46	38	8
Debt Service	971	971	971	-
Total Expenditures	<u>363,655</u>	<u>360,155</u>	<u>355,420</u>	<u>4,735</u>
Change in Fund Balance	(25,597)	(22,097)	(10,471)	11,626
Other Financing Sources (Uses)				
Transfers In	11,000	11,723	11,723	-
Transfers (Out)	(1,000)	(3,497)	(3,497)	-
Total Other Financing Sources (Uses)	<u>10,000</u>	<u>8,226</u>	<u>8,226</u>	<u>-</u>
Change in Fund Balance	(15,597)	(13,871)	(2,245)	11,626
Cancellation of Prior Years Encumbrances	1,818	1,818	881	(937)
Fund balances - beginning	30,860	30,860	30,860	
Fund balances - ending	<u>\$ 17,081</u>	<u>\$ 18,807</u>	<u>\$ 29,496</u>	<u>\$ 10,689</u>

Adjustments necessary to convert the results of operations at end of year on the budget basis to the modified accrual basis (GAAP) are as follows:

Excess (Deficiency) of revenues and other financing sources over (under) expenditures and other uses per the Budgetary Comparison Schedule	\$ (2,245)
(Increases) decreases from revenues:	
Received in cash during year but already accrued as receivables (GAAP) at December 31, 2011	(31,631)
Accrued as receivables at December 31, 2012 but not recognized in budget	29,720
(Increases) decreases from encumbrances:	
Expenditures of amounts encumbered during prior years	(8,405)
Recognized as expenditures in the budget	10,477
(Increases) decreases from expenditures:	
Accrued as liabilities at December 31, 2011 recognized as expenditures (GAAP) but not in budget	5,571
Accrued as liabilities at December 31, 2012	(1,992)
Net Change in fund balance per the Statement of Revenues, Expenditures, and Changes in Fund Balance (Page 42)	\$ 1,495

See notes to required supplementary information.

City Of Cincinnati, Ohio
Note to the Required Supplementary Information
December 31, 2012

Note A- Budgetary Data

An annual operating budget is legally adopted each fiscal year for the General Fund, Debt Service Fund, Capital Projects Fund and following Special Revenue Funds: Health Services, Street Construction Maintenance and Repair, Parking Meter, Cable TV, Income Tax Infrastructure, Income Tax Transit, Motor Vehicle License and Special Recreation. The budgetary data reports included within this report are prepared on a cash basis of accounting, with the exception of certain accrued personal service and employee benefit costs. Encumbrances, which do not lapse at year-end, are included as expenditures in the current year budget (Non-GAAP). The budgetary process begins at least six months prior to the calendar year for which the budget is to be adopted, with the City certifying the proposed budget to the County Auditor by July 20. By January 1, City Council may adopt annual or temporary appropriation measures using, in part, the official certificate of estimated resources approved by the County Budget Commission and tax rates certified by the County Auditor. By April 1, City Council must adopt annual appropriation ordinances. Only unencumbered appropriations lapse at year end.

There are several other special revenue appropriated funds whose revenues are mostly grants which are appropriated monthly as revenues are receipted. These funds include the special revenue fund: Tax Increment Financing Funds, Recreation, Parks, Safety, Health, Cincinnati Blue Ash Airport, Community Development, Department of Labor Grants and Other. The budgets for these funds in the reports included herein are equivalent to the funds expenditures at year end. Outstanding encumbrances are re-appropriated in the next years' budget. The budgeted revenue is the amount of resources available for expenditures within the year.

Some reimbursement grants funds are encumbered before revenue is receipted resulting in negative fund balances. The Community Development Fund (\$2,158,000) reflects a negative fund balance at December 31, 2012.

The levels of appropriation control for each budgeted expenditure classification that may not be exceeded are: personal services, non-personal services, capital outlay, and debt service. Any revisions that alter the budgeted expenditure classification of any division within a City department must be approved by City Council. During the year, several supplementary appropriations were necessary.

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SUPPLEMENTARY INFORMATION

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MAJOR GOVERNMENTAL FUNDS

General Fund - is the general operating fund for the City. It is used to account for resources, traditionally associated with governments, which are not required to be accounted for in another fund.

Capital Projects Fund - is used primarily to account for resources restricted to construct or acquire governmental fund capital assets. Such resources are derived principally from proceeds of general obligation debt, federal and state grants and City income tax.

Debt Service Fund - accounts for the resources accumulated and payments made for principal and interest on general obligation debt and capital lease payments of the governmental funds.

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CITY OF CINCINNATI, OHIO
 Schedule of Revenue, Expenditures and Changes in Fund Balance
 Budget(Non-GAAP Budgetary Basis) and Actual
 For the year ended December 31, 2012
 (Amounts in Thousands)

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
General Fund				
Revenue				
Taxes				
Real Property	\$ 21,969	\$ 21,969	\$ 22,620	\$ 651
Personal Property	-	-	3	3
City Income Tax	239,600	239,600	238,210	(1,390)
Admissions	3,855	3,855	4,616	761
Total Taxes	265,424	265,424	265,449	25
Licenses and Permits				
Street Use	1,657	1,657	1,808	151
Health	2	2	-	(2)
Police and Protective	64	64	37	(27)
Beer and Liquor	504	504	538	34
Business and Merchandising	14	14	16	2
Amusements	80	80	80	-
Professional and Occupational	170	170	185	15
Buildings, Structures and Equipment	4,409	4,409	3,936	(473)
Total Licenses and Permits	6,900	6,900	6,600	(300)
Use of Money and Property				
Fines, Forfeits and Penalties	4,701	4,701	4,286	(415)
Income from Treasury Investments	3,625	3,625	3,302	(323)
Rents	159	159	215	56
General Concessions and Commissions	10	10	11	1
Total Use of Money and Property	8,495	8,495	7,814	(681)
Intergovernmental Revenue				
Proportionately shared State Taxes				
Local Government Fund - Sales, Franchise, State				
Income Tax	17,532	17,532	17,532	-
Casino Tax-County Share	-	-	1,047	1,047
Estate Tax	14,400	14,400	21,408	7,008
State Income Tax - Real Property Tax Reduction	2,024	2,024	2,041	17
Total Intergovernmental Revenue	33,956	33,956	42,028	8,072
Charges for Services				
General Government	6,602	6,602	7,302	700
Public Recreation	-	-	-	-
City Planning				
Other Inspection Certificates	1,348	1,348	1,618	270
Elevator Certificates	587	587	613	26
Public Safety				
Police and Communication Charges	780	780	453	(327)
Motor Vehicle Response	700	700	763	63
Impounded Vehicle Fees	760	760	272	(488)
Protective Inspection Fees	200	200	179	(21)
Protective Service - Burglary Alarm	350	350	373	23
Emergency Transportation Service	7,000	7,000	7,065	65
Other Public Safety Charges	90	90	311	221
Parking Facilities	-	-	-	-
Public Services				
Recycling Incentive Fee	771	771	446	(325)
Other Public Services Charges	80	80	520	440
Public Health				
Vital Statistics	693	693	539	(154)
Clinic Fees	106	106	106	-
Other Public Health charges	1	1	-	(1)
Total Charges for Current Services	20,068	20,068	20,560	492
Miscellaneous	3,215	3,215	2,498	(717)
Total Revenues	338,058	338,058	344,949	6,891

(Continued)

CITY OF CINCINNATI, OHIO
Schedule of Revenue, Expenditures and Changes in Fund Balance
Budget(Non-GAAP Budgetary Basis) and Actual
For the year ended December 31, 2012
(Amounts in Thousands)

General Fund (Continued)	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Expenditures				
City Council				
Personal Services	\$ 1,942	\$ 1,941	\$ 1,830	\$ 111
Non Personal Services	54	56	49	7
Total City Council	<u>1,996</u>	<u>1,997</u>	<u>1,879</u>	<u>118</u>
Office of the Mayor				
Personal Services	560	574	564	10
Non Personal Services	38	28	28	-
Total Office of the Mayor	<u>598</u>	<u>602</u>	<u>592</u>	<u>10</u>
Office of the Clerk of Council				
Personal Services	480	476	457	19
Non Personal Services	263	263	259	4
Total Office of the Clerk of Council	<u>743</u>	<u>739</u>	<u>716</u>	<u>23</u>
Department of Enterprise Technology Services				
Personal Services	2,516	2,476	2,433	43
Non Personal Services	1,943	1,943	1,934	9
Capital	-	-	-	-
Total Department of Enterprise Technology Services	<u>4,459</u>	<u>4,419</u>	<u>4,367</u>	<u>52</u>
Department of the City Manager				
Office of the City Manager				
Personal Services	1,241	1,319	1,319	-
Non Personal Services	614	885	783	102
Total Office of the City Manager	<u>1,855</u>	<u>2,204</u>	<u>2,102</u>	<u>102</u>
Division of Budget and Evaluation				
Personal Services	926	891	890	1
Non Personal Services	97	208	204	4
Total Division of Budget and Evaluation	<u>1,023</u>	<u>1,099</u>	<u>1,094</u>	<u>5</u>
Division of Environmental Management				
Personal Services	282	288	286	2
Non Personal Services	2,671	2,647	2,640	7
Total Division of Environmental Management	<u>2,953</u>	<u>2,935</u>	<u>2,926</u>	<u>9</u>
Division of Economic Development				
Personal Services	694	670	670	-
Non Personal Services	613	614	612	2
Total Division of Economic Development	<u>1,307</u>	<u>1,284</u>	<u>1,282</u>	<u>2</u>
Total Department of the City Manager	7,138	7,522	7,404	118
Citizen's Complaint Authority & Internal Audit				
Personal Services	899	824	809	15
Non Personal Services	55	74	65	9
Total Citizen's Complaint Authority & Internal Audit	<u>954</u>	<u>898</u>	<u>874</u>	<u>24</u>
Department of Law				
Personal Services	5,251	5,071	4,938	133
Non Personal Services	537	677	671	6
Total Department of Law	<u>5,788</u>	<u>5,748</u>	<u>5,609</u>	<u>139</u>
Department of Human Resources				
Personal Services	1,759	1,745	1,639	106
Non Personal Services	162	232	178	54
Total Department of Human Resources	<u>1,921</u>	<u>1,977</u>	<u>1,817</u>	<u>160</u>
Department of Finance				
Office of the Director				
Personal Services	322	322	319	3
Non Personal Services	19	17	14	3
Total Office of the Director	<u>341</u>	<u>339</u>	<u>333</u>	<u>6</u>
Division of Accounts and Audits				
Personal Services	1,267	1,247	1,240	7
Non Personal Services	61	62	54	8
Total Division of Accounts and Audits	<u>1,328</u>	<u>1,309</u>	<u>1,294</u>	<u>15</u>

(Continued)

CITY OF CINCINNATI, OHIO
Schedule of Revenue, Expenditures and Changes in Fund Balance
Budget(Non-GAAP Budgetary Basis) and Actual
For the year ended December 31, 2012
(Amounts in Thousands)

General Fund (Continued)	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Expenditures				
Department of Finance (Continued)				
Division of Treasury				
Personal Services	\$ 607	\$ 509	\$ 444	\$ 65
Non Personal Services	311	464	433	31
Total Division of Treasury	<u>918</u>	<u>973</u>	<u>877</u>	<u>96</u>
Division of Risk Management				
Non Personal Services	132	121	121	-
Total Division of Risk Management	<u>132</u>	<u>121</u>	<u>121</u>	<u>-</u>
Division of Income Tax				
Personal Services	3,182	2,836	2,658	178
Non Personal Services	599	454	372	82
Total Division of Income Tax	<u>3,781</u>	<u>3,290</u>	<u>3,030</u>	<u>260</u>
Division of Purchasing				
Personal Services	729	709	603	106
Non Personal Services	117	137	136	1
Total Division of Purchasing	<u>846</u>	<u>846</u>	<u>739</u>	<u>107</u>
Total Department of Finance	7,346	6,878	6,394	484
Department of Community Development				
Office of the Director				
Personal Services	593	668	594	74
Non Personal Services	2,554	2,440	2,396	44
Total Office of the Director	<u>3,147</u>	<u>3,108</u>	<u>2,990</u>	<u>118</u>
Division of Housing Development				
Personal Services	78	132	86	46
Non Personal Services	563	544	543	1
Total Division of Housing Development	<u>641</u>	<u>676</u>	<u>629</u>	<u>47</u>
Division of New Construction & Existing Building Standards				
Personal Services	1,851	1,880	1,879	1
Non Personal Services	141	156	156	-
Total Division of New Construction & Existing Building Standards	<u>1,992</u>	<u>2,036</u>	<u>2,035</u>	<u>1</u>
Total Department of Community Development	5,780	5,820	5,654	166
Department of Planning and Buildings				
Division of City Planning				
Personal Services	595	590	537	53
Non Personal Services	57	58	54	4
Total Division of City Planning	<u>652</u>	<u>648</u>	<u>591</u>	<u>57</u>
Division of Licenses and Permits				
Personal Services	4,615	4,445	4,194	251
Non Personal Services	411	413	399	14
Debt Service	73	73	73	-
Total Division of Licenses and Permits	<u>5,099</u>	<u>4,931</u>	<u>4,666</u>	<u>265</u>
Total Department of Planning and Buildings	5,751	5,579	5,257	322
Department of Public Recreation				
West Region Division				
Personal Services	2,063	2,069	2,061	8
Non Personal Services	483	453	453	-
Debt Service	133	133	133	-
Total West Region Division	<u>2,679</u>	<u>2,655</u>	<u>2,647</u>	<u>8</u>
East Region Division				
Personal Services	1,871	1,895	1,830	65
Non Personal Services	483	438	438	-
Debt Service	121	121	121	-
Total East Region Division	<u>2,475</u>	<u>2,454</u>	<u>2,389</u>	<u>65</u>

(Continued)

CITY OF CINCINNATI, OHIO
Schedule of Revenue, Expenditures and Changes in Fund Balance
Budget(Non-GAAP Budgetary Basis) and Actual
For the year ended December 31, 2012
(Amounts in Thousands)

General Fund (Continued)	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Expenditures				
Department of Public Recreation (Continued)				
Central Region Division				
Personal Services	\$ 2,001	\$ 1,972	\$ 1,938	\$ 34
Non Personal Services	512	437	437	-
Debt Service	133	133	133	-
Total Central Region Division	<u>2,646</u>	<u>2,542</u>	<u>2,508</u>	<u>34</u>
Maintenance Division				
Personal Services	3,220	3,243	3,077	166
Non Personal Services	1,324	1,324	1,324	-
Total Maintenance Division	<u>4,544</u>	<u>4,567</u>	<u>4,401</u>	<u>166</u>
Division of Athletics				
Personal Services	1,627	1,959	1,953	6
Non Personal Services	353	353	353	-
Total Division of Athletics	<u>1,980</u>	<u>2,312</u>	<u>2,306</u>	<u>6</u>
Division of Administration				
Personal Services	1,750	1,652	1,588	64
Non Personal Services	243	247	247	-
Capital Outlay	24	20	20	-
Total Division of Administration	<u>2,017</u>	<u>1,919</u>	<u>1,855</u>	<u>64</u>
Total Department of Public Recreation	16,341	16,449	16,106	343
Department of Parks				
Office of the Director				
Personal Services	225	213	213	-
Non Personal Services	1	1	1	-
Total Office of the Director	<u>226</u>	<u>214</u>	<u>214</u>	<u>-</u>
Division of Operations and Facilities				
Personal Services	2,966	3,099	3,099	-
Non Personal Services	2,193	2,239	2,239	-
Total Division of Operations and Facilities	<u>5,159</u>	<u>5,338</u>	<u>5,338</u>	<u>-</u>
Division of Administration and Program Services				
Personal Services	1,971	1,927	1,926	1
Non Personal Services	796	795	795	-
Total Division of Administration and Program Services	<u>2,767</u>	<u>2,722</u>	<u>2,721</u>	<u>1</u>
Total Department of Parks	8,152	8,274	8,273	1
Department of Police				
Division of Police				
Personal Services	112,121	111,026	110,842	184
Non Personal Services	12,457	12,862	12,457	405
Capital Outlay	-	-	-	-
Debt Service	75	75	75	-
Total Division of Police	<u>124,653</u>	<u>123,963</u>	<u>123,374</u>	<u>589</u>
Police Emergency Communications				
Personal Services	7,716	7,414	7,314	100
Non Personal Services	424	424	403	21
Capital Outlay	96	-	-	-
Total Division of Emergency Communications	<u>8,236</u>	<u>7,838</u>	<u>7,717</u>	<u>121</u>
Total Department of Police	132,889	131,801	131,091	710
Department of Fire				
Personal Services	86,250	87,025	87,025	-
Non Personal Services	7,931	8,022	7,503	519
Capital Outlay	98	23	15	8
Debt Service	80	80	80	-
Total Department of Fire	<u>94,359</u>	<u>95,150</u>	<u>94,623</u>	<u>527</u>
Department of Transportation and Engineering				
Office of the Director				
Personal Services	526	585	585	-
Non Personal Services	71	47	44	3
Total Office of the Director	<u>597</u>	<u>632</u>	<u>629</u>	<u>3</u>

(Continued)

CITY OF CINCINNATI, OHIO
Schedule of Revenue, Expenditures and Changes in Fund Balance
Budget(Non-GAAP Budgetary Basis) and Actual
For the year ended December 31, 2012
(Amounts in Thousands)

General Fund (Continued) Expenditures	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Department of Transportation and Engineering (Continued)				
Division of Transportation Planning				
Personal Services	\$ 233	\$ 177	\$ 112	\$ 65
Non Personal Services	24	7	7	-
Total Division of Transportation Planning	<u>257</u>	<u>184</u>	<u>119</u>	<u>65</u>
Division of Engineering				
Personal Services	492	389	242	147
Non Personal Services	164	114	108	6
Total Division of Engineering	<u>656</u>	<u>503</u>	<u>350</u>	<u>153</u>
Division of Traffic Engineering				
Personal Services	101	167	146	21
Non Personal Services	1,951	1,935	1,920	15
Total Division of Traffic Engineering	<u>2,052</u>	<u>2,102</u>	<u>2,066</u>	<u>36</u>
Total Department of Transportation and Engineering	3,562	3,421	3,164	257
Department of Public Services				
Office of the Director				
Personal Services	695	676	673	3
Non Personal Services	528	348	342	6
Total Office of the Director	<u>1,223</u>	<u>1,024</u>	<u>1,015</u>	<u>9</u>
Division of Traffic and Road Operations				
Personal Services	387	326	211	115
Non Personal Services	2,221	2,221	2,175	46
Total Traffic and Road Operations	<u>2,608</u>	<u>2,547</u>	<u>2,386</u>	<u>161</u>
Neighborhood Operations Division				
Personal Services	7,673	7,156	6,647	509
Non Personal Services	5,600	5,939	5,924	15
Capital Outlay	-	-	-	-
Debt Service	79	79	79	-
Total Neighborhood Operations Division	<u>13,352</u>	<u>13,174</u>	<u>12,650</u>	<u>524</u>
Division of City Facility Management				
Personal Services	396	426	403	23
Non Personal Services	2,230	2,283	2,283	-
Debt Service	154	154	154	-
Total City Facility Management	<u>2,780</u>	<u>2,863</u>	<u>2,840</u>	<u>23</u>
Total Department of Public Services	19,963	19,608	18,891	717
Department of Public Health				
Office of the Commissioner				
Personal Services	1,662	1,597	1,586	11
Non Personal Services	186	186	186	-
Capital Outlay	3	3	3	-
Total Office of the Commissioner	<u>1,851</u>	<u>1,786</u>	<u>1,775</u>	<u>11</u>
Office of Technical Resources				
Personal Services	1,888	1,721	1,721	-
Non Personal Services	561	562	560	2
Debt Service	123	123	123	-
Total Office of Technical Resources	<u>2,572</u>	<u>2,406</u>	<u>2,404</u>	<u>2</u>
Office of Community Health Services				
Personal Services	3,834	3,859	3,859	-
Non Personal Services	353	352	352	-
Total Office of Community Health Services	<u>4,187</u>	<u>4,211</u>	<u>4,211</u>	<u>-</u>
Division of Primary Care - Special Services				
Personal Services	2,552	2,373	2,374	(1)
Non Personal Services	1	1	1	-
Total Division of Primary Care - Special Services	<u>2,553</u>	<u>2,374</u>	<u>2,375</u>	<u>(1)</u>
Division of Primary Care - Health Centers				
Personal Services	7,883	8,060	8,060	-
Non Personal Services	163	341	340	1
Total Division of Primary Care - Health Centers	<u>8,046</u>	<u>8,401</u>	<u>8,400</u>	<u>1</u>

(Continued)

CITY OF CINCINNATI, OHIO
 Schedule of Revenue, Expenditures and Changes in Fund Balance
 Budget(Non-GAAP Budgetary Basis) and Actual
 For the year ended December 31, 2012
 (Amounts in Thousands)

General Fund (Continued)	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Expenditures				
Department of Public Health (Continued)				
Division of School and Adolescent Health				
Personal Services	\$ 918	\$ 868	\$ 868	\$ -
Non Personal Services	<u>2</u>	<u>2</u>	<u>2</u>	<u>-</u>
Total Division of School and Adolescent Health	<u>920</u>	<u>870</u>	<u>870</u>	<u>-</u>
Total Department of Public Health	20,129	20,048	20,035	13
Nondepartmental Accounts				
Pension				
Contributions to City Pension System	1,630	1,780	1,756	24
Contributions to Police Pension System	1,316	1,316	1,316	-
Contributions to Fire Pension System	1,369	1,369	1,369	-
Employee Benefits				
Employee Insurance Benefits	-	196	165	31
Public Employee Assistance	307	265	265	-
Workers' Compensation Insurance	3,594	3,576	3,576	-
Police Officers and Firefighters' Insurance	300	300	270	30
State Unemployment Compensation	630	598	583	15
Lump Sum Payments	1,500	1,500	1,500	-
City Council Benefits	5	5	4	1
Professional Services and Legal Fees				
Judgments Against the City	900	900	900	-
Audit and Examiners' Fees	300	300	299	1
Hamilton County Treasurer's and Auditor's Fees	610	640	640	-
County Clerk Fees	365	350	350	-
Election Expense	325	295	295	-
Miscellaneous Accounts				
Enterprise Software and Licenses	1,112	1,112	1,101	11
Memberships and Publications	213	213	146	67
Mayor's Office Obligations	160	160	160	-
Manager's Office Obligations	50	50	29	21
Downtown Special Improvement District	0	0	0	-
Cincinnati Public Schools	5,000	5,000	5,000	-
Port Authority of Greater Cincinnati	700	700	700	-
Property Investment Reimbursement Agreements	2,600	2,600	2,250	350
Reserve for Contingencies	2,800	-	-	-
Total Nondepartmental Accounts	<u>25,786</u>	<u>23,225</u>	<u>22,674</u>	<u>551</u>
Total Expenditures	<u>363,655</u>	<u>360,155</u>	<u>355,420</u>	<u>4,735</u>
Excess (deficiency) of revenues over	(25,597)	(22,097)	(10,471)	11,626
Other Financing Sources (Uses)				
Transfers In	11,000	11,723	11,723	-
Transfers (Out)	<u>(1,000)</u>	<u>(3,497)</u>	<u>(3,497)</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>10,000</u>	<u>8,226</u>	<u>8,226</u>	<u>-</u>
Excess (Deficiency) of Revenue over (under) Expenditures and Other Financing Sources (Uses)	(15,597)	(13,871)	(2,245)	11,626
Cancellation of Prior Years Encumbrances	1,818	1,818	881	(937)
Fund balances - beginning	30,860	30,860	30,860	-
Fund balances - ending	<u>\$ 17,081</u>	<u>\$ 18,807</u>	<u>\$ 29,496</u>	<u>\$ 10,689</u>

City of Cincinnati, Ohio
Statement of Revenue, Expenditures and Changes in Fund Balance
For the year ended December 31, 2012
(Amounts in Thousands)

GENERAL FUND

Revenue

Taxes

Real Property	\$ 21,793
Personal Property	3
City Income Tax	238,054
Admissions	<u>4,616</u>
 Total Taxes	 264,466

Licenses and Permits

Street Use	4,674
Police and Protective	36
Beer and Liquor	533
Business and Merchandising	16
Amusements	81
Professional and Occupational	185
Buildings, Structures and Equipment	<u>3,896</u>
 Total Licenses and Permits	 9,421

Use of Money and Property

Fines, Forfeits and Penalties	4,252
Income from Treasury Investments	3,581
Rents	47
General Concessions and Commissions	<u>11</u>
 Total Use of Money and Property	 7,891

Intergovernmental Revenue

Proportionately shared State Taxes	
Local Government Fund - Sales, Franchise, State	
Income Tax	16,009
State Income Tax - Real Property Tax Reduction	2,041
Estate Tax	21,408
Casino Tax - County Share	1,974
Payments from Other Governmental Units	30
Revenues from Private Sources	<u>0</u>
 Total Intergovernmental Revenue	 41,462

(Continued)

City of Cincinnati, Ohio
Statement of Revenue, Expenditures and Changes in Fund Balance
For the year ended December 31, 2012
(Amounts in Thousands)

GENERAL FUND
(Continued)

Charges for Services		
General Government	\$	6,496
Planning and Buildings		
Other Inspection Certificates		1,611
Elevator Certificates		588
Public Safety		
Police and Communication Charges		454
Impounded Vehicle Fees		1,035
Protective Inspection Fees		179
Protective Service - Burglary Alarm		374
Emergency Transportation Service		7,365
Other Public Safety Charges		267
Public Services		867
Public Health		
Vital Statistics		539
Clinic Fees		106
		19,881
Total Charges for Current Services		
Miscellaneous		1,368
Total Revenues		344,489

Expenditures

City Council	1,437
Office of the Clerk of Council	513
Office of the Mayor	470
Department of the City Manager	
Office of the City Manager	2,582
Division of Budget and Evaluation	877
Division of Environmental Management	2,062
Division of Economic Development	1,010
Total Department of City Manager	6,531
Citizen's Complaint Authority	655

(Continued)

City of Cincinnati, Ohio
Statement of Revenue, Expenditures and Changes in Fund Balance
For the year ended December 31, 2012

(Amounts in Thousands)

GENERAL FUND

(Continued)

Expenditures

Department of Law	\$ 4,194
Department of Human Resources	1,329
Department of Finance	
Office of the Director	265
Division of Accounts and Audits	932
Division of Treasury	786
Division of Risk Management	121
Division of Income Tax	2,217
Division of Purchasing	526
Total Department of Finance	4,847
Department of City Planning and Buildings	
Office of the Director	433
Division of Licenses and Permits	3,277
Total Department of City Planning and Buildings	3,710
Department of Community Development	
Office of the Director	2,775
Division of Housing Development	624
Division of Community Development	51
Division of New Construction & Existing Building Standards	1,281
Total Department of Community Development	4,731
Department of Public Recreation	
Division of Community Activities - West Region Division	1,959
Division of Community Activities - East Region Division	1,752
Division of Community Activities - Central Region Division	1,831
Division of Community Activities - Maintenance Division	3,608
Division of Athletics	1,889
Division of Administration	1,291
Total Department of Public Recreation	12,330
Department of Parks Administration and Program Services	
Office of the Director	168
Division of Operations and Facility Management	4,212
Division of Planning, Design and Development	1,971
Total Department of Parks Administration and Program Services	6,351

(Continued)

City of Cincinnati, Ohio
Statement of Revenue, Expenditures and Changes in Fund Balance
For the year ended December 31, 2012

(Amounts in Thousands)

GENERAL FUND

(Continued)

Expenditures

Department of Police	
Division of Police	\$ 92,179
Division of Emergency Communications	5,443
	<u>97,622</u>
 Department of Fire	 67,294
 Department of Transportation and Engineering	
Office of the Director	441
Division of Engineering	199
Division of Transportation Planning	120
Division of Traffic Engineering	2,817
Total Department of Transportation and Engineering	<u>3,577</u>
 Department of Public Services	
Office of the Director	830
Division of Traffic and Road Operations	1,338
Division of Neighborhood Operations	10,505
Division of City Facility Management	2,492
Total Department of Public Services	<u>15,165</u>
 Department of Regional Computer Center	 4,789
 Department of Public Health	
Office of the Commissioner	1,336
Division of Technical Resources	1,799
Division of Community Health Services	2,908
Division of Primary Care - Programs	1,596
Division of Primary Care - Health Centers	6,234
Division of Primary Care - Other	617
Total Department of Public Health	<u>14,490</u>
 Nondepartmental Accounts	
Pension	
Contributions to City Pension System	13,757
Contributions to State Pension System	924
Contributions to Police and Fire Pension System for Police	14,937
Contributions to Police and Fire Pension System for Fire	13,703

(Continued)

City of Cincinnati, Ohio
Statement of Revenue, Expenditures and Changes in Fund Balance
For the year ended December 31, 2012

(Amounts in Thousands)

GENERAL FUND

(Continued)

Expenditures

Employee Benefits		
Employee Insurance Benefits	\$	41,866
Public Employee Assistance		267
Workers' Compensation Insurance		3,613
Police Officers and Firefighters' Insurance		275
State Unemployment Compensation		375
Lump Sum Payments		656
City Council Staff Benefits		4
Judgments Against the City		811
Enterprise Software Licenses		1,198
County Fees		990
Election Expense		295
Mayor's Office Obligations		142
Cincinnati Manager's Office Obligations		27
Professional Memberships and Publications		95
Downtown Special Improvement Districts		135
Cincinnati Public Schools		5,000
Audit Fees		292
Port Authority of Greater Cincinnati		700
Property Investment Reimbursement Agreements		2,020
Total Nondepartmental Accounts		<u>102,082</u>
Total Expenditures		352,117
Excess (Deficiency) of revenues over expenditures		(7,628)
Other Financing Sources(Uses)		
Transfers In		13,903
Transfers (Out)		<u>(4,780)</u>
Total Other Financing Sources (Uses)		9,123
Net change in Fund Balance		1,495
Fund balances, January 1		99,806
Restatement of Fund Balance, Prior Period Adjustment		<u>(1,595)</u>
Restated Fund Balance, January 1		<u>98,211</u>
Fund balances, December 31		<u><u>\$ 99,706</u></u>

CITY OF CINCINNATI, OHIO
Schedule of Revenue, Expenditures and Changes in Fund Balance
Budget(Non-GAAP Budgetary Basis) and Actual
For the year ended December 31, 2012
(Amounts in Thousands)

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Capital Project Funds			
Revenue			
Taxes	\$ 23,053	\$ 23,053	\$ -
Use of Money and Property	1,477	1,477	-
Special Assessments	303	303	-
Intergovernmental Revenue	1,237	1,237	-
Federal Grants	5,185	5,185	-
State Grants and Subsidies	11,474	11,474	-
Miscellaneous	9,886	9,886	-
Total Revenues	<u>52,615</u>	<u>52,615</u>	-
Capital Outlay Expenditures			
Enterprise Technology Services	1,280	1,280	-
Department of the City Manager			
Office of the City Manager	2,329	2,329	-
Division of Budget and Evaluation	153	153	-
Division of Environmental Management	429	429	-
Division of Economic Development	14,973	14,973	-
Total Department of the City Manager	<u>17,884</u>	<u>17,884</u>	-
Department of Finance			
Division of Accounts and Audits	234	234	-
Division of Purchasing	10	10	-
Total Department of Finance	<u>244</u>	<u>244</u>	-
Department of Community Development			
Division of Housing Development	5,072	5,072	-
Division of Community Development	3,506	3,506	-
Division of New Construction and Building Standards	590	590	-
Total Department of Community Development	<u>9,168</u>	<u>9,168</u>	-
Department of City Planning and Buildings			
Division of City Planning	1,034	1,034	-
Division of License and Permits	1	1	-
Total Department of City Planning and Buildings	<u>1,035</u>	<u>1,035</u>	-
Department of Public Recreation			
Division of Golf Activities	14	14	-
Division of Support Services	7,011	7,011	-
Total Department of Public Recreation	<u>7,025</u>	<u>7,025</u>	-
Department of Parks			
Division of Operations and Facility Management	145	145	-
Division of Administration and Program Services	6,580	6,580	-
Total Department of Parks	<u>6,725</u>	<u>6,725</u>	-

(Continued)

CITY OF CINCINNATI, OHIO
Schedule of Revenue, Expenditures and Changes in Fund Balance
Budget(Non-GAAP Budgetary Basis) and Actual
For the year ended December 31, 2012
(Amounts in Thousands)

	<u>Final</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Capital Project Funds			
(Continued)			
Capital Outlay Expenditures			
Department of Police	\$ 879	\$ 879	\$ -
Department of Fire	566	566	-
Department of Transportation and Engineering			
Office of the Director	196	196	-
Division of Transportation Planning	16,701	16,701	-
Division of Engineering	39,410	39,410	-
Division of Aviation	481	481	-
Division of Traffic Engineering	<u>2,708</u>	<u>2,708</u>	<u>-</u>
Total Department of Transportation and Engineering	59,496	59,496	-
Department of Enterprise Services			
Division of Convention Center	751	751	-
Division of Parking Facilities	<u>720</u>	<u>720</u>	<u>-</u>
Total Department of Enterprise Services	1,471	1,471	-
Department of Public Services			
Division of Traffic and Road Operations	91	91	-
Neighborhood Operations Division	195	195	-
Division of City Facility Management	6,155	6,155	-
Division of Fleet Services	<u>127</u>	<u>127</u>	<u>-</u>
Total Department of Public Services	6,568	6,568	-
Department of Public Health			
Office of the Commissioner	<u>252</u>	<u>252</u>	<u>-</u>
Total Department of Public Health	252	252	-
Department of Stormwater Management			
Office of the Director	<u>2,368</u>	<u>2,368</u>	<u>-</u>
Total Department of Stormwater Management	2,368	2,368	-
Total Capital Outlay Expenditures	114,961	114,961	-
Other Expenditures			
Department of Law			
Non Personal Services	1	1	-
Department of Finance			
Division of Accounts and Audits			
Non Personal Services	6,545	6,545	-
Debt Service	10,113	10,113	-
Department of Parks			
Division of Administration and Program Services			
Non Personal Services	163	163	-
Department of Transportation and Engineering			
Division of Engineering			
Personal Services	14	14	-
Non Personal Services	118	118	-
Motorized Equipment	<u>3,562</u>	<u>3,562</u>	<u>-</u>
Total Other Expenditures	20,516	20,516	-
Total Expenditures	<u>135,477</u>	<u>135,477</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	(82,862)	(82,862)	-

(Continued)

CITY OF CINCINNATI, OHIO
 Schedule of Revenue, Expenditures and Changes in Fund Balance
 Budget(Non-GAAP Budgetary Basis) and Actual
 For the year ended December 31, 2012
 (Amounts in Thousands)

	<u>Final</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Capital Project Funds			
(Continued)			
Other Expenditures			
Other Financing Sources (Uses)			
Bond Proceeds	\$ 150,774	\$ 150,774	\$ -
Transfers In	197,306	197,306	-
Transfers (Out)	<u>(178,930)</u>	<u>(178,930)</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>169,150</u>	<u>169,150</u>	<u>-</u>
Net Change in Fund Balance	86,288	86,288	-
Fund balances - beginning	<u>157,819</u>	<u>157,819</u>	
Fund balances - ending	<u>\$ 244,107</u>	<u>\$ 244,107</u>	<u>\$ -</u>

CITY OF CINCINNATI, OHIO
Schedule of Revenue, Expenditures and Changes in Fund Balance
Budget(Non-GAAP Budgetary Basis) and Actual
For the year ended December 31, 2012
(Amounts in Thousands)

Debt Service Fund	Budget	Actual	Variance with Final Budget Positive (Negative)
Revenue			
Taxes	\$ 37,364	\$ 37,364	\$ -
Use of Money and Property	21,333	21,333	-
Intergovernmental Revenue	6,902	6,902	-
Miscellaneous Revenue	17,079	17,079	-
Total Revenues	<u>82,678</u>	<u>82,678</u>	<u>-</u>
Expenditures			
Department of the City Manager			
Division of Economic Development			
Debt Service	785	785	-
Total Division of Economic Development	<u>785</u>	<u>785</u>	<u>-</u>
Total Department of the City Manager	785	785	-
Department of Finance			
Office of the Director			
Personal Services	93	93	-
Division of Accounts and Audits			
Personal Services	139	139	-
Non Personal Services	320	320	-
Debt Service	3,184	3,184	-
Total Division of Accounts and Audits	<u>3,643</u>	<u>3,643</u>	<u>-</u>
Division of Treasury			
Personal Services	267	212	55
Non Personal Services	1,691	1,618	73
Debt Service	93,001	85,177	7,824
Total Division of Treasury	<u>94,959</u>	<u>87,007</u>	<u>128</u>
Total Department of Finance	98,695	90,743	128
Department of Community Development and Planning			
Division of Housing Development			
Non Personal Services	3	3	-
Debt Service	1,115	1,115	-
Total Division of Housing Development	<u>1,118</u>	<u>1,118</u>	<u>-</u>
Division of Community Development			
Non Personal Services	129	129	-
Total Division of Community Development	<u>129</u>	<u>129</u>	<u>-</u>
Total Department of Community Development and Planning	1,247	1,247	-
Non Departmental Accounts			
Workers' Compensation Insurance	4	4	-
Non Departmental - Debt Service Payments			
Non Personal Services	2	2	-
Debt Service	4,894	4,894	-
Total Non-Departmental - Debt Service Payments	<u>4,896</u>	<u>4,896</u>	<u>-</u>
Total Expenditures	<u>105,627</u>	<u>97,675</u>	<u>128</u>
Excess (deficiency) of revenues over expenditures	(22,949)	(14,997)	128
Other Financing Sources (Uses)			
General Obligation Bond Proceeds	26,230	26,230	-
Bond Premiums	11,923	11,923	-
Build America Bonds Subsidy	462	462	-
Operating Transfers In	44,495	44,495	-
Operating Transfers (Out)	(57,381)	(57,381)	-
Total Other Financing Sources (Uses)	<u>25,729</u>	<u>25,729</u>	<u>-</u>
Net Change in Fund Balance	2,780	10,732	128
Fund balances - beginning	61,267	61,267	
Fund balances - ending	<u>\$ 64,047</u>	<u>\$ 71,999</u>	<u>\$ 128</u>

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CITY OF CINCINNATI, OHIO
NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

Tax Increment Financing Funds - Used to account for service payments in lieu of property taxes, capital and debt service expenditure from Tax Increment Financing Districts and Projects.

Health Services Fund - Used to improve, establish, expand, and/or maintain health services to the citizens of Cincinnati.

Street Construction, Maintenance and Repair Fund - Used to account for street maintenance, repair and cleaning, and the operation and maintenance of traffic signals. Financing is provided by the City's share of State-levied Motor Vehicle License Tax, Gasoline Tax, and reimbursements of expenses.

Parking Meter Fund - Used to account for resources provided by collections from parking meters. This fund has been closed into the General Fund for GAAP reporting.

Cable T.V. Fund - Used to account for the proceeds of cable franchise fees received from the cable provider. This fund has been closed into the General Fund for GAAP Reporting.

Income Tax Infrastructure Fund - Used to account for the proceeds of a .1% levy on earned income for infrastructure purposes.

Income Tax Transit Fund - Used to account for the proceeds of a .3% levy on earned income for transit purposes.

Motor Vehicle License Fund - Used to account for resources provided by the locally levied Municipal Motor Vehicle License Tax.

Special Recreation Fund - Used to account for monies received for special activities such as enrichment exercise programs or caretaker services.

Recreation - Used to account for Federal funds, private contributions, and user fees, and for expenditures made for special recreation activities.

Parks - Used to account for State funds, private contributions, and user fees, and for expenditures made for special parks activities.

Safety - Used to account for Federal and State funds and private contributions, and for expenditures made for public safety purposes.

Health - Used to account for Federal and State funds, private contributions and user fees, and for expenditures made for public health purposes.

Cincinnati Blue Ash Airport - Used to account for the revenue and the expenditures for the operation and maintenance of a municipal airport.

Community Development - Used to account for Federal funds received for city-wide development operations.

CITY OF CINCINNATI, OHIO

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS (Cont)

Department of Labor Grants - Used to account for Federal funds received for the relief of unemployment through jobs and training.

Other - Used to account for Federal and State funds, private contributions and user fees, and for expenditures for specific purposes not otherwise designated.

Bettman Nature Center - Used to account for the investment and expenditure of bequests made for the Bettman Nature Center.

PERMANENT FUNDS

Groesbeck Endowment - Used to account for the investment and expenditure of bequests made for the cost of music concerts in Burnet Woods.

Schmidlapp Park Music - Used to account for the investment and expenditure of bequests made for the cost of music concerts in Eden Park.

Joanna Peters Bequest - Used to account for the investment and expenditure of bequest made for the treatment of alcoholism.

W. M. Ampt Music Endowment - Used to account for the investment and expenditure of bequests made for the cost of concerts in various City parks.

Crosley Field Trust - Used to account for the investment and expenditure of bequests made for the maintenance of the Crosley Field Sports Complex.

Kroger Trust - Used to account for the investment and expenditure of a bequest made for the maintenance of the Hartwell Recreation Center.

Yeatman's Cove Park Trust - Used to account for the investment and expenditure of a bequest made for the maintenance of the Yeatman's Cove Park.

Park Board Fund - Used to account for the investment and expenditure of bequests related to the maintenance and improvement of Fleischmann Gardens, the Geier Esplanade, and various citywide parks.

CITY OF CINCINNATI, OHIO
 Combining Balance Sheet
 Nonmajor Governmental Funds
 December 31, 2012
 (Amounts in Thousands)

	Special Revenue Funds									
	Tax Increment Financing Funds	Health Services	Street Construction Maintenance and Repair	Parking Meter	Cable T.V.	Income Tax Infrastructure	Income Tax Transit	Motor Vehicle License	Special Recreation	
ASSETS										
Cash and Equivalents	\$ 22,720	\$ 903	\$ 3,175	\$	\$	\$ 7,460	\$	\$	\$ 1,044	\$ 11
Equity in City Treasury Cash Investments	11,876									3,680
Receivables:										
Taxes										
Accounts, Net	21,579	144	6			2,115	6,345	9		26
Special Assessments										
Accrued Interest							16			7
Due from Other Funds	1,448	57	540			540	676	207		235
Due from Other Governments			3,544					1,237		
Inventory						151		11		
Advances to Other Funds	4,000		496							
Total Assets	\$ 61,623	\$ 1,104	\$ 7,761	\$	\$	\$ 10,302	\$ 17,616	\$ 2,508	\$	\$ 3,959
LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES										
Liabilities:										
Accounts Payable	2,441	135	128	\$	\$	109	\$	32	\$	20
Due to Other Funds		4	169			46		6		5
Due to Fiduciary Funds		9	23			38		5		1
Accrued Payroll		65	146			294		69		26
Accrued Liabilities		2	2			4				
Deposits Payable			6			4				
Estimated Liability for Unpaid Claims	379		19			17				32
Advances from Other Funds										
Total Liabilities	2,820	215	493			512		112		84
DEFERRED INFLOWS OF RESOURCES										
Revenues Levied for the next year and Unavailable Revenue	21,579		2,365			716	2,161	829		6
Fund Balances:										
Nonspendable						151		11		
Restricted	37,224		4,903			8,923	15,455	1,556		3,869
Committed		889								
Unassigned										
Total Fund Balances	37,224	889	4,903			9,074	15,455	1,567		3,869
Total Liabilities, Deferred Inflows and Fund Balances	\$ 61,623	\$ 1,104	\$ 7,761	\$	\$	\$ 10,302	\$ 17,616	\$ 2,508	\$	\$ 3,959

CITY OF CINCINNATI, OHIO

Nonmajor Governmental Funds
December 31, 2012
(Amounts in Thousands)

	Special Revenue Funds							Bettman Nature Center
	Recreation	Parks	Safety	Health	Cincinnati Blue Ash Airport	Community Development	Department of Labor Grants	
ASSETS								
Cash and Equivalents	6	3,259	\$	\$	\$	\$	\$	173
Equity in City Treasury Cash	2,564	2,903	8,156	438	76	241	15	7,724
Investments		2,316						1,430
Receivables:								
Taxes								
Accounts, Net	9	1	13	63	49	32		267
Special Assessments						8,743		20,681
Accrued Interest	4	4	1					
Due from Other Funds	163	185	527	28	5	15	1	563
Due from Other Governments	10	1,171		209		668		690
Inventory				81				57
Advances to Other Funds	25							276
Total Assets	\$ 2,771	\$ 8,668	\$ 9,868	\$ 819	\$ 130	\$ 9,699	\$ 16	\$ 30,431
								\$ 1,450
LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES								
Liabilities:								
Accounts Payable	10	\$	248	\$	502	\$	749	\$
Due to Other Funds	1		675	14		4		61
Due to Fiduciary Funds		1	5	25		6		3
Accrued Payroll		7	39	213		75		16
Accrued Liabilities				4		99		416
Deposits Payable			2,023					15
Estimated Liability for Unpaid Claims		4						3
Advances from Other Funds			276					
Total Liabilities	11	23	3,266	758		933		2,149
	3	4	1			8,907		20,682
DEFERRED INFLOWS OF RESOURCES								
Revenues Levied for the next year and Unavailable Revenue								
Fund Balances:								
Nonspendable				81				57
Restricted	2,272	5,693	6,504	611	130		16	2,912
Committed	485	2,948	165	84				4,731
Unassigned			(68)	(715)		(141)		(100)
Total Fund Balances	2,757	8,641	6,601	61	130	(141)	16	7,600
Total Liabilities, Deferred Inflows and Fund Balances	\$ 2,771	\$ 8,668	\$ 9,868	\$ 819	\$ 130	\$ 9,699	\$ 16	\$ 30,431
								\$ 1,450

CITY OF CINCINNATI, OHIO
 Combining Balance Sheet
 Nonmajor Governmental Funds
 December 31, 2012
 (Amounts in Thousands)

	Permanent Funds										Total Nonmajor Governmental Funds
	Groesbeck Endowment Fund	Schmidlapp Park Music Fund	Joanna Peters Bequest	The W.M. Ampt Music Endowment Fund	Crosley Field Trust	Kroger Trust	Yeatman's Cove Park Trust	Park Board Fund			
ASSETS											
Cash and Equivalents	\$ 36	\$ 48	\$ 115	\$ 122	\$ 16	\$ 85	\$ 605	\$ 222	\$ 3,707		
Equity in City Treasury Cash Investments, at Fair Value	530	1		169	811			5,848	72,679		
Receivables:									22,981		
Taxes									8,460		
Accounts, Net									22,234		
Special Assessments									29,424		
Accrued Interest							2		34		
Due from Other Funds	2	3	7	8		5	38		5,253		
Due from Other Governments									7,529		
Inventory									300		
Advances to Other Funds									4,797		
Total Assets	\$ 568	\$ 52	\$ 122	\$ 299	\$ 827	\$ 90	\$ 645	\$ 6,070	\$ 177,398		
LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES											
Liabilities:											
Accounts Payable									\$ 6,020		
Due to Other Funds									985		
Due to Fiduciary Funds									116		
Accrued Payroll									950		
Accrued Liabilities									527		
Deposits Payable									2,048		
Estimated Liability for Unpaid Claims									454		
Advances from Other Funds									276		
Total Liabilities									11,376		
Deferred Inflows of Resources											
Revenues Levied for the next year and Unavailable Revenue							1		57,254		
Fund Balances:											
Nonspendable	562	51		291	225	50	504	672	2,655		
Restricted	6	1	122	8	602	40	140	5,398	93,966		
Committed									13,171		
Unassigned									(1,024)		
Total Fund Balances	568	52	122	299	827	90	644	6,070	108,768		
Total Liabilities, Deferred Inflows and Fund Balances	\$ 568	\$ 52	\$ 122	\$ 299	\$ 827	\$ 90	\$ 645	\$ 6,070	\$ 177,398		

CITY OF CINCINNATI, OHIO
Combining Statement of Revenue, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended December 31, 2012
(Amounts in Thousands)

	Special Revenue Funds									
	Tax Increment Financing Funds	Health Services	Street Construction Maintenance and Repair	Parking Meter	Cable T.V.	Income Tax Infrastructure	Income Tax Transit	Motor Vehicle License	Special Recreation	
REVENUES										
Taxes			\$	\$	\$	\$	\$	\$	\$	\$
Licenses and Permits	12						46,075			669
Use of Money and Property						72				
Special Assessments								2,518		
Intergovernmental Revenue	229		9,209							74
Federal Grants										1
State Grants and Subsidies		5,763	9			12		14		3,602
Charges for Current Services	19,475						19			
Miscellaneous	19,716	5,763	9,218			15,371	46,166	2,532		4,346
Total Revenues										
EXPENDITURES										
Current:										
General Government	8,148	106				2,083	495	97		174
Community Development	2,320			309		1,393	20			3,104
Parks and Recreation										
Public Safety										
Transportation and Engineering										
Public Services										
Transit System										
Public Health										
Employee Benefits		4,546								
Capital Outlay	14,302	1,010	2,703			3,623	11	634		297
Debt Service Principal	3,198									
Debt Service Interest	4,076									
Total Expenditures	32,044	5,662	8,985			13,532	45,660	2,224		3,575
Excess (Deficiency) of Revenues over (under) Expenditures	(12,328)	101	223			1,839	506	308		771
OTHER FINANCING SOURCES (USES)										
Transfers In	170									10
Transfers (Out)	(16,356)									
Total Other Financing Sources (Uses)	(16,186)						(97)			10
Net Change in Fund Balances	(28,514)	101	223			1,839	409	308		781
Fund Balances, January 1	60,738	788	4,680	1,537	1,868	7,235	15,046	1,259		3,088
Restatement of Fund Balance	5,000			(1,537)	(1,868)					
Restated Fund Balance	65,738	788	4,680			7,235	15,046	1,259		3,088
Fund Balances, December 31	37,224	889	4,903			9,074	15,455	1,567		3,869

CITY OF CINCINNATI, OHIO
Combining Statement of Revenue, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the year ended December 31, 2012
(Amounts in Thousands)

	Special Revenue Funds									
	Recreation	Parks	Safety	Health	Cincinnati Blue Ash Airport	Community Development	Department of Labor Grants	Other	Bettman Nature Center	
REVENUES										
Taxes		\$	\$	\$	\$	\$	\$	\$	\$	\$
Licenses and Permits			74	1,112					2,330	17
Use of Money and Property	23	417	15			1,258		1,414		186
Special Assessments				1		75		4,679		
Intergovernmental Revenue			10,959	1,234						
Federal Grants	415		5,734	4,790		18,032	119			
State Grants and Subsidies	135	41	193	1,257					191	
Charges for Current Services	13	720	1,693	4,887		121		490		
Miscellaneous		773	10	3		1		577		
Total Revenues	586	1,951	18,678	13,284		19,487	119	28,617		186
EXPENDITURES										
Current:										
General Government			4,476	132		1,397		6,682		
Community Development						753	119	294		
Parks and Recreation	890	1,795						1,643		10
Public Safety			7,917					3,620		
Transportation and Engineering					233			331		
Public Services								2,026		
Transit System								1		
Public Health				12,361						
Employee Benefits	38	116	554	2,582		480		303		
Capital Outlay			4,198			16,124		13,573		
Debt Service Principal										
Debt Service Interest			18			198				
Total Expenditures	928	1,911	17,163	15,075	233	18,952	119	28,473		10
Excess (Deficiency) of Revenues over (under) Expenditures	(342)	40	1,515	(1,791)	(233)	535		144		176
OTHER FINANCING SOURCES (USES)										
Transfers In	14	256	8			48		285		
Transfers (Out)			(81)	(9)		(2)	(471)	(3,511)		(46)
Total Other Financing Sources (Uses)	14	256	(73)	(9)		46	(471)	(3,226)		(46)
Net Change in Fund Balances	(328)	296	1,442	(1,800)	(233)	581	(471)	(3,082)		130
Fund Balances, January 1	3,085	8,345	5,159	1,861	363	(722)	487	11,702		1,320
Restatement of Fund Balance								(1,020)		
Restated Fund Balance, January 1	3,085	8,345	5,159	1,861	363	(722)	487	10,682		1,320
Fund Balances, December 31	2,757	8,641	6,601	61	130	(141)	16	7,600		1,450

CITY OF CINCINNATI, OHIO
Combining Statement of Revenue, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the year ended December 31, 2012
(Amounts in Thousands)

	Permanent Funds										Total Nonmajor Governmental Funds
	Grossbeck Endowment Fund	Schmidlapp Park Music Fund	Joanna Peters Bequest	The W.M. Ampt Music Endowment Fund	Crosley Field Trust	Kroger Trust	Yeatman's Cove Park Trust	Park Board Fund			
REVENUES											
Taxes											
Licenses and Permits											
Use of Money and Property											
Special Assessments	93	1	2	10	75			597			63,764
Intergovernmental Revenue											1,203
Federal Grants											4,851
State Grants and Subsidies											4,755
Charges for Current Services											24,149
Miscellaneous											48,083
Total Revenues	93	1	2	10	75			597			186,805
EXPENDITURES											
Current:											
General Government											23,790
Community Development											3,486
Parks and Recreation		1			9			45			9,219
Public Safety											11,537
Transportation and Engineering											3,917
Public Services											12,669
Transit System											45,047
Public Health											16,907
Employee Benefits											12,351
Capital Outlay											48,198
Debt Service Principal											3,198
Debt Service Interest											4,292
Total Expenditures		1			9			45			194,611
Excess (Deficiency) of Revenues over Expenditures	93		2	10	66			552			(7,806)
OTHER FINANCING SOURCES (USES)											
Transfers In											794
Transfers (Out)	(16)			(7)	(14)			(186)			(20,799)
Total Other Financing Sources (Uses)	(16)			(7)	(14)			(186)			(20,005)
Net Change in Fund Balances	77		2	3	52			366			(27,811)
Fund Balances, January 1	491	52	120	296	775	90		5,704			136,004
Restatement of Fund Balance											575
Restated Fund Balance, January 1	491	52	120	296	775	90		5,704			136,579
Fund Balances, December 31	568	52	122	299	827	90		6,070			108,768

CITY OF CINCINNATI, OHIO
Schedule of Revenue, Expenditures and Changes in Fund Balance
Budget(Non-GAAP Budgetary Basis) and Actual
For the year ended December 31, 2012
(Amounts in Thousands)

	Budget	Actual	Variance with Final Budget Positive (Negative)
Tax Increment Financing Funds			
Revenue			
Intergovernmental Revenue	\$ 229	\$ 229	\$ -
Use of Money and Property	12	12	-
Miscellaneous Revenue	18,074	18,074	-
Total Revenues	18,315	18,315	-
Expenditures			
Department of the City Manager			
Office of the City Manager			
Non Personal Services	41	41	-
Debt Service	3	3	-
Total Office of the City Manager	44	44	-
Office of Economic Development			
Non Personal Services	17	17	-
Capital Outlay	12,350	12,350	-
Total Office of Economic Development	12,367	12,367	-
Total Department of the City Manager	12,411	12,411	-
Department of Finance			
Division of Accounts and Audits			
Non Personal Services	9,088	9,088	-
Debt Service	5,244	5,244	-
Total Department of Finance	14,332	14,332	-
Department of Community Development and Planning			
Division of Housing Development			
Non Personal Services	1,501	1,501	-
Capital Outlay	819	819	-
Debt Service	6	6	-
Total Division of Housing Development	2,326	2,326	-
Division of Community Development			
Capital Outlay	499	499	-
Total Division of Community Development	499	499	-
Total Department of Community Development and Planning	2,825	2,825	-
Total Expenditures	29,568	29,568	-
Excess (deficiency) of revenues over(under) expenditures	(11,253)	(11,253)	-
Other Financing Sources (Uses)			
Operating Transfers In	2,485	2,485	-
Operating Transfers (Out)	(17,674)	(17,674)	-
Total Other Financing Sources (Uses)	(15,189)	(15,189)	-
Net Change in Fund Balance	(26,442)	(26,442)	-
Fund balances - beginning	62,488	62,488	-
Fund balances - ending	\$ 36,046	\$ 36,046	\$ -

City of Cincinnati, Ohio
Schedule of Revenue, Expenditures and Changes in Fund Balance
Budget(Non-GAAP Budgetary Basis) and Actual
For the year ended December 31, 2012
(Amounts in Thousands)

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
HEALTH SERVICES FUND			
REVENUES			
Charges for Current Services	\$ 5,300	\$ 5,717	\$ 417
Total Revenues	5,300	5,717	417
EXPENDITURES			
Department of Public Health			
Division of Primary Care - Special Programs			
Personal Services	123	121	2
Non-Personal Services	1	1	-
Total Division of Primary Care - Special Programs	124	122	2
Division of Primary Care - Health Centers			
Personal Services	3,207	2,997	210
Non-Personal Services	2,384	2,384	-
Total Division of Primary Care - Health Centers	5,591	5,381	210
Total Department of Public Health	5,715	5,503	212
Nondepartmental Accounts			
Public Employee Assistance	4	4	-
Workers' Compensation Insurance	46	46	-
General Fund Overhead Charge	106	106	-
Total Nondepartmental Accounts	156	156	-
Total Expenditures	5,871	5,659	212
Net Change in Fund Balance	(571)	58	629
Cancellation of Prior Year Encumbrances	200	200	
Fund Balance - January 1	509	509	
Fund Balance - December 31	<u>\$ 138</u>	<u>\$ 767</u>	<u>\$ 629</u>

City of Cincinnati, Ohio
Schedule of Revenue, Expenditures and Changes in Fund Balance
Budget(Non-GAAP Budgetary Basis) and Actual
For the year ended December 31, 2012
(Amounts in Thousands)

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
STREET CONSTRUCTION, MAINTENANCE AND REPAIR FUND			
REVENUES			
Intergovernmental Revenue			
Motor Vehicle License	\$ 1,830	\$ 1,901	\$ 71
Gasoline	7,606	7,365	(241)
Miscellaneous	-	58	58
Total Revenues	9,436	9,324	(112)
EXPENDITURES			
Department of Parks			
Operations and Facility Management			
Personal Services	266	266	-
Non-Personal Services	85	86	(1)
Total Operations and Facility Management	351	352	(1)
Total Department of Parks	351	352	(1)
Department of Public Services			
Traffic and Road Operations Division			
Personal Services	4,835	4,240	595
Non-Personal Services	2,093	1,615	478
Capital Outlay	17	15	2
Total Traffic and Road Operations Division	6,945	5,870	1,075
Neighborhood Operations Division			
Personal Services	3,305	2,668	637
Non-Personal Services	311	282	29
Total Neighborhood Operations Division	3,616	2,950	666
Total Department of Public Services	10,561	8,820	1,741
Nondepartmental Accounts			
Contribution to Pension System	80	80	-
Employee Insurance Benefits	5	5	-
Public Employee Assistance	8	-	8
Workers' Compensation Insurance	91	89	2
State Unemployment Compensation	17	14	3
Total Nondepartmental Accounts	201	188	13
Total Expenditures	11,113	9,360	1,753
Net Change in Fund Balance	(1,677)	(36)	1,641
Cancellation of Prior Year Encumbrances	146	146	
Fund Balance - January 1	3,014	3,014	
Fund Balance - December 31	<u>\$ 1,483</u>	<u>\$ 3,124</u>	<u>\$ 1,641</u>

City of Cincinnati, Ohio
Schedule of Revenue, Expenditures and Changes in Fund Balance
Budget(Non-GAAP Budgetary Basis) and Actual
For the year ended December 31, 2012
(Amounts in Thousands)

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
PARKING METER FUND			
REVENUES			
Charges for Current Services	\$ 962	\$ 963	\$ 1
Total Revenues	962	963	1
EXPENDITURES			
Department of Police			
Personal Services	366	366	-
Total Department of Police	366	366	-
Department of Transportation & Engineering			
Division of Traffic Engineering			
Personal Services	138	66	72
Non-Personal Services	650	602	48
Total Department of Transportation and Engineering	788	668	120
Nondepartmental Accounts			
Contribution to Pension System	27	27	-
Workers' Compensation Insurance	8	7	1
Downtown Special Improvement District	112	83	29
Total Nondepartmental Accounts	147	117	30
Total Expenditures	1,301	1,151	150
Net Change in Fund Balance	(339)	(188)	151
Fund Balance - January 1	2,219	2,219	
Fund Balance - December 31	<u>\$ 1,880</u>	<u>\$ 2,031</u>	<u>\$ 151</u>

Note: The Parking Meter Fund is included with the General Fund for GAAP reporting.

City of Cincinnati, Ohio
Schedule of Revenue, Expenditures and Changes in Fund Balance
Budget(Non-GAAP Budgetary Basis) and Actual
For the year ended December 31, 2012
(Amounts in Thousands)

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
CABLE TV FUND			
REVENUES			
License and Permits	\$ 2,700	\$ 2,867	\$ 167
Charges for Services	-	2	2
Miscellaneous	-	23	23
	<hr/>	<hr/>	<hr/>
Total Revenues	2,700	2,892	192
EXPENDITURES			
Enterprise Technology Services			
Personal Services	1,634	1,536	98
Non-Personal Services	335	332	3
	<hr/>	<hr/>	<hr/>
Total Enterprise Technology Services	1,969	1,868	101
Department of the City Manager			
Office of the City Manager			
Personal Services	591	580	11
Non-Personal Services	447	436	11
	<hr/>	<hr/>	<hr/>
Total Department of the City Manager	1,038	1,016	22
Department of Public Services			
Division of Neighborhood Operations			
Personal Services	47	47	-
	<hr/>	<hr/>	<hr/>
Total Division of Neighborhood Operations	47	47	-
Total Department of Pubic Services	47	47	-
Nondepartmental Accounts			
Contribution to Pension System	13	13	-
Employee Insurance Benefits	8	8	-
Workers' Compensation Insurance	29	29	-
General Fund Overhead	134	134	-
Enterprise Software and Licenses	62	51	11
	<hr/>	<hr/>	<hr/>
Total Nondepartmental Accounts	246	235	11
Total Expenditures	<hr/>	<hr/>	<hr/>
	3,300	3,166	134
Excess (Deficiency) of Revenues over (under) Expenditures	(600)	(274)	326
Cancellation of Prior Years Encumbrances	133	133	
Fund Balance - January 1	<hr/>	<hr/>	<hr/>
	1,305	1,305	
Fund Balance - December 31	<hr/>	<hr/>	<hr/>
	\$ 838	\$ 1,164	\$ 326

Note: The Cable TV Fund is included with the General Fund for GAAP reporting.

City of Cincinnati, Ohio
Schedule of Revenue, Expenditures and Changes in Fund Balance
Budget(Non-GAAP Budgetary Basis) and Actual
For the year ended December 31, 2012
(Amounts in Thousands)

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
INCOME TAX INFRASTRUCTURE FUND			
REVENUES			
Taxes			
City Income Tax	\$ 15,442	\$ 15,368	\$ (74)
Miscellaneous	-	128	128
Total Revenues	15,442	15,496	54
EXPENDITURES			
Enterprise Technology Services			
Non-Personal Services	727	727	-
Total Enterprise Technology Services	727	727	-
Office of the City Manager			
Personal Services	146	139	7
Total Office of the City Manager	146	139	7
Office of the Budget and Evaluation			
Personal Services	80	79	1
Non-Personal Services	20	18	2
Total Office of Budget and Evaluation	100	97	3
Department of Law			
Administration			
Personal Services	213	173	40
Non-Personal Services	7	5	2
Total Department of Law	220	178	42
Department of Human Resources			
Personal Services	229	220	9
Total Department of Human Resources	229	220	9
Department of Finance			
Division of Accounts and Audits			
Personal Services	255	224	31
Non-Personal Services	4	1	3
Total Division of Accounts and Audits	259	225	34
Division of Purchasing			
Personal Services	110	100	10
Total Division of Purchasing	110	100	10
Total Department of Finance	369	325	44

(Continued)

City of Cincinnati, Ohio
Schedule of Revenue, Expenditures and Changes in Fund Balance
Budget(Non-GAAP Budgetary Basis) and Actual
For the year ended December 31, 2012
(Amounts in Thousands)

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
INCOME TAX INFRASTRUCTURE FUND			
(Continued)			
Expenditures			
Department of City Planning and Buildings			
Licenses and Permits			
Personal Services	\$ 67	\$ 51	\$ 16
Total Department of City Planning and Buildings	<u>67</u>	<u>51</u>	<u>16</u>
Department of Public Recreation			
Division of Maintenance			
Personal Services	441	400	41
Total Department of Public Recreation	<u>441</u>	<u>400</u>	<u>41</u>
Department of Parks			
Division of Operations and Facility Management			
Personal Services	1,547	1,547	-
Non-Personal Services	1	1	-
Total Division of Operations and Facility Management	<u>1,548</u>	<u>1,548</u>	<u>-</u>
Division of Administration and Program Services			
Personal Services	132	130	2
Total Division of Administration and Program Services	<u>132</u>	<u>130</u>	<u>2</u>
Total Department of Parks	<u>1,680</u>	<u>1,678</u>	<u>2</u>
Department of Transportation and Engineering			
Office of the Director			
Personal Services	666	666	-
Non-Personal Services	24	21	3
Total Office of the Director	<u>690</u>	<u>687</u>	<u>3</u>
Division of Transportation, Planning and Urban Design			
Personal Services	92	70	22
Non-Personal Services	16	4	12
Total Division of Transportation, Planning and Urban Design	<u>108</u>	<u>74</u>	<u>34</u>
Division of Engineering			
Personal Services	1,923	1,558	365
Non-Personal Services	408	388	20
Total Division of Engineering	<u>2,331</u>	<u>1,946</u>	<u>385</u>
Division of Traffic Engineering			
Personal Services	1,670	1,595	75
Non-Personal Services	65	60	5
Total Division of Traffic Engineering	<u>1,735</u>	<u>1,655</u>	<u>80</u>
Total Department of Transportation and Engineering	<u>4,864</u>	<u>4,362</u>	<u>502</u>

(Continued)

City of Cincinnati, Ohio
Schedule of Revenue, Expenditures and Changes in Fund Balance
Budget(Non-GAAP Budgetary Basis) and Actual
For the year ended December 31, 2012
(Amounts in Thousands)

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
INCOME TAX INFRASTRUCTURE FUND			
(Continued)			
Expenditures			
Department of Public Services			
Office of the Director			
Personal Services	\$ 105	\$ 98	\$ 7
Non-Personal Services	45	30	15
Total Office of the Director	<u>150</u>	<u>128</u>	<u>22</u>
Division of Traffic and Road Operations			
Personal Services	1,570	1,483	87
Non-Personal Services	1,109	577	532
Capital Outlay	11	3	8
Total Division of Traffic and Road Operations	<u>2,690</u>	<u>2,063</u>	<u>627</u>
Division of City Facility Management			
Personal Services	1,541	1,376	165
Non-Personal Services	1,054	1,054	-
Total City Facility Management	<u>2,595</u>	<u>2,430</u>	<u>165</u>
Total Department of Public Services	5,435	4,621	814
Nondepartmental Accounts			
Contribution to Pension System	318	318	-
Public Employee Assistance	9	9	-
State Unemployment Compensation	6	5	1
Workers' Compensation Insurance	127	127	-
Life Insurance	50	50	-
General Fund Overhead	587	587	-
Total Nondepartmental Accounts	<u>1,097</u>	<u>1,096</u>	<u>1</u>
Total Expenditures	<u>15,375</u>	<u>13,894</u>	<u>1,481</u>
Excess (Deficiency) of Revenues over (under) Expenditures	67	1,602	1,535
OTHER FINANCING SOURCES (USES)			
Transfers In	-	3	3
Total Other Financing Sources	<u>-</u>	<u>3</u>	<u>3</u>
Net Change in Fund Balance	67	1,605	1,538
Cancellation of Prior Years Encumbrances	294	294	
Fund Balance - January 1	<u>5,238</u>	<u>5,238</u>	
Fund Balance - December 31	<u>\$ 5,599</u>	<u>\$ 7,137</u>	<u>\$ 1,538</u>

City of Cincinnati, Ohio
Schedule of Revenue, Expenditures and Changes in Fund Balance
Budget(Non-GAAP Budgetary Basis) and Actual
For the year ended December 31, 2012
(Amounts in Thousands)

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
INCOME TAX TRANSIT FUND			
REVENUES			
Taxes			
City Income Tax	\$ 46,327	\$ 46,105	\$ (222)
Use of Money and Property	75	93	18
	-	19	19
Total Revenues	46,402	46,217	(185)
EXPENDITURES			
SORTA			
Operations	45,046	45,046	-
Total SORTA	45,046	45,046	-
Office of the City Manager			
Office of Budget and Evaluation			
Personal Services	23	6	17
Non-Personal Services	8	5	3
Total Office of the City Manager	31	11	20
Department of Parks			
Non-Personal Services	27	23	4
Total Department of Parks	27	23	4
Department of Transportation and Engineering			
Division of Transportation, Planning & Urban Design			
Personal Services	45	31	14
Non-Personal Services	99	93	6
Total Division of Transportation, Planning & Urban Design	144	124	20
Total Department of Transportation and Engineering	144	124	20
Nondepartmental Accounts			
General Fund Overhead	500	461	39
Total Nondepartmental Accounts	500	461	39
Total Expenditures	45,748	45,665	83
Excess (Deficiency) of Revenues over (under) Expenditures	654	552	(102)
OTHER FINANCING SOURCES			
Transfers In	25	25	-
Transfers Out	-	-	-
Total Other Financing Sources	25	25	-
Net Change in Fund Balance	679	577	(102)
Cancellation of Prior Years Encumbrances	4	4	
Fund Balance - January 1	10,730	10,730	
Fund Balance - December 31	<u>\$ 11,413</u>	<u>\$ 11,311</u>	<u>\$ (102)</u>

City of Cincinnati, Ohio
Schedule of Revenue, Expenditures and Changes in Fund Balance
Budget(Non-GAAP Budgetary Basis) and Actual
For the year ended December 31, 2012
(Amounts in Thousands)

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
MOTOR VEHICLE LICENSE FUND			
REVENUES			
Intergovernmental Revenue	\$ 2,535	\$ 2,519	\$ (16)
Miscellaneous	-	28	28
Total Revenues	<u>2,535</u>	<u>2,547</u>	<u>12</u>
EXPENDITURES			
Department of Public Services			
Traffic and Road Operations Division			
Personal Services	1,827	1,641	186
Non-Personal Services	<u>750</u>	<u>447</u>	<u>303</u>
Total Department of Public Services	2,577	2,088	489
Nondepartmental Accounts			
Contribution to Pension System	59	59	-
Workers' Compensation Insurance	21	21	-
Public Employees Assistance Program	2	-	2
General Fund Overhead	<u>99</u>	<u>97</u>	<u>2</u>
Total Nondepartmental Accounts	<u>181</u>	<u>177</u>	<u>4</u>
Total Expenditures	<u>2,758</u>	<u>2,265</u>	<u>493</u>
Net Change in Fund Balance	(223)	282	505
Cancellation of Prior Years Encumbrances	71	71	
Fund Balance - January 1	<u>563</u>	<u>563</u>	
Fund Balance - December 31	<u>\$ 411</u>	<u>\$ 916</u>	<u>\$ 505</u>

City of Cincinnati, Ohio
Schedule of Revenue, Expenditures and Changes in Fund Balance
Budget(Non-GAAP Budgetary Basis) and Actual
For the year ended December 31, 2012
(Amounts in Thousands)

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
SPECIAL RECREATION FUND			
REVENUES			
Use of Money and Property	\$ 430	\$ 380	\$ (50)
Charges for Services	3,630	3,905	275
Intergovernmental Revenue	<u>3</u>	<u>74</u>	<u>71</u>
Total Revenues	4,063	4,359	296
EXPENDITURES			
Department of Recreation			
West Region			
Personal Services	564	475	89
Non-Personal Services	<u>155</u>	<u>80</u>	<u>75</u>
Total West Region	719	555	164
East Region			
Personal Services	728	611	117
Non-Personal Services	<u>210</u>	<u>150</u>	<u>60</u>
Total East Region	938	761	177
Central Region			
Personal Services	596	418	178
Non-Personal Services	<u>158</u>	<u>67</u>	<u>91</u>
Total Central Region	754	485	269
Division of Athletics			
Personal Services	760	595	165
Non-Personal Services	<u>492</u>	<u>441</u>	<u>51</u>
Total Division of Athletics	1,252	1,036	216
Division of Support Services			
Personal Services	96	96	-
Non-Personal Services	36	16	20
Capital Outlay	<u>11</u>	<u>-</u>	<u>11</u>
Total Division of Support Services	<u>143</u>	<u>112</u>	<u>31</u>
Total Department of Recreation	3,806	2,949	857

(Continued)

City of Cincinnati, Ohio
Schedule of Revenue, Expenditures and Changes in Fund Balance
Budget(Non-GAAP Budgetary Basis) and Actual
For the year ended December 31, 2012
(Amounts in Thousands)

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
SPECIAL RECREATION FUND			
(Continued)			
Department of Parks			
Division of Parks, Operations, and Facility Management			
Personal Services	\$ 220	\$ 139	\$ 81
Non-Personal Services	551	329	222
Total Division of Parks, Operations and Facility Mgt	<u>771</u>	<u>468</u>	<u>303</u>
Total Department of Parks	771	468	303
Nondepartmental Accounts			
Public Employee Assistance	3	3	-
Workers' Compensation Insurance	39	38	1
General Fund Overhead	173	173	-
Total Nondepartmental Accounts	<u>215</u>	<u>214</u>	<u>1</u>
Total Expenditures	<u>4,792</u>	<u>3,631</u>	<u>1,161</u>
Net Change in Fund Balance	(729)	728	1,457
Cancellation of Prior Year Encumbrances	39	39	
Fund Balance - January 1	<u>2,997</u>	<u>2,997</u>	
Fund Balance - December 31	<u>\$ 2,307</u>	<u>\$ 3,764</u>	<u>\$ 1,457</u>

Schedule of Revenue, Expenditures and Changes in Fund Balance
Budget(Non-GAAP Budgetary Basis) and Actual
For the year ended December 31, 2012
(Amounts in Thousands)

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
RECREATION GRANTS			
REVENUES			
Use of Money and Property	\$ 29	\$ 29	\$ -
Federal Grants	383	383	-
State Grants and Subsidies	158	158	-
Charges for Current Services	13	13	-
Total Revenues	<u>583</u>	<u>583</u>	<u>-</u>
EXPENDITURES			
Department of Recreation			
Region 1			
Non-Personal Services	<u>8</u>	<u>8</u>	<u>-</u>
Total Region 1	8	8	-
Region 2			
Non-Personal Services	<u>5</u>	<u>5</u>	<u>-</u>
Total Region 2	5	5	-
Region 3			
Non-Personal Services	<u>92</u>	<u>92</u>	<u>-</u>
Total Region 3	92	92	-
Division of Athletics			
Personal Services	515	515	-
Non-Personal Services	<u>174</u>	<u>174</u>	<u>-</u>
Total Division of Athletics	689	689	-
Division of Support Services			
Personal Services	-	-	-
Non-Personal Services	<u>123</u>	<u>123</u>	<u>-</u>
Total Division of Support Services	123	123	-
Total Department of Recreation	<u>917</u>	<u>917</u>	<u>-</u>
Nondepartmental Accounts			
Public Employees Assistance	3	3	-
Workers' Compensation Insurance	<u>8</u>	<u>8</u>	<u>-</u>
Total Division of Support Services	11	11	-
Total Expenditures	928	928	-
Excess (Deficiency) of Revenues over (under) Expenditures	(345)	(345)	-
OTHER FINANCING Sources(Uses)			
Transfers In	<u>13</u>	<u>13</u>	<u>-</u>
Total Other Financing Sources	13	13	-
Net Change in Fund Balance	(332)	(332)	-
Fund Balance - January 1	<u>3,051</u>	<u>3,051</u>	<u>-</u>
Fund Balance - December 31	<u>\$ 2,719</u>	<u>\$ 2,719</u>	<u>\$ -</u>

City of Cincinnati, Ohio
Schedule of Revenue, Expenditures and Changes in Fund Balance
Budget(Non-GAAP Budgetary Basis) and Actual
For the year ended December 31, 2012
(Amounts in Thousands)

PARKS	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Use of Money and Property	\$ 399	\$ 399	\$ -
Charges for Current Services	696	696	-
State Grants and Subsidies	1	1	-
Miscellaneous	<u>64</u>	<u>64</u>	<u>-</u>
Total Revenues	1,160	1,160	-
EXPENDITURES			
Department of Parks			
Division of Operations and Facility Management			
Personal Services	188	188	-
Non-Personal Services	<u>88</u>	<u>88</u>	<u>-</u>
Total Division of Operations and Facility Management	276	276	-
Division of Administration and Program Services			
Personal Services	562	562	-
Non-Personal Services	<u>309</u>	<u>309</u>	<u>-</u>
Total Division of Administration and Program Services	<u>871</u>	<u>871</u>	<u>-</u>
Total Department of Parks	1,147	1,147	-
Nondepartmental Accounts			
Workers' Compensation Insurance	6	6	-
Life Insurance	<u>5</u>	<u>5</u>	<u>-</u>
Total Nondepartmental Accounts	<u>11</u>	<u>11</u>	<u>-</u>
Total Expenditures	<u>1,158</u>	<u>1,158</u>	<u>-</u>
Excess (Deficiency) of Revenues over (under) Expenditures	2	2	-
OTHER FINANCING (USES)			
Transfers Out	<u>(23)</u>	<u>(23)</u>	<u>-</u>
Total Financing Uses	<u>(23)</u>	<u>(23)</u>	<u>-</u>
Net Change in Fund Balances	(21)	(21)	-
Fund Balance - January 1	<u>2,972</u>	<u>2,972</u>	<u>-</u>
Fund Balance - December 31	<u>\$ 2,951</u>	<u>\$ 2,951</u>	<u>\$ -</u>

City of Cincinnati, Ohio
Schedule of Revenue, Expenditures and Changes in Fund Balance
Budget(Non-GAAP Budgetary Basis) and Actual
For the year ended December 31, 2012
(Amounts in Thousands)

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
SAFETY			
REVENUES			
Licenses and Permits	\$ 74	\$ 74	\$ -
Use of Money and Property	17	17	-
Intergovernmental Revenue	10,577	10,577	-
Federal Grants	4,761	4,761	-
Charges for Current Services	1,663	1,663	-
Miscellaneous	130	130	-
	<u>17,222</u>	<u>17,222</u>	<u>-</u>
Total Revenues	17,222	17,222	-
EXPENDITURES			
Enterprise Technology Services			
Personal Services	1,465	1,465	-
Non-Personal Services	3,235	3,235	-
Capital Outlay	3,420	3,420	-
	<u>8,120</u>	<u>8,120</u>	<u>-</u>
Total Enterprise Technology Services	8,120	8,120	-
Department of Police			
Personal Services	25	25	-
Non-Personal Services	5,040	5,040	-
Capital Outlay	412	412	-
Debt Services	270	270	-
	<u>5,747</u>	<u>5,747</u>	<u>-</u>
Total Department of Police	5,747	5,747	-
Department of Emergency Communications			
Personal Services	913	913	-
Non-Personal Services	353	353	-
	<u>1,266</u>	<u>1,266</u>	<u>-</u>
Total Department of Emergency Communications	1,266	1,266	-
Department of Fire			
Personal Services	448	448	-
Non-Personal Services	448	448	-
Capital Outlay	48	48	-
	<u>944</u>	<u>944</u>	<u>-</u>
Total Department of Fire	944	944	-
Nondepartmental Accounts			
Public Employees Assistance	2	2	-
Workers' Compensation Program	19	19	-
General Fund Overhead	143	143	-
	<u>164</u>	<u>164</u>	<u>-</u>
Total Nondepartmental Accounts	164	164	-
Total Expenditures	<u>16,241</u>	<u>16,241</u>	<u>-</u>
Excess (Deficiency) of Revenues over (under) Expenditures	981	981	-
OTHER FINANCING SOURCES (USES)			
Transfers In	8	8	-
Transfers Out	81	81	-
	<u>89</u>	<u>89</u>	<u>-</u>
Total Other Financing Sources	89	89	-
Net Change in Fund Balance	1,070	1,070	-
Fund Balance - January 1	<u>6,475</u>	<u>6,475</u>	<u>-</u>
Fund Balance - December 31	<u>\$ 7,545</u>	<u>\$ 7,545</u>	<u>\$ -</u>

City of Cincinnati, Ohio
Schedule of Revenue, Expenditures and Changes in Fund Balance
Budget(Non-GAAP Budgetary Basis) and Actual
For the year ended December 31, 2012
(Amounts in Thousands)

HEALTH	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Licenses and Permits	\$ 1,112	\$ 1,112	\$ -
Use of Money and Property	3	3	-
Intergovernmental Revenue	1,310	1,310	-
Federal Grants	1,286	1,286	-
State Grants and Subsidies	4,618	4,618	-
Charges for Current Services	4,865	4,865	-
Miscellaneous Revenue	194	194	-
Special Assessments	1	1	-
	<hr/>	<hr/>	<hr/>
Total Revenues	13,389	13,389	-
EXPENDITURES			
Department of Public Health			
Office of the Commissioner			
Personal Services	286	286	-
Non-Personal Services	542	542	-
	<hr/>	<hr/>	<hr/>
Total Office of the Commissioner	828	828	-
Division of Community Health			
Personal Services	1,816	1,816	-
Non-Personal Services	1,286	1,286	-
	<hr/>	<hr/>	<hr/>
Total Division of Community Health	3,102	3,102	-
Division of Primary Care - Special Programs			
Personal Services	3,675	3,675	-
Non-Personal Services	1,619	1,619	-
	<hr/>	<hr/>	<hr/>
Total Division of Primary Care - Special Programs	5,294	5,294	-
Division of Primary Care - Health Centers			
Personal Services	1,593	1,593	-
Non-Personal Services	1,745	1,745	-
	<hr/>	<hr/>	<hr/>
Total Division of Primary Care - Health Centers	3,338	3,338	-
Division of School and Adolescent Health			
Personal Services	1,807	1,807	-
Non-Personal Services	511	511	-
	<hr/>	<hr/>	<hr/>
Total Division of School and Adolescent Health	2,318	2,318	-
	<hr/>	<hr/>	<hr/>
Total Department of Public Health	14,880	14,880	-
Nondepartmental Accounts			
Public Employee Assistance	8	8	-
Workers' Compensation Insurance	115	115	-
General Fund Overhead Charge	131	131	-
	<hr/>	<hr/>	<hr/>
Total Nondepartmental Accounts	254	254	-
	<hr/>	<hr/>	<hr/>
Total Expenditures	15,134	15,134	-
	<hr/>	<hr/>	<hr/>
Net Change in Fund Balance	(1,745)	(1,745)	-
Fund Balance - January 1	2,841	2,841	-
	<hr/>	<hr/>	<hr/>
Fund Balance - December 31	\$ 1,096	\$ 1,096	\$ -
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

City of Cincinnati, Ohio
Schedule of Revenue, Expenditures and Changes in Fund Balance
Budget(Non-GAAP Budgetary Basis) and Actual
For the year ended December 31, 2012
(Amounts in Thousands)

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
CINCINNATI BLUE ASH AIRPORT			
REVENUES			
Use of Money and Property	\$ 12	\$ 12	\$ -
Total Revenues	12	12	-
EXPENDITURES			
Department of Transportation and Engineering			
Division of Aviation			
Non-Personal Services	<u>233</u>	<u>233</u>	<u>-</u>
Total Division of Aviation	<u>233</u>	<u>233</u>	<u>-</u>
Total Department of Transportation and Engineering	<u>233</u>	<u>233</u>	<u>-</u>
Total Expenditures	<u>233</u>	<u>233</u>	<u>-</u>
Net Change in Fund Balance	(221)	(221)	-
Fund Balance - January 1	<u>438</u>	<u>438</u>	<u>-</u>
Fund Balance - December 31	<u><u>\$ 217</u></u>	<u><u>\$ 217</u></u>	<u><u>\$ -</u></u>

City of Cincinnati, Ohio
Schedule of Revenue, Expenditures and Changes in Fund Balance
Budget(Non-GAAP Budgetary Basis) and Actual
For the year ended December 31, 2012
(Amounts in Thousands)

	<u>Budget</u>	<u>Actual</u>	Variance with Budget - Positive (Negative)
COMMUNITY DEVELOPMENT			
REVENUES			
Use of Money and Property	\$ 1,263	\$ 1,263	\$ -
Federal Grants	18,455	18,455	-
Charges for Current Services	90	90	-
Miscellaneous	144	144	-
Total Revenues	19,952	19,952	-
EXPENDITURES			
Department of the City Manager			
Office of the City Manager			
Personal Services	41	41	-
Non-Personal Services	13	13	-
Total Office of the City Manager	54	54	-
Office of Budget and Evaluation			
Personal Services	242	242	-
Non-Personal Services	37	37	-
Total Office of Budget and Evaluation	279	279	-
Office of Economic Development			
Personal Services	102	102	-
Non-Personal Services	50	50	-
Capital Outlay	795	795	-
Total Office of Economic Development	947	947	-
Total Department of the City Manager	1,280	1,280	-
Department of Finance			
Division of Accounts and Audits			
Personal Services	66	66	-
Total Division of Accounts and Audits	66	66	-
Division of Treasury			
Personal Services	21	21	-
Total Division of Treasury	21	21	-
Division of Income Tax			
Capital Outlay	4	4	-
Total Division of Income Tax	4	4	-
Total Department of Finance	91	91	-

(Continued)

City of Cincinnati, Ohio
Schedule of Revenue, Expenditures and Changes in Fund Balance
Budget(Non-GAAP Budgetary Basis) and Actual
For the year ended December 31, 2012
(Amounts in Thousands)

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
COMMUNITY DEVELOPMENT			
(Continued)			
EXPENDITURES			
Department of Community Development			
Office of the Director			
Personal Services	\$ 181	\$ 181	\$ -
Non-Personal Services	235	235	-
Capital Outlay	1,007	1,007	-
Total Office of the Director	<u>1,423</u>	<u>1,423</u>	<u>-</u>
Division of Housing Development			
Personal Services	334	334	-
Non-Personal Services	115	115	-
Capital Outlay	8,524	8,524	-
Total Division of Housing Development	<u>8,973</u>	<u>8,973</u>	<u>-</u>
Division of Community Development			
Capital Outlay	2,277	2,277	-
Total Division of Community Development	<u>2,277</u>	<u>2,277</u>	<u>-</u>
Division of New Construction and Existing Building Standards			
Capital Outlay	2,340	2,340	-
Total Division of New Construction and Existing Building Standards	<u>2,340</u>	<u>2,340</u>	<u>-</u>
Total Department of Community Development	15,013	15,013	-
Department of City Planning and Buildings			
Division of City Planning			
Personal Services	400	400	-
Non-Personal Services	16	16	-
Total Division of City Planning	<u>416</u>	<u>416</u>	<u>-</u>
Total Department of City Planning and Buildings	416	416	-
Department of Citizens' Complaint Authority			
Personal Services	16	16	-
Total Department of Citizens' Complaint Authority	<u>16</u>	<u>16</u>	<u>-</u>
Department of Parks			
Division of Administration and Program Services			
Capital Outlay	81	81	-
Total Division of Administration and Program Services	<u>81</u>	<u>81</u>	<u>-</u>
Total Department of Parks	81	81	-
Department of Police			
Capital Outlay	73	73	-
Total Department of Police	<u>73</u>	<u>73</u>	<u>-</u>

(Continued)

City of Cincinnati, Ohio
Schedule of Revenue, Expenditures and Changes in Fund Balance
Budget(Non-GAAP Budgetary Basis) and Actual
For the year ended December 31, 2012
(Amounts in Thousands)

	Budget	Actual	Variance with Budget - Positive (Negative)
COMMUNITY DEVELOPMENT			
(Continued)			
EXPENDITURES			
Department of Public Services			
Division of City Facility Management			
Capital Outlay	\$ 490	\$ 490	\$ -
Total Division of City Facility Management	490	490	-
Total Department of Public Services	490	490	-
Department of Health			
Division of Community Health			
Capital Outlay	662	662	-
Division of Community Health	662	662	-
Total Department of Health	662	662	-
Nondepartmental Accounts			
Contribution to Pension System	59	59	-
Public Employee Assistance	2	2	-
Auditors and Treasurers Fees	6	6	-
Workers' Compensation Insurance	21	21	-
Indirect Costs	397	397	-
Special Investigations and Studies	553	553	-
Total Nondepartmental Accounts	1,038	1,038	-
Total Expenditures	19,160	19,160	-
Excess (Deficiency) of Revenues over (under) Expenditures	792	792	-
OTHER FINANCING SOURCES			
Transfers In	43	43	-
Total Other Financing Sources	43	43	-
Net Change in Fund Balance	835	835	
Fund Balance - January 1	(2,993)	(2,993)	
Fund Balance - December 31	\$ (2,158)	\$ (2,158)	\$ -

City of Cincinnati, Ohio
Schedule of Revenue, Expenditures and Changes in Fund Balance
Budget(Non-GAAP Budgetary Basis) and Actual
For the year ended December 31, 2012
(Amounts in Thousands)

	Budget	Actual	Variance with Budget - Positive (Negative)
DEPARTMENT OF LABOR GRANTS			
REVENUES			
Federal Grants	\$ 120	\$ 119	\$ (1)
Total Revenues	120	119	(1)
EXPENDITURES			
Department of Community Development and Planning Division of Housing Development Non-Personal Services	119	119	-
Total Division of Housing Development	119	119	-
Total Department of Community Development and Planning	119	119	-
Total Expenditures	119	119	-
OTHER FINANCING SOURCES (USES)			
Transfers Out	(472)	(472)	-
Total Other Financing Uses	(472)	(472)	-
Net Change in Fund Balance	(471)	(472)	(1)
Fund Balance - January 1	487	487	
Fund Balance - December 31	\$ 16	\$ 15	\$ (1)

City of Cincinnati, Ohio
Schedule of Revenue, Expenditures and Changes in Fund Balance
Budget(Non-GAAP Budgetary Basis) and Actual
For the year ended December 31, 2012
(Amounts in Thousands)

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
OTHER GRANTS AND SPECIAL REVENUES			
REVENUES			
Taxes	\$ 2,330	\$ 2,330	\$ -
Use of Money and Property	1,903	1,903	-
Special Assessments	4,914	4,914	-
Federal Grants	19,173	19,173	-
State Grants and Subsidies	191	191	-
Charges for Current Services	317	317	-
License and Permits	16	16	-
Miscellaneous	660	660	-
Total Revenues	<u>29,504</u>	<u>29,504</u>	-
EXPENDITURES			
Department of the City Manager			
Office of the City Manager			
Non-Personal Services	181	181	-
Total Office of the City Manager	<u>181</u>	<u>181</u>	-
Office of Budget and Evaluation			
Non-Personal Services	229	229	-
Capital Outlay	86	86	-
Total Office of Budget and Evaluation	<u>315</u>	<u>315</u>	-
Office of Environmental Management			
Personal Services	4	4	-
Non-Personal Services	210	210	-
Capital Outlay	236	236	-
Debt Service	165	165	-
Total Office of Environmental Management	<u>615</u>	<u>615</u>	-
Office of Economic Development			
Non-Personal Services	252	252	-
Total Office of Economic Development	<u>252</u>	<u>252</u>	-
Total Department of the City Manager	<u>1,363</u>	<u>1,363</u>	-
Department of Human Resources			
Non-Personal Services	8	8	-
Total Department of Human Resources	<u>8</u>	<u>8</u>	-
Department of Finance			
Division of Accounts and Audits			
Non-Personal Services	613	613	-
Total Division of Accounts and Audits	<u>613</u>	<u>613</u>	-
Division of Treasury			
Non-Personal Services	4,516	4,516	-
Total Division of Treasury	<u>4,516</u>	<u>4,516</u>	-
Total Department of Finance	<u>5,129</u>	<u>5,129</u>	-

(Continued)

City of Cincinnati, Ohio
 Schedule of Revenue, Expenditures and Changes in Fund Balance
 Budget(Non-GAAP Budgetary Basis) and Actual
 For the year ended December 31, 2012
 (Amounts in Thousands)

OTHER GRANTS AND SPECIAL REVENUES	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
(Continued)			
Expenditures			
Department of Community Development and Planning			
Division of Housing Development	97	97	-
Non-Personal Services	339	339	-
Capital Outlay	<u>12,274</u>	<u>12,274</u>	<u>-</u>
Total Division of Housing Development	12,710	12,710	-
Division of Community Development			
Personal Services	28	28	-
Non-Personal Services	<u>18</u>	<u>18</u>	<u>-</u>
Total Division of Community Development	46	46	-
Division of New Construction and Existing Building Standards			
Personal Services	27	27	-
Non-Personal Services	70	70	-
Capital Outlay	<u>255</u>	<u>255</u>	<u>-</u>
Total Division of New Construction and Existing Building Standards	<u>352</u>	<u>352</u>	<u>-</u>
Total Department of Community Development and Planning	13,108	13,108	-
Department of City Planning			
Licenses and Permits			
Capital Outlay	<u>12</u>	<u>12</u>	<u>-</u>
Total Department of City Planning	12	12	-
Department of Parks			
Division of Operations and Facility Management			
Personal Services	604	604	-
Non-Personal Services	<u>1,546</u>	<u>1,546</u>	<u>-</u>
Total Department of Parks	2,150	2,150	-

(Continued)

City of Cincinnati, Ohio
Schedule of Revenue, Expenditures and Changes in Fund Balance
Budget(Non-GAAP Budgetary Basis) and Actual
For the year ended December 31, 2012
(Amounts in Thousands)

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
OTHER GRANTS AND SPECIAL REVENUES			
(Continued)			
Expenditures			
Department of Police			
Non-Personal Services	\$ 3,589	\$ 3,589	\$ -
Total Department of Police	3,589	3,589	-
Department of Transportation and Engineering			
Division of Engineering			
Capital Outlay	612	612	-
Total Division of Engineering	612	612	-
Division of Traffic Engineering			
Personal Services	124	124	-
Non-Personal Services	210	210	-
Capital Outlay	(10)	(10)	-
Total Division of Traffic Engineering	324	324	-
Total Department of Transportation and Engineering	936	936	-
Department of Public Services			
Division of Traffic and Road Operations			
Personal Services	106	106	-
Non-Personal Services	369	369	-
Total Division of Traffic and Road Operations	475	475	-
Division of Neighborhood Operations			
Non-Personal Services	55	55	-
Capital Outlay	62	62	-
Total Division of Neighborhood Operations	117	117	-
Division of City Facility Management			
Non-Personal Services	1,530	1,530	-
Total City Facility Management	1,530	1,530	-
Division of Fleet Services			
Capital Outlay	105	105	-
Total Division of Fleet Services	105	105	-
Total Department of Public Services	2,227	2,227	-
			(Continued)

City of Cincinnati, Ohio
Schedule of Revenue, Expenditures and Changes in Fund Balance
Budget(Non-GAAP Budgetary Basis) and Actual
For the year ended December 31, 2012
(Amounts in Thousands)

	Budget	Actual	Variance with Budget - Positive (Negative)
OTHER GRANTS AND SPECIAL REVENUES			
(Continued)			
Expenditures			
Department of Water Works			
Non-Personal Services	1	1	-
Total Department of Water Works	1	1	-
Nondepartmental Accounts			
Public Employee Assistance	1	1	-
Workers' Compensation Insurance	15	15	-
Total Department of Nondepartmental Accounts	16	16	-
Total Expenditures	28,539	28,539	-
Excess (Deficiency) of Revenues over (under) Expenditures	965	965	-
OTHER FINANCING (USES)			
Transfers Out	(3,346)	(3,346)	-
Total Other Financing Uses	(3,346)	(3,346)	-
Net Change in Fund Balance	(2,381)	(2,381)	
Fund Balance - January 1	13,423	13,423	
Fund Balance - December 31	\$ 11,042	\$ 11,042	\$ -

City of Cincinnati, Ohio
Schedule of Revenue, Expenditures and Changes in Fund Balance
Budget(Non-GAAP Budgetary Basis) and Actual
For the year ended December 31, 2012
(Amounts in Thousands)

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
BETTMAN NATURE CENTER			
REVENUES			
Use of Money and Property	\$ 106	\$ 106	\$ -
Total Revenues	106	106	-
EXPENDITURES			
Department of Parks			
Division of Operations and Facility Management			
Non-Personal Services	10	10	-
Total Division of Operations and Facility Management	10	10	-
Total Department of Parks	10	10	-
Total Expenditures	10	10	-
Excess (Deficiency) of Revenues over (under) Expenditures	96	96	-
OTHER FINANCING (USES)			
Transfers Out	(46)	(46)	-
Total Other Financing Uses	(46)	(46)	-
Net Change in Fund Balance	50	50	-
Fund Balance - January 1	1,203	1,203	-
Fund Balance - December 31	<u>\$ 1,253</u>	<u>\$ 1,253</u>	<u>\$ -</u>

City of Cincinnati, Ohio
Schedule of Revenue, Expenditures and Changes in Fund Balance
Budget(Non-GAAP Budgetary Basis) and Actual
For the year ended December 31, 2012
(Amounts in Thousands)

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
GROESBECK ENDOWMENT FUND			
REVENUES			
Use of Money and Property	\$ 16	\$ 16	\$ -
Total Revenues	16	16	-
Excess (Deficiency) of Revenues over (under) Expenditures	16	16	-
OTHER FINANCING (USES)			
Transfers Out	(16)	(16)	-
Total Other Financing Uses	(16)	(16)	-
Net Change in Fund Balance	-	-	-
Fund Balance - January 1	57	57	-
Fund Balance - December 31	<u>\$ 57</u>	<u>\$ 57</u>	<u>\$ -</u>

City of Cincinnati, Ohio
Schedule of Revenue, Expenditures and Changes in Fund Balance
Budget(Non-GAAP Budgetary Basis) and Actual
For the year ended December 31, 2012
(Amounts in Thousands)

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
SCHMIDLAPP PARK MUSIC FUND			
REVENUES			
Use of Money and Property	\$ 1	\$ 1	\$ -
Total Revenues	1	1	-
Excess (Deficiency) of Revenues over (under) Expenditures	1	1	-
OTHER FINANCING (USES)			
Transfers Out	(1)	(1)	-
Total Other Financing Uses	(1)	(1)	-
Net Change in Fund Balance	-	-	-
Fund Balance - January 1	51	51	-
Fund Balance - December 31	<u>\$ 51</u>	<u>\$ 51</u>	<u>\$ -</u>

City of Cincinnati, Ohio
Schedule of Revenue, Expenditures and Changes in Fund Balance
Budget(Non-GAAP Budgetary Basis) and Actual
For the year ended December 31, 2012
(Amounts in Thousands)

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
JOANNA PETERS BEQUEST			
REVENUES			
Use of Money and Property	\$ 1	\$ 1	\$ -
Total Revenues	1	1	-
<hr/>			
Excess (Deficiency) of Revenues over (under) Expenditures	1	1	-
Fund Balance - January 1	120	120	
Fund Balance - December 31	<u>\$ 121</u>	<u>\$ 121</u>	<u>\$ -</u>

City of Cincinnati, Ohio
Schedule of Revenue, Expenditures and Changes in Fund Balance
Budget(Non-GAAP Budgetary Basis) and Actual
For the year ended December 31, 2012
(Amounts in Thousands)

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
THE W. M. AMPT MUSIC ENDOWMENT FUND			
REVENUES			
Use of Money and Property	\$ 7	\$ 7	\$ -
Total Revenues	<u>7</u>	<u>7</u>	<u>-</u>
Excess (Deficiency) of Revenues over (under) Expenditures	7	7	-
OTHER FINANCING (USES)			
Transfers Out	<u>(7)</u>	<u>(7)</u>	<u>-</u>
Total Other Financing Uses	<u>(7)</u>	<u>(7)</u>	<u>-</u>
Net Change in Fund Balance	-	-	-
Fund Balance - January 1	<u>136</u>	<u>136</u>	<u>-</u>
Fund Balance - December 31	<u>\$ 136</u>	<u>\$ 136</u>	<u>\$ -</u>

City of Cincinnati, Ohio
Schedule of Revenue, Expenditures and Changes in Fund Balance
Budget(Non-GAAP Budgetary Basis) and Actual
For the year ended December 31, 2012
(Amounts in Thousands)

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
CROSLY FIELD TRUST			
REVENUES			
Use of Money and Property	\$ 57	\$ 57	\$ -
Total Revenues	57	57	-
EXPENDITURES			
Department of Recreation Division of Athletics Non-Personal Services	10	10	-
Total Department of Recreation	10	10	-
Total Expenditures	10	10	-
Excess (Deficiency) of Revenues over (under) Expenditures	47	47	-
OTHER FINANCING (USES)			
Transfers Out	(14)	(14)	-
Total Other Financing Uses	(14)	(14)	-
Net Change in Fund Balance	33	33	-
Fund Balance - January 1	541	541	-
Fund Balance - December 31	<u>\$ 574</u>	<u>\$ 574</u>	<u>\$ -</u>

City of Cincinnati, Ohio
 Schedule of Revenue, Expenditures and Changes in Fund Balance
 Budget(Non-GAAP Budgetary Basis) and Actual
 For the year ended December 31, 2012
 (Amounts in Thousands)

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
KROGER TRUST			
REVENUES			
Use of Money and Property	\$ 1	\$ 1	\$ -
Total Revenues	1	1	-
<hr/>			
Net Change in Fund Balance	1	1	-
Fund Balance - January 1	90	90	
Fund Balance - December 31	<u>\$ 91</u>	<u>\$ 91</u>	<u>\$ -</u>

City of Cincinnati, Ohio
 Schedule of Revenue, Expenditures and Changes in Fund Balance
 Budget(Non-GAAP Budgetary Basis) and Actual
 For the year ended December 31, 2012
 (Amounts in Thousands)

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
YEATMAN'S COVE PARK TRUST			
REVENUES			
Use of Money and Property	\$ 7	\$ 7	\$ -
Total Revenues	7	7	-
Net Change in Fund Balance	7	7	-
Fund Balance - January 1	<u>631</u>	<u>631</u>	
Fund Balance - December 31	<u><u>\$ 638</u></u>	<u><u>\$ 638</u></u>	<u><u>\$ -</u></u>

City of Cincinnati, Ohio
Schedule of Revenue, Expenditures and Changes in Fund Balance
Budget(Non-GAAP Budgetary Basis) and Actual
For the year ended December 31, 2012
(Amounts in Thousands)

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
PARK BOARD FUND			
REVENUES			
Use of Money and Property	\$ 369	\$ 369	\$ -
Total Revenues	369	369	-
EXPENDITURES			
Department of Parks			
Division of Administration and Program Services			
Non-Personal Services	45	45	-
Total Division of Administration and Program Services	45	45	-
Total Department of Parks	45	45	-
Total Expenditures	45	45	-
Excess (Deficiency) of Revenues over (under) Expenditures	324	324	-
OTHER FINANCING (USES)			
Transfers Out	(186)	(186)	-
Total Other Financing Uses	(186)	(186)	-
Net Change in Fund Balance	138	138	-
Fund Balance - January 1	5,429	5,429	
Fund Balance - December 31	<u>\$ 5,567</u>	<u>\$ 5,567</u>	<u>\$ -</u>

CITY OF CINCINNATI, OHIO

NON-MAJOR ENTERPRISE FUNDS

Convention Center – Used to account for the expenses from the operation of the Duke Energy Convention Center, financed primarily through user fees.

Parking Facilities - Used to account for the revenue and expenses of the parking meters, garages, and lots of the City.

General Aviation - Used to account for the expenses of Lunken Airport, financed primarily through user fees.

Municipal Golf - Used to account for the revenue received from all golf activities and for the expenses of operating the golf courses of the City.

Stormwater Management - Used to account for the operation, maintenance and improvement of a stormwater management system. Financing is provided by the users of the system in proportion to their use of the system.

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CITY OF CINCINNATI, OHIO
Combining Statement of Net Position
Nonmajor Enterprise Funds
December 31, 2012
(Amounts in Thousands)

	Business Type Activities - Enterprise Funds					Total Nonmajor Enterprise Funds
	Convention Center	Parking Facilities	General Aviation	Municipal Golf	Stormwater Management	
ASSETS						
Current Assets:						
Cash and Equivalents	\$	\$ 55	\$	\$ 12	\$	\$ 67
Equity in City Treasury Cash	580	1,478	444	313	1,129	3,944
Receivables:						
Taxes	224					224
Accounts, Net	508	9	21	4	2,193	2,735
Accrued Interest		48	11	6	29	94
Due from Other Funds	183	468	141	99	417	1,308
Due from Other Governments	899					899
Prepaid Items	65	27				92
Advances to Other Funds	1,153	11,247	996		3,589	16,985
Total Current Assets	<u>3,612</u>	<u>13,332</u>	<u>1,613</u>	<u>434</u>	<u>7,357</u>	<u>26,348</u>
Noncurrent Assets:						
Equity in City Treasury Cash	2,291	5,842	1,753	1,237	4,461	15,584
Land	11,555	7,296	13,229	1,324	7,050	40,454
Buildings, net of Accumulated Depreciation	108	7,801	687	391		8,987
Improvements, net of Accumulated Depreciation	96,433	17,290	7,464	3,752	56,687	181,626
Machinery and Equipment, net of Accumulated Depreciation	136	67	212	416	117	948
Property Acquired Under Capital Lease Net of Accumulated Amortization				1,775		1,775
Construction in Progress	1,742	3,131	1,273	4,809	4,688	15,643
Total Noncurrent Assets	<u>112,265</u>	<u>41,427</u>	<u>24,618</u>	<u>13,704</u>	<u>73,003</u>	<u>265,017</u>
Total Assets	<u>115,877</u>	<u>54,759</u>	<u>26,231</u>	<u>14,138</u>	<u>80,360</u>	<u>291,365</u>
DEFERRED OUTFLOWS OF RESOURCES						
Loss on Defeasance			15	15		30
LIABILITIES						
Current Liabilities:						
Accounts Payable	1	167	46	429	256	899
Due to Other Funds		19	5	10	102	136
Due to Fiduciary Funds		5	2		4	11
Accrued Payroll		40	22	4	32	98
Accrued Liabilities	250	1,022	20	268		1,560
Accrued Interest	2	19	2	7	5	35
Obligations Under Capital Lease				228		228
Deposits Payable			4			4
Unearned Revenue	788	73				861
Compensated Absences Payable		205	60	23	114	402
General Obligation Bonds Payable	45	250	44	282	675	1,296
Total Current Liabilities	<u>1,086</u>	<u>1,800</u>	<u>205</u>	<u>1,251</u>	<u>1,188</u>	<u>5,530</u>
Noncurrent liabilities:						
Compensated Absences Payable		190	167	15	129	501
General Obligation Bonds Payable	540	4,450	582	1,689	1,350	8,611
Obligations Under Capital Lease				1,547		1,547
Net Pension Obligation	145	1,655	646	50	913	3,409
Net Other Post Employment Benefit Obligation	46	1,038	420	30	581	2,115
Total Noncurrent Liabilities	<u>731</u>	<u>7,333</u>	<u>1,815</u>	<u>3,331</u>	<u>2,973</u>	<u>16,183</u>
Total Liabilities	<u>1,817</u>	<u>9,133</u>	<u>2,020</u>	<u>4,582</u>	<u>4,161</u>	<u>21,713</u>
DEFERRED INFLOWS OF RESOURCES						
Service Concession Arrangement		12,717				12,717
		<u>12,717</u>				<u>12,717</u>
NET POSITION						
Net Investment in Capital Assets	109,389	30,885	22,307	8,736	66,597	237,914
Unrestricted Net Position	4,671	2,024	1,919	835	9,602	19,051
Total Net Position	<u>\$ 114,060</u>	<u>\$ 32,909</u>	<u>\$ 24,226</u>	<u>\$ 9,571</u>	<u>\$ 76,199</u>	<u>\$ 256,965</u>

CITY OF CINCINNATI, OHIO
Combining Statement of Revenue, Expenses and Changes in Net Position
Nonmajor Enterprise Funds
For the year ended December 31, 2012
(Amounts in Thousands)

	<u>Business Type Activities - Enterprise Funds</u>					Total Nonmajor Enterprise Funds
	Convention Center	Parking Facilities	General Aviation	Municipal Golf	Stormwater Management	
OPERATING REVENUES						
Charges for Services	\$ 6,788	\$ 10,402	\$ 2,083	\$ 5,990	\$ 9,686	\$ 34,949
Miscellaneous Income		388		9		397
Total Operating Revenues	<u>6,788</u>	<u>10,790</u>	<u>2,083</u>	<u>5,999</u>	<u>9,686</u>	<u>35,346</u>
OPERATING EXPENSES						
Personal Services	68	2,264	798	310	2,214	5,654
Contractual Services	7,470	2,245	195	3,906	1,937	15,753
Maintenance and Repairs		229	89	28	3,689	4,035
Materials and Supplies	77	103	50	192	98	520
Utilities		184	179	498	58	919
Insurance	56	51	6	1		114
Taxes	87	1,220	41	540	1	1,889
Rent	-	109	11	46	155	321
Other Expense		102	11		274	387
Depreciation and Amortization	6,832	1,685	703	673	2,966	12,859
Total Operating Expenses	<u>14,590</u>	<u>8,192</u>	<u>2,083</u>	<u>6,194</u>	<u>11,392</u>	<u>42,451</u>
Operating Income (Loss)	<u>(7,802)</u>	<u>2,598</u>		<u>(195)</u>	<u>(1,706)</u>	<u>(7,105)</u>
NONOPERATING REVENUES (EXPENSES)						
Interest Revenue		157	35	13	89	294
Occupancy Tax	1,419					1,419
Interest Expense	(27)	(225)	(27)	(97)	(66)	(442)
Loss on Disposal of Assets		(3,348)				(3,348)
Total Non-Operating Revenues (Expenses)	<u>1,392</u>	<u>(3,416)</u>	<u>8</u>	<u>(84)</u>	<u>23</u>	<u>(2,077)</u>
Income (Loss) before Contributions and Transfers	(6,410)	(818)	8	(279)	(1,683)	(9,182)
Transfers In	1,000	578			4	1,582
Transfers (Out)	(1)	(1,620)	(12)		(2)	(1,635)
Capital Contributions			29			29
Change in Net Position	(5,411)	(1,860)	25	(279)	(1,681)	(9,206)
Net Position, January 1	<u>119,471</u>	<u>34,769</u>	<u>24,201</u>	<u>9,850</u>	<u>77,880</u>	<u>266,171</u>
Net Position, December 31	<u>\$ 114,060</u>	<u>\$ 32,909</u>	<u>\$ 24,226</u>	<u>\$ 9,571</u>	<u>\$ 76,199</u>	<u>\$ 256,965</u>

CITY OF CINCINNATI, OHIO
Combining Statement of Cash Flows
Nonmajor Enterprise Funds
For the year ended December 31, 2012
(Amounts in Thousands)

	<u>Business Type Activities - Enterprise Funds</u>					Total Nonmajor Enterprise Funds
	Convention Center	Parking Facilities	General Aviation	Municipal Golf	Stormwater Management	
Cash Flows from Operating Activities:						
Receipts from Customers	\$ 5,529	\$ 9,414	\$ 2,109	\$ 5,996	\$ 9,456	\$ 32,504
Receipts from Other Funds	1,264	962				2,226
Payments to Suppliers	(7,977)	(2,625)	(533)	(5,309)	(3,191)	(19,635)
Payments to Other Funds	(56)	(417)			(3,515)	(3,988)
Payments to Employees	(68)	(2,192)	(785)	(346)	(2,117)	(5,508)
Payments for Property Taxes	(87)	(1,047)	(41)		(1)	(1,176)
Net Cash Provided (Used) by Operating Activities	<u>(1,395)</u>	<u>4,095</u>	<u>750</u>	<u>341</u>	<u>632</u>	<u>4,423</u>
Cash Flows from Noncapital Financing Activities:						
Repayment of Advances Made To Other Funds				38	1,395	1,433
Advances to Other Funds	(242)	(8,243)	(17)			(8,502)
Amounts Due From Other Funds for City Notes	(101)	(88)	(81)	(52)	(175)	(497)
Occupancy Tax	1,398					1,398
Transfers to Other Funds	(1)	(1,620)			(2)	(1,623)
Transfers from Other Funds	1,000	578	(12)		4	1,570
Net Cash Provided (Used) by Noncapital Financing	<u>\$ 2,054</u>	<u>\$ (9,373)</u>	<u>\$ (110)</u>	<u>\$ (14)</u>	<u>\$ 1,222</u>	<u>\$ (6,221)</u>
Cash Flows from Capital and Related Financing Activities:						
Proceeds from Sale of Bonds			150	150		300
Capital Items Expensed	77					77
Capital Contributed by Other Sources			29			29
Acquisition of Property, Plant and Equipment	(32)		(112)		(39)	(183)
Interest Paid on Bonds and Notes	(27)	(225)	(30)	(100)	(67)	(449)
Principal Paid on Bonds and Notes	(45)	(150)	(191)	(428)	(675)	(1,489)
Payments on Long Term Capital Leases Obligations				(61)		(61)
Additions to Construction in Progress	(697)	(711)	(452)	(38)	(2,098)	(3,996)
Net Cash (Used) by Capital and Related Financing Activities	<u>(724)</u>	<u>(1,086)</u>	<u>(606)</u>	<u>(477)</u>	<u>(2,879)</u>	<u>(5,772)</u>
Cash Flow from Investing Activities:						
Interest and Dividends on Investments		165	37	15	99	316
Net Cash Provided by Investing Activities		<u>165</u>	<u>37</u>	<u>15</u>	<u>99</u>	<u>316</u>
Net Increase (decrease) in Cash and Cash Equivalents	(65)	(6,199)	71	(135)	(926)	(7,254)
Cash and Cash Equivalents at Beginning of Year	2,936	13,574	2,126	1,697	6,516	26,849
Cash and Cash Equivalents at End of Year	<u>\$ 2,871</u>	<u>\$ 7,375</u>	<u>\$ 2,197</u>	<u>\$ 1,562</u>	<u>\$ 5,590</u>	<u>\$ 19,595</u>

(Continued)

CITY OF CINCINNATI, OHIO
Combining Statement of Cash Flows
Nonmajor Enterprise Funds
For the year ended December 31, 2012
(Amounts in Thousands)

	<u>Business Type Activities - Enterprise Funds</u>					Total Nonmajor Enterprise Funds
	Convention Center	Parking Facilities	General Aviation	Municipal Golf	Stormwater Management	
(Continued)						
<u>Reconciliation of Operating Income (Loss) to</u>						
<u>Net Cash Provided (Used) by</u>						
<u>Operating Activities:</u>						
Operating Income (Loss)	\$ (7,802)	\$ 2,598	\$	\$ (195)	\$ (1,706)	\$ (7,105)
Depreciation and Amortization	6,832	1,685	703	673	2,966	12,859
Changes in Assets, Deferred Inflows/Outflows and Liabilities:						
(Increase) Decrease in:						
Receivables	(41)	4	26	(3)	(216)	(230)
Due from Other Funds					(14)	(14)
Due from Other Governments	(80)					(80)
Prepaid Items	(54)	(10)	19			(45)
Increase (Decrease) in:						
Accounts Payable	(168)	14	(11)	(100)	(487)	(752)
Due to Other Funds		(6)		2	(8)	(12)
Due to Fiduciary Funds		(7)	(3)	(1)	(4)	(15)
Accrued Payroll		(43)	(21)	(5)	(23)	(92)
Accrued Liabilities	(208)	161		(35)	(1)	(83)
Deferred Inflows		(197)				(197)
Unearned Revenue	126	(221)				(95)
Compensated Absences Payable		19	(4)		55	70
Unpaid Claims Payable		(5)				(5)
Net Pension Obligation		122	48	6	82	258
Net Other Post Employment Benefit Obligation		(19)	(7)	(1)	(12)	(39)
Net Cash Provided (Used) by Operating Activities	<u>\$ (1,395)</u>	<u>\$ 4,095</u>	<u>\$ 750</u>	<u>\$ 341</u>	<u>\$ 632</u>	<u>\$ 4,423</u>
<u>Schedule of Noncash Investing,</u>						
<u>Capital and Financing Activities:</u>						
Change in Fair Value of Investments		\$ (8)	\$ (2)	\$ 1	\$ (5)	\$ (14)
Property Plant and Equipment						
Acquired through a capital lease				1,836		1,836
Contributed by Other Funds			48			48
Total Noncash Investing, Capital and Financing Activities		<u>\$ (8)</u>	<u>\$ 46</u>	<u>\$ 1,837</u>	<u>\$ (5)</u>	<u>\$ 1,870</u>

CITY OF CINCINNATI, OHIO

INTERNAL SERVICE FUNDS

Purchasing, Reproduction, and Printing - Used to account for revenue from City departments and for the expenses of operations and maintenance of the Division of Reproduction and Printing. Also, used to account for the revenue and expenses related to the distribution and sale of materials and supplies.

Fleet Services - Used to account for revenue from City departments for auto repairs and maintenance and to account for the expenses necessary to provide this service.

Property Management - Used to account for proceeds of City leases and land sales and to account for costs of administering the fixed assets of the City.

Self Insurance-Medical - Used to account for monies appropriated from the General or other funds or received from contract agencies, employees, members of council and others, including interest earned, and to make expenditures for employee medical costs.

Self Insurance-Workers' Compensation - Used to receive, from all City funds, workers' compensation premium charges, and to pay workers' compensation premium payments, claim costs and reserve settlements.

Enterprise Technology Services - Used to account for revenue and expenses related to the delivery of data processing services to the City, Hamilton County, and others.

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CITY OF CINCINNATI, OHIO
Combining Statement of Net Position
Internal Service Funds
December 31, 2012
(Amounts in Thousands)

	Purchasing Reproduction and Printing	Fleet Services	Property Management	Self Insurance Medical	Self Insurance Workers' Compensation	Enterprise Technology Services	Total Internal Service Funds
ASSETS							
Current Assets:							
Cash and Equivalents				45			45
Equity in City Treasury Cash			310	3,409	3,661	759	8,403
Receivables:							
Accounts, Net	19	161		9			189
Accrued Interest				43	62	9	114
Due from Other Funds	173	1,267	98	1,077	1,158	974	4,747
Due from Fiduciary Funds						32	32
Due from Other Governments						136	136
Prepaid Items		5	10	1,207	91	197	1,510
Inventory	43	393					436
Advances to Other Funds						1,248	1,248
Total Current Assets	268	2,057	418	5,790	4,972	3,355	16,860
Noncurrent Assets:							
Equity in City Treasury Cash	129	911	1,226	13,476	14,472	2,999	33,213
Land		283					283
Improvements, net of Accumulated Depreciation		2,284	1			4,419	6,704
Machinery and Equipment, net of Accumulated Depreciation	250	1,053		3	77	12,643	14,026
Property Acquired Under Capital Lease, net of Accumulated Amortization	163						163
Other Assets		1,357					1,357
Total Noncurrent Assets	542	5,888	1,227	13,479	14,549	20,061	55,746
Total Assets	810	7,945	1,645	19,269	19,521	23,416	72,606

(Continued)

CITY OF CINCINNATI, OHIO
Combining Statement of Net Position
Internal Service Funds
December 31, 2012
(Amounts in Thousands)

	Purchasing Reproduction and Printing	Fleet Services	Property Management	Self Insurance Medical	Self Insurance Workers' Compensation	Enterprise Technology Services	Total Internal Service Funds
(Continued)							
LIABILITIES							
Current Liabilities:							
Accounts Payable	\$ 102	\$ 678	\$	\$ 2,802	\$ 320	\$ 379	\$ 4,281
Due to Other Funds	2	61	2	5		3	73
Due to Fiduciary Funds	1	13	1	2,669		8	2,692
Accrued Payroll	6	107	6	29	1	73	222
Accrued Liabilities		1			199	414	614
Obligations under Capital Leases	106						106
Deposits Payable			343				343
Compensated Absences Payable	44	347	3	101	3	256	754
Unpaid Claims Payable				6,600	3,777		10,377
Total Current Liabilities	261	1,207	355	12,206	4,300	1,133	19,462
Noncurrent Liabilities:							
Estimated Liability for Compensated Absences	15	353	23	98	12	327	828
Estimated Liability for Unpaid Claims					7,116		7,116
Advances from Other Funds	50	1,402	177	125			1,754
Advances from Other Governments		20				2	22
Obligations under Capital Leases	100						100
Net Pension Obligation	322	3,260	245	229	3	3,963	8,022
Net Other Post Employment Benefit Obligation	184	1,781	141	86		1,994	4,186
Total Noncurrent Liabilities	671	6,816	586	538	7,131	6,286	22,028
Total Liabilities	932	8,023	941	12,744	11,431	7,419	41,490
NET POSITION							
Net Investment in Capital Assets	207	3,620	1	3	77	17,062	20,970
Restricted		1,357					1,357
Unrestricted Net Position	(329)	(5,055)	703	6,522	8,013	(1,065)	8,789
Total Net Position	\$ (122)	\$ (78)	\$ 704	\$ 6,525	\$ 8,090	\$ 15,997	\$ 31,116

CITY OF CINCINNATI, OHIO
Combining Statement of Revenue, Expenses and Changes in Fund Net Position
Internal Service Funds
For the year ended December 31, 2012
(Amounts in Thousands)

	Purchasing Reproduction and Printing	Fleet Services	Property Management	Self Insurance Medical	Self Insurance Workers' Compensation	Enterprise Technology Services	Total Internal Service Funds
OPERATING REVENUES							
Charges for Services	\$ 2,458	\$ 16,624	\$ 1,911	\$ 94,137	\$ 4,178	\$ 9,100	\$ 126,497
Miscellaneous							1,911
Total Operating Revenues	2,458	16,624	1,911	94,137	4,178	9,100	128,408
OPERATING EXPENSES							
Personal Services	446	5,019	234	1,851	61	4,184	11,795
Contractual Services	565	496	27	2,009	70	2,129	5,296
Maintenance and Repairs	42	495				587	1,124
Materials and Supplies	1,306	10,367	4	3	7	160	11,847
Utilities	2	161	2	9		628	802
Insurance		10		85,183	4,195	15	89,403
Rent	11	18	38	61		736	864
Depreciation and Amortization	146	270	2	1	5	5,038	5,462
Other Expense		6	1	33			40
Total Operating Expenses	2,518	16,842	308	89,150	4,338	13,477	126,633
Operating Income (Loss)	(60)	(218)	1,603	4,987	(160)	(4,377)	1,775
NONOPERATING REVENUES (EXPENSES)							
Interest Expense	(11)						(11)
Interest Revenue				149	189	24	362
Loss on Disposal of Assets		(457)					(457)
Total Non-Operating Revenue (Expenses)	(11)	(457)		149	189	24	(106)
Income (Loss) before Contributions and Transfers	(71)	(675)	1,603	5,136	29	(4,353)	1,669
Transfers In						739	739
Transfers (Out)			(1,414)			(173)	(1,587)
Capital Contribution		89					89
Change in Net Position	(71)	(586)	189	5,136	29	(3,787)	910
Net Position, January 1	(51)	508	515	369	8,061	19,784	29,186
Restatement of Net position				1,020			1,020
Restated Net Position	(51)	508	515	1,389	8,061	19,784	30,206
Net Position, December 31	\$ (122)	\$ (78)	\$ 704	\$ 6,525	\$ 8,090	\$ 15,997	\$ 31,116

CITY OF CINCINNATI, OHIO
Combining Statement of Cash Flows
Internal Service Funds
For the year ended December 31, 2012
(Amounts in Thousands)

	Purchasing Reproduction and Printing	Fleet Services	Property Management	Self Insurance Medical	Self Insurance Workers' Compensation	Enterprise Technology Services	Total Internal Service Funds
<u>Cash Flows from Operating Activities:</u>							
Receipts from Customers	\$ 2,453	\$ 333	\$ 2,120	\$ 10,498	\$ 463	\$ 1,607	\$ 15,021
Receipts from Other Funds		16,320		61,419	3,715	7,235	91,142
Receipts from Retirement System				22,220			22,220
Payment to Suppliers	(2,022)	(10,090)	(71)	(84,217)	(4,466)	(3,292)	(104,158)
Payments to Other Funds	(4)	(1,950)				(1,224)	(3,178)
Payments to Employees	(460)	(4,847)	(219)	(1,497)	(42)	(4,019)	(11,084)
Net Cash Provided (Used) by Operating Activities	(33)	(234)	1,830	8,423	(330)	307	9,963
<u>Cash Flows from Noncapital Financing Activities:</u>							
Advances Made to Other Funds	50	1,352	(65)	(824)	(626)	(128)	1,402
Advances Received From Other Funds							(1,699)
Due from Other Funds for City Note Payable		(56)				(1)	(1)
Repayment of Amount Due to Other Fund						401	401
Advances from Other Funds							
Proceeds from Sale of Inventory			(1,414)			(173)	(1,587)
Transfers to Other Funds						739	739
Transfers from Other Funds							
Net Cash Provided (Used) by Noncapital Financing Activities	50	1,296	(1,479)	(824)	(626)	838	(745)
<u>Cash Flows from Capital and Related Financing Activities:</u>							
Contributions from Other Sources		89					89
Acquisition of Property, Plant and Equipment		(89)			(82)	(325)	(496)
Capital Items Expensed						(94)	(94)
Additions to Construction In Progress						(966)	(966)
Interest Paid on Debt	(11)						(11)
Payment on Long Term Capital Lease Obligations	(73)						(73)
Net Cash (Used) by Capital and Related Financing Activities	(84)				(82)	(1,385)	(1,551)
<u>Cash Flows from Investing Activities:</u>							
Investment Purchases		(542)					(542)
Interest on Investments				116	203	24	343
Net Cash Provided by Investing Activities		(542)		116	203	24	(199)
Net Increase (Decrease) in Cash and Cash Equivalents	(67)	520	351	7,715	(835)	(216)	7,468
Cash and Cash Equivalents at Beginning of Year Restated	229	622	1,185	9,215	18,968	3,974	34,193
Cash and Cash Equivalents at End of Year	\$ 162	\$ 1,142	\$ 1,536	\$ 16,930	\$ 18,133	\$ 3,758	\$ 41,661

CITY OF CINCINNATI, OHIO
Combining Statement of Cash Flows
Internal Service Funds
For the year ended December 31, 2012
(Amounts in Thousands)

	Purchasing Reproduction and Printing	Fleet Services	Property Management	Self Insurance Medical	Self Insurance Workers' Compensation	Enterprise Technology Services	Total Internal Service Funds
<u>Reconciliation of Operating Income(Loss) to Net Cash Provided (Used) by Operating Activities:</u>							
Operating Income (Loss)	\$ (60)	\$ (218)	\$ 1,603	\$ 4,987	\$ (160)	\$ (4,377)	\$ 1,775
Depreciation and Amortization	146	270	2	1	5	5,038	5,462
Changes in Assets and Liabilities:							
(Increase) Decrease in:							
Receivables	3	39				127	169
Due from Other Funds	(8)	(10)		72		(458)	(404)
Due from Fiduciary Funds				3,025		12	3,037
Due from Other Governments						47	47
Inventory		4					4
Prepaid Items			1		(91)	(152)	(242)
Increase (Decrease) in:							
Accounts Payable	(102)	(489)	(1)	(177)	(46)	(77)	(892)
Deposits Payable			209				209
Due to Other Funds	2	(2)	1	(8)		18	11
Due to Fiduciary Funds	(1)	(16)	(1)	2,661		(10)	2,633
Accrued Payroll	(13)	(90)	(4)	(151)	1	(71)	(328)
Accrued Liabilities	(1)	(2)		(1)	(128)	2	(130)
Advances from Other Governments							
Unearned Revenue	(16)	29	3	199	15	(39)	(39)
Estimated Liability for Compensated Absences				(2,500)	71	84	314
Estimated Liability for Unpaid Claims Payable					3		(2,429)
Net Pension Obligation	20	296	20	229		191	759
Net Other Post Employment Benefit Obligation	(3)	(45)	(3)	86		(28)	7
Net Cash Provided (Used) by Operating Activities	\$ (33)	\$ (234)	\$ 1,830	\$ 8,423	\$ (330)	\$ 307	\$ 9,963
<u>Schedule of Noncash Investing, Capital and Financing Activities:</u>							
Change in Fair Value of Investments				\$ (8)	\$ (11)	\$ 10	\$ (9)
Property Plant and Equipment Transferred to Other Funds		(217)					(217)
Contributed by Other Funds		171					171
Total Noncash Investing, Capital and Financing Activities		\$ (46)		\$ (8)	\$ (11)	\$ 10	\$ (55)

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CITY OF CINCINNATI, OHIO

FIDUCIARY FUNDS



AGENCY FUNDS

Agency Funds

Towing Charges - Used to account for monies received as charges for towing and storage of impounded vehicles.

Convention Facility Authority – Used to account for monies collected by the City of Cincinnati from Transient Occupancy Tax Revenues.

Admission Tax Bond - Used to account for deposits related to entertainment facilities in the City.

Engineering Deposits - Used to account for Transportation & Engineering monies reserved for specific purposes.

Metropolitan Sewer District - Used to account for the monies of the Metropolitan Sewer District.

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CITY OF CINCINNATI, OHIO
Combining Statement of Fiduciary Assets and Liabilities
Agency Funds
December 31, 2012
(Amounts in Thousands)

	Agency Funds						Total
	Towing Charges Private Operators	Convention Facility Authority	Admissions Tax Bonds	Engineering Deposits	Metropolitan Sewer District		
ASSETS							
Cash and Cash Equivalents	\$	\$	\$	\$	\$	\$	\$
Equity in City Treasury Cash	342	80	29	2,501	127	2,952	2,952
Cash With Fiscal Agent					242,213	242,213	242,213
Investments, at fair value							
Receivables:							
Accounts, Net	22	5	2	190	30,830	31,049	31,049
Accrued Interest and Dividends					444	444	444
Total Assets	<u>\$ 364</u>	<u>\$ 85</u>	<u>\$ 31</u>	<u>\$ 2,693</u>	<u>\$ 273,614</u>	<u>\$ 276,787</u>	<u>\$ 276,787</u>
LIABILITIES							
Accounts Payable	\$ 20	\$	\$	\$ 59	\$ 15,332	\$ 15,411	\$ 15,411
Due to Other Governments		85			203,726	203,811	203,811
Accrued Payroll					972	972	972
Accrued Liabilities					19	19	19
Deposits Payable	344		31	2,634		3,009	3,009
Estimated Liability for Compensated Absences					9,192	9,192	9,192
Net Pension Obligation					34,128	34,128	34,128
Net Other Post Employment Benefit Obligation					10,245	10,245	10,245
Total Liabilities	<u>\$ 364</u>	<u>\$ 85</u>	<u>\$ 31</u>	<u>\$ 2,693</u>	<u>\$ 273,614</u>	<u>\$ 276,787</u>	<u>\$ 276,787</u>

CITY OF CINCINNATI, OHIO
Combining Statement of Changes in Assets and Liabilities
Agency Funds
For the year ended December 31, 2012
(Amounts in Thousands)

	Balance January 1, 2012	Additions	Deductions	Balance December 31, 2012
<u>TOWING CHARGES - PRIVATE OPERATORS</u>				
ASSETS				
Equity in City Treasury Cash	\$ 313	\$ 640	\$ 611	\$ 342
Accounts Receivable	9	22	9	22
Total Assets	\$ 322	\$ 662	\$ 620	\$ 364
LIABILITIES				
Accounts Payable	\$ 32	\$ 608	\$ 620	\$ 20
Deposits Payable	290	1,251	1,197	344
Total Liabilities	\$ 322	\$ 1,859	\$ 1,817	\$ 364
<u>CONVENTION FACILITY AUTHORITY</u>				
ASSETS				
Equity in City Treasury Cash	\$ 260	\$ 2,044	\$ 2,224	\$ 80
Accounts Receivable	7	5	7	5
Total Assets	\$ 267	\$ 2,049	\$ 2,231	\$ 85
LIABILITIES				
Due to Other Governments	\$	\$ 85	\$	\$ 85
Accounts Payable		1,408	1,408	
Deposits Payable	267	894	1,161	
Total Liabilities	\$ 267	\$ 2,387	\$ 2,569	\$ 85
<u>ADMISSION TAX BONDS</u>				
ASSETS				
Equity in City Treasury Cash	\$ 30	\$ 2	\$ 3	\$ 29
Accounts Receivable	1	2	1	2
Total Assets	\$ 31	\$ 4	\$ 4	\$ 31
LIABILITIES				
Deposits Payable	\$ 31	\$ 1	\$ 1	\$ 31
<u>ENGINEERING DEPOSITS</u>				
ASSETS				
Cash and Cash Equivalents	\$ 6	\$ 227	\$ 231	\$ 2
Equity in City Treasury Cash	2,439	3,179	3,117	2,501
Accounts Receivable	144	441	395	190
Total Assets	\$ 2,589	\$ 3,847	\$ 3,743	\$ 2,693
LIABILITIES				
Accounts Payable	\$ 13	\$ 59	\$ 13	\$ 59
Deposits Payable	2,576	3,342	3,284	2,634
Total Liabilities	\$ 2,589	\$ 3,401	\$ 3,297	\$ 2,693

CITY OF CINCINNATI, OHIO
Combining Statement of Changes in Assets and Liabilities
Agency Funds
For the year ended December 31, 2012
(Amounts in Thousands)

	Balance January 1, 2012	Additions	Deductions	Balance December 31, 2012
<u>METROPOLITAN SEWER DISTRICT</u>				
ASSETS				
Investments	\$ 280,861	\$ 697,412	\$ 736,060	\$ 242,213
Cash with Fiscal Agent		127		127
Accounts Receivable	34,069	36,768	40,007	30,830
Accrued Interest Receivable	2,950	471	2,977	444
Total Assets	<u>\$ 317,880</u>	<u>\$ 734,778</u>	<u>\$ 779,044</u>	<u>\$ 273,614</u>
LIABILITIES				
Accounts Payable	\$ 19,690	\$ 306,919	\$ 311,277	\$ 15,332
Due to Other Governments	245,251	423,987	465,512	203,726
Accrued Payroll	2,140	1,204	2,372	972
Accrued Liabilities	47	19	47	19
Estimated Liability for Compensated Absences	8,963	229		9,192
Net Pension Obligation	31,083	3,045		34,128
Net Other Post Employment Benefit Obligation	10,706		461	10,245
Total Liabilities	<u>\$ 317,880</u>	<u>\$ 735,403</u>	<u>\$ 779,669</u>	<u>\$ 273,614</u>
<u>TOTAL AGENCY FUNDS</u>				
ASSETS				
Cash and Cash Equivalents	\$ 6	\$ 227	\$ 231	\$ 2
Equity in City Treasury Cash	3,042	5,865	5,955	2,952
Cash with Fiscal Agent		127		127
Investments	280,861	697,412	736,060	242,213
Receivables:				
Accounts, Net	34,230	37,238	40,419	31,049
Accrued Interest Receivable	2,950	471	2,977	444
Total Assets	<u>\$ 321,089</u>	<u>\$ 741,340</u>	<u>\$ 785,642</u>	<u>\$ 276,787</u>
LIABILITIES				
Accounts Payable	\$ 19,735	\$ 308,994	\$ 313,318	\$ 15,411
Due to Other Governmental Agencies	245,251	424,072	465,512	203,811
Accrued Payroll	2,140	1,204	2,372	972
Accrued Liabilities	47	19	47	19
Deposits Payable	3,164	5,488	5,643	3,009
Estimated Liability for Compensated Absences	8,963	229		9,192
Net Pension Obligation	31,083	3,045		34,128
Net Other Post Employment Benefit Obligation	10,706		461	10,245
Total Liabilities	<u>\$ 321,089</u>	<u>\$ 743,051</u>	<u>\$ 787,353</u>	<u>\$ 276,787</u>

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**CAPITAL ASSETS USED IN THE
OPERATION OF GOVERNMENTAL FUNDS**

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CITY OF CINCINNATI, OHIO
Comparative Schedule of Capital Assets Used in the Operation of Governmental Activities
Schedule by Source
December 31
(Amounts In Thousands)

	2012	2011
Governmental Activities Capital Assets		
Land	\$ 174,605	\$ 173,865
Buildings	230,181	222,531
Improvements	446,080	433,560
Machinery and Equipment	147,832	147,498
Infrastructure	911,784	827,860
Construction in Progress	164,838	138,542
Property acquired under capital leases	659	643
 Total Governmental Capital Assets	 \$ 2,075,979	 \$ 1,944,499
 Investment in Governmental Capital Assets	 \$ 2,075,979	 \$ 1,944,499

Investment in Governmental Capital Assets by Source:

Permanent Improvement Fund or		
General Obligation Bonds	\$ 1,344,666	\$ 1,249,683
Federal Grants	117,780	98,150
State Grants	184,075	177,807
County Grants	10,760	10,667
Private	33,845	33,524
General Fund Revenues	102,867	94,718
Special Revenue Funds	50,579	49,540
Gifts	2,529	2,529
Other and Undifferentiated	228,878	227,881
 Total from All Sources	 \$ 2,075,979	 \$ 1,944,499

CITY OF CINCINNATI, OHIO
Schedule of Capital Assets Used in the Operation of Governmental Funds
Schedule by Function and Activity
As of December 31, 2012
(Amounts in Thousands)

	Total	Land	Buildings	Improvements	Equipment	Infrastructure	Property Acquisition under Capital Leases	Construction In Progress
Mayor and Council	\$ 62	\$	\$	\$	\$ 62	\$	\$	\$
City Manager	2,541		48		529	1,957	7	
Economic Development	55,527	6,143	7,729	28,417		13,238	19	
Law	127				108			
Human Resources	6,765			6,672	93			
Finance	1,019			710	290		19	
Enterprise Technology Services	2,840				2,840			
Community Development	123,866	60,372	7,321	40,554	68	15,551		
City Planning	142				96			
Recreation	161,715	6,913	35,109	115,543	3,901	207	46	
Parks	105,093	12,722	14,990	38,396	4,288	34,697	42	
Buildings and Inspections	373			91	282			
Public Safety	77,948	1,833	8,636	12,766	54,713			
Transportation & Engineering	892,406	27,415	7,319	12,649	529	844,494		
Enterprise Services	1,432	296		403	733			
Public Services	92,889	918	30,929	33,869	25,533	1,640		
Public Health	16,508	237	4,194	8,933	3,115		29	
Pooled, Unassigned Equipment	920				920			
Southern Railway Improvement	83,224			83,224				
General Government								
Land	57,473	57,473						
Buildings	113,634		113,634					
Improvements	51,558			51,558				
Total Governmental Capital Assets Allocated by Function	1,848,062	174,322	229,909	433,785	98,100	911,784	162	
Construction in Progress	164,838							164,838
Internal Service Funds:								
Purchasing, Printing and Stores	1,358				861			
Fleet Services	7,641			4,345	2,741		497	
Property Management	21		272	6	15			
Self-Insured Workers Comp	82				82			
Self Insurance Medical	20				20			
Enterprise Technology Services	53,957			7,944	46,013			
Total Governmental Capital Assets	\$ 2,075,979	\$ 174,605	\$ 230,181	\$ 446,080	\$ 147,832	\$ 911,784	\$ 659	\$ 164,838

CITY OF CINCINNATI, OHIO
Schedule of Capital Assets Used in the Operation of Governmental Funds
Schedule of Changes by Function and Activity
For the Year Ended December 31, 2012
(Amounts in Thousands)

	Restated General Capital Assets January 1, 2012	Additions	Deletions	General Capital Assets December 31, 2012
Mayor and Council	\$ 92	\$	\$ 30	\$ 62
City Manager	2,361	180		2,541
Economic Development	36,985	18,542		55,527
Law	127			127
Human Resources	5,741	1,024		6,765
Enterprise Technology Services	2,784	56		2,840
Finance	1,019			1,019
Community Development	143,104	2,124	21,362	123,866
City Planning and Buildings	142			142
Recreation	153,017	9,672	974	161,715
Parks	94,721	10,606	234	105,093
Buildings and Inspections	425		52	373
Public Safety	76,393	2,601	1,046	77,948
Transportation & Engineering	814,198	78,868	660	892,406
Enterprise Services	1,030	402		1,432
Public Services	87,601	7,582	2,294	92,889
Public Health	16,340	179	11	16,508
Pooled, Unassigned Equipment	920			920
Southern Railway Improvement	83,224			83,224
General Government				
Land	57,473			57,473
Buildings	113,634			113,634
Improvements	51,558			51,558
Construction in Progress	138,542	134,933	108,637	164,838
Internal Service Funds:				
Purchasing, Printing and Stores	1,358			1,358
Fleet Services	9,109	102	1,570	7,641
Property Management	21			21
Self Insurance Workers' Compensation		82		82
Self Insurance Medical	8	12		20
Enterprise Technology Services	52,572	2,764	1,379	53,957
Total Governmental Capital Assets	<u>\$ 1,944,499</u>	<u>\$ 269,729</u>	<u>\$ 138,249</u>	<u>\$ 2,075,979</u>

Note: The additions and deletions include department reclassifications and transfers.

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SCHEDULE

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City of Cincinnati, Ohio
Schedule of Outstanding Bonds and Notes
December 31, 2012

Year	(a)General Obligation Bonds and Notes	(b)Municipal Income Tax Bonds and Notes	(c)Water Works Bonds	(d)Revenue Bonds and Notes	(e)Police and Fire Pension Bonds
2003	\$ 221,750,000	\$ 11,717,000	\$ 53,340,000	\$ 237,450,000	\$ 39,700,000
2004	220,620,000	5,937,000	41,510,000	228,152,000	39,205,000
2005	217,710,000	13,560,000	31,380,000	332,094,000	42,935,000
2006	223,225,000	22,995,000	22,950,000	321,282,337	42,935,000
2007	222,868,000	42,655,000	16,400,000	391,750,000	42,365,000
2008	223,695,000	50,095,000	11,800,000	405,625,000	41,515,000
2009	220,385,000	71,910,000	9,800,000	496,105,000	40,630,000
2010	216,595,000	77,585,000	7,800,000	478,100,000	39,700,000
2011	208,770,000	80,870,000	5,800,000	544,580,000	38,730,000
2012	218,525,000	88,150,000	3,800,000	592,610,000	37,720,000

Year	(e)Urban Development Taxable Bonds	(c)Recreational Facility Bonds and Notes	(c)Off-Street Parking Facilities Bonds	(c)Urban Renewal Economic Development Bonds and Notes	(d)Sewer Admin Building Bonds & Notes	(c) Public Transportation Notes
2003	\$ 6,335,000	\$ 10,910,000	\$ 10,150,000	\$ 18,490,000		
2004	6,090,000	9,545,000	700,000	33,085,000		
2005	5,830,000	8,375,000	350,000	35,046,800		
2006	5,555,000	10,090,000		37,694,301		
2007	5,265,000	10,435,000		26,640,000		
2008	4,960,000	9,820,000		25,835,000		
2009	5,080,000	8,955,000		31,080,000	\$ 15,000,000	
2010	4,915,000	8,090,000	5,000,000	36,995,000	14,460,000	
2011	4,740,000	7,225,000	4,850,000	51,835,000	13,900,000	
2012	4,560,000	6,435,000	4,700,000	81,345,000	13,325,000	\$ 21,000,000

Year	(c)Stormwater Bonds and Notes	(c)Urban Redevelopment Bonds and Notes	Public Building Bonds (d)	Gross Tax Supported Debt	Gross Revenue Supported Debt	Gross Total Debt
2003	\$ 3,300,000	\$ 16,625,000		\$ 221,750,000	\$ 408,017,000	\$ 629,767,000
2004	2,375,000	16,235,000		220,620,000	382,834,000	603,454,000
2005	1,450,000	14,885,000		217,710,000	485,905,800	703,615,800
2006	725,000	13,565,000		223,225,000	477,791,638	701,016,638
2007		12,230,000		222,868,000	547,740,000	770,608,000
2008		10,870,000		223,695,000	560,520,000	784,215,000
2009	1,250,000	9,485,000		220,385,000	689,295,000	909,680,000
2010	3,375,000	24,570,000	\$ 10,080,000	216,595,000	710,670,000	927,265,000
2011	2,700,000	16,620,000	9,405,000	208,770,000	781,255,000	990,025,000
2012	2,025,000	15,120,000	8,730,000	218,525,000	879,520,000	1,098,045,000

- (a) Supported by general tax levy or special assessment levy
- (b) Supported by Municipal Income Tax, but have property tax support if necessary
- (c) Supported by current revenue, but have property tax support if necessary
- (d) Supported by current revenue, no tax support pledged
- (e) Supported by current revenue, but have property tax support if necessary-taxable

CITY OF CINCINNATI
SCHEDULE OF ANNUAL DEBT SERVICE
 December 31, 2012

PROPERTY TAX-SUPPORTED					SELF-SUPPORTED				
Year	Maturing	Interest Cost	Debt Service Requirement	Outstanding Debt End of Year	Maturing	Interest Cost	Debt Service Requirement	Outstanding Debt End of Year	Year
2012				\$ 218,525,000				\$ 198,760,000	2012
2013	\$ 31,565,000	\$ 9,845,725	\$ 41,410,725	\$ 186,960,000	\$ 16,365,000	\$ 7,355,765	\$ 23,720,765	\$ 182,395,000	2013
2014	28,250,000	8,096,832	36,346,832	158,710,000	11,350,000	6,900,389	18,250,389	171,045,000	2014
2015	25,870,000	6,977,307	32,847,307	132,840,000	9,625,000	6,478,657	16,103,657	161,420,000	2015
2016	21,770,000	5,878,969	27,648,969	111,070,000	15,395,000	6,647,822	22,042,822	146,025,000	2016
2017	18,430,000	4,983,137	23,413,137	92,640,000	29,670,000	6,507,231	36,177,231	116,355,000	2017
2018	14,460,000	4,157,251	18,617,251	78,180,000	8,800,000	5,432,454	14,232,454	107,555,000	2018
2019	12,170,000	3,562,980	15,732,980	66,010,000	8,640,000	5,050,835	13,690,835	98,915,000	2019
2020	10,250,000	3,022,876	13,272,876	55,760,000	8,560,000	4,655,053	13,215,053	90,355,000	2020
2021	7,130,000	2,539,371	9,669,371	48,630,000	8,125,000	4,245,586	12,370,586	82,230,000	2021
2022	6,580,000	2,204,090	8,784,090	42,050,000	7,720,000	3,852,256	11,572,256	74,510,000	2022
2023	6,030,000	1,894,741	7,924,741	36,020,000	7,810,000	3,482,823	11,292,823	66,700,000	2023
2024	5,675,000	1,620,888	7,295,888	30,345,000	8,060,000	3,126,887	11,186,887	58,640,000	2024
2025	5,300,000	1,364,847	6,664,847	25,045,000	7,685,000	2,741,217	10,426,217	50,955,000	2025
2026	5,005,000	1,111,585	6,116,585	20,040,000	7,315,000	2,376,015	9,691,015	43,640,000	2026
2027	3,940,000	862,526	4,802,526	16,100,000	7,105,000	2,028,316	9,133,316	36,535,000	2027
2028	3,270,000	664,561	3,934,561	12,830,000	7,250,000	1,691,759	8,941,759	29,285,000	2028
2029	2,130,000	499,175	2,629,175	10,700,000	6,255,000	1,350,468	7,605,468	23,030,000	2029
2030	1,885,000	416,550	2,301,550	8,815,000	5,115,000	1,062,114	6,177,114	17,915,000	2030
2031	1,825,000	344,950	2,169,950	6,990,000	5,210,000	825,060	6,035,060	12,705,000	2031
2032	1,390,000	273,600	1,663,600	5,600,000	4,835,000	582,325	5,417,325	7,870,000	2032
2033	1,120,000	224,000	1,344,000	4,480,000	2,870,000	359,100	3,229,100	5,000,000	2033
2034	1,120,000	179,200	1,299,200	3,360,000	2,980,000	228,725	3,208,725	2,020,000	2034
2035	1,120,000	134,400	1,254,400	2,240,000	1,560,000	93,400	1,653,400	460,000	2035
2036	1,120,000	89,600	1,209,600	1,120,000	460,000	21,950	481,950	0	2036
2037	1,120,000	22,400	1,142,400	0					

MUNICIPAL INCOME TAX SUPPORTED

Year	Maturing	Interest Cost	Debt Service Requirement	Outstanding Debt End of Year	Year
2012				\$ 88,150,000	
2013	\$ 6,410,000	\$ 3,449,834	\$ 9,859,834	\$ 81,740,000	2013
2014	6,685,000	3,273,070	9,958,070	75,055,000	2014
2015	6,670,000	3,067,297	9,737,297	68,385,000	2015
2016	6,685,000	2,847,573	9,532,573	61,700,000	2016
2017	6,690,000	2,631,649	9,321,649	55,010,000	2017
2018	6,410,000	2,403,866	8,813,866	48,600,000	2018
2019	6,150,000	2,164,930	8,314,930	42,450,000	2019
2020	5,975,000	1,905,459	7,880,459	36,475,000	2020
2021	5,075,000	1,645,749	6,720,749	31,400,000	2021
2022	4,405,000	1,410,131	5,815,131	26,995,000	2022
2023	4,095,000	1,201,617	5,296,617	22,900,000	2023
2024	4,120,000	1,024,337	5,144,337	18,780,000	2024
2025	4,225,000	846,307	5,071,307	14,555,000	2025
2026	4,365,000	659,525	5,024,525	10,190,000	2026
2027	3,995,000	454,727	4,449,727	6,195,000	2027
2028	3,130,000	271,884	3,401,884	3,065,000	2028
2029	1,865,000	122,250	1,987,250	1,200,000	2029
2030	460,000	42,900	502,900	740,000	2030
2031	460,000	26,375	486,375	280,000	2031
2032	280,000	9,450	289,450	0	2032

TOTAL

Year	Maturing	Interest Cost	Debt Service Requirement	Outstanding Debt End of Year	Year
2012				\$ 1,098,045,000	2012
2013	\$ 6,410,000	\$ 3,449,834	\$ 9,859,834	\$ 81,740,000	2013
2014	6,685,000	3,273,070	9,958,070	75,055,000	2014
2015	6,670,000	3,067,297	9,737,297	68,385,000	2015
2016	6,685,000	2,847,573	9,532,573	61,700,000	2016
2017	6,690,000	2,631,649	9,321,649	55,010,000	2017
2018	6,410,000	2,403,866	8,813,866	48,600,000	2018
2019	6,150,000	2,164,930	8,314,930	42,450,000	2019
2020	5,975,000	1,905,459	7,880,459	36,475,000	2020
2021	5,075,000	1,645,749	6,720,749	31,400,000	2021
2022	4,405,000	1,410,131	5,815,131	26,995,000	2022
2023	4,095,000	1,201,617	5,296,617	22,900,000	2023
2024	4,120,000	1,024,337	5,144,337	18,780,000	2024
2025	4,225,000	846,307	5,071,307	14,555,000	2025
2026	4,365,000	659,525	5,024,525	10,190,000	2026
2027	3,995,000	454,727	4,449,727	6,195,000	2027
2028	3,130,000	271,884	3,401,884	3,065,000	2028
2029	1,865,000	122,250	1,987,250	1,200,000	2029
2030	460,000	42,900	502,900	740,000	2030
2031	460,000	26,375	486,375	280,000	2031
2032	280,000	9,450	289,450	0	2032

REVENUE

Year	Maturing	Interest Cost	Debt Service Requirement	Outstanding Debt End of Year	Year
2012				\$ 592,610,000	
2013	\$ 30,435,000	\$ 27,779,257	\$ 58,214,257	\$ 562,175,000	2013
2014	24,920,000	26,736,650	51,656,650	537,255,000	2014
2015	29,410,000	25,619,492	55,029,492	507,845,000	2015
2016	29,995,000	24,605,967	54,600,967	477,850,000	2016
2017	30,795,000	23,140,891	53,935,891	447,055,000	2017
2018	32,180,000	21,774,684	53,954,684	414,875,000	2018
2019	33,760,000	20,297,099	54,057,099	381,115,000	2019
2020	34,950,000	18,919,219	53,869,219	346,165,000	2020
2021	36,725,000	17,340,715	54,065,715	309,440,000	2021
2022	30,030,000	15,680,836	45,710,836	279,410,000	2022
2023	32,265,000	14,318,678	46,583,678	247,145,000	2023
2024	23,305,000	12,834,478	36,139,478	223,840,000	2024
2025	24,365,000	11,740,721	36,105,721	199,475,000	2025
2026	16,800,000	10,545,629	27,345,629	182,675,000	2026
2027	17,825,000	9,672,708	27,497,708	164,850,000	2027
2028	18,765,000	8,749,547	27,514,547	146,085,000	2028
2029	19,725,000	7,776,279	27,501,279	126,360,000	2029
2030	20,130,000	6,752,099	26,882,099	106,230,000	2030
2031	21,190,000	5,696,645	26,886,645	85,040,000	2031
2032	22,845,000	4,563,280	27,408,280	62,195,000	2032
2033	18,115,000	3,321,824	21,436,824	44,080,000	2033
2034	16,525,000	2,310,782	18,835,782	27,555,000	2034
2035	8,900,000	1,368,538	10,268,538	18,655,000	2035
2036	9,435,000	924,981	10,359,981	9,220,000	2036
2037	5,410,000	454,856	5,864,856	3,810,000	2037
2038	3,810,000	186,063	3,996,063	0	2038

CITY OF CINCINNATI, OHIO
Schedule of Expenditures of Federal Awards
(Non-GAAP Budgetary Basis)
For the year ended December 31, 2012

Updated:

Grantor/Program Title	Fund	CFDA #	Grant #	Agency	Grant and Contract Revenue Received	Contributions and other Revenue	CFS Expenditures	Advances (Repayments) or Adjustments
1 U.S. Department of Agriculture								
<i>Passed through Ohio Department of Health</i>								
Hamilton County WIC Program	391	10.557	31-2-001-1-WA-0613	Health	971.00		(11.00)	
Hamilton County WIC Program	391	10.557	31-2-001-1-WA-0411	Health	0.00		(972.00)	
Hamilton County WIC Program	391	10.557	31-2-001-1-WA-0512	Health	831.00		(2,041.00)	194.00
Total for CFDA No. 10.557					1,802.00	0.00	(3,024.00)	194.00
* Passed through Ohio Department of Education								
CACFP- Child & Adult Care Food Program	324	10.568	009070	Recreation	97.00	-	(85.00)	-
Total for CFDA No. 10.568					97.00	0.00	(85.00)	194.00
TOTAL U.S. DEPARTMENT OF AGRICULTURE								
2 U.S. Department of Health and Human Services								
<i>Passed through Ohio Department of Community Dev.</i>								
Child Care & Development Block Grant	323	93.575		Recreation	19.00	0.00	(19.00)	0.00
(a.) Total for CFDA No. 93.575					19.00	0.00	(19.00)	0.00
<i>Passed through Ohio Department of Health</i>								
Social Services Block Grant	323	93.667		Recreation	19.00	0.00	(19.00)	0.00
Total for CFDA No. 93.667					19.00	0.00	(19.00)	0.00
<i>Passed through Council on Aging of Southwestern Ohio</i>								
Special Programs for the Aging Title III Part B	324	93.044		Recreation	48.00	-	(48.00)	-
(b.) Total for CFDA No. 93.044					48.00	-	(48.00)	-
Special Programs for the Aging Title III Part C	324	93.045		Recreation	223.00	12.00	(235.00)	-
(b.) Total for CFDA No. 93.045					223.00	12.00	(235.00)	-
<i>Passed through Ohio Department of Health</i>								
Medical Assistance - T.R. Waivers	324	93.778		Recreation	27.00	0.00	(2.00)	0.00
(c.) Total for CFDA No. 93.778					27.00	0.00	(2.00)	0.00
<i>Passed through YMCA of Greater Cincinnati</i>								
TANF - Child Care Services	323	93.568		Recreation	37.00	-	(37.00)	-
Total for CFDA No. 93.568					37.00	-	(37.00)	-
<i>Passed through Ohio Department of Health</i>								
Homeless Health Care Program	448	93.151	Contract #15x0059	Health	141.00	-	(84.00)	-
Total for CFDA No. 93.151					141.00	-	(84.00)	-
<i>Passed through Ohio Department of Health</i>								
Regional Lead Poisoning Prevention	380	93.197	31-2-001-1-HH-0212	Health	42.00	20.00	(65.00)	0.00
Total for CFDA No. 93.197					42.00	20.00	(65.00)	0.00
<i>Passed through Neighborhood Health Care Cincinnati Health Network Cincinnati Health Network</i>								
Immunization Action Plan Special	446	93.224	Contract #05-9955	Health	28.00	-	(252.00)	-
Immunization Action Plan Special	446	93.224	Contract #05-9955	Health	219.00	-	(252.00)	-
Total for CFDA No. 93.224					247.00	-	(504.00)	-
<i>Passed through Ohio Department of Health</i>								
Federal AIDS Prevention	415	93.268	31-2-001-2-IM-0512	Health	280.00	-	(316.00)	-
Federal AIDS Prevention	415	93.268	31-2-001-2-IM-0411	Health	40.00	-	(45.00)	-
Total for CFDA No. 93.268					300.00	-	(361.00)	-
<i>Passed through Ohio Department of Health</i>								
STD Control Program	378	93.940	31-2-01-2-FL-SE1	Health	0.00	-	(37.00)	(21.00)
STD Control Program	378	93.940	31-2-001-2-HP-0411	Health	-	-	(174.00)	(21.00)
Total for CFDA No. 93.940					0.00	-	(211.00)	(42.00)
Total for CFDA No. 93.977					0.00	-	(44.00)	(63.00)
STD/HIV Prevention Training Centers	379	93.978	R30/PS000262-05	Health	0.00	-	(44.00)	-
Total for CFDA No. 93.978					0.00	-	(44.00)	-
<i>Passed through Ohio Department of Health</i>								
Heart Health in Hamilton County	425	93.991	31-2-001-4-CC-0312	Health	114.00	-	(138.00)	-
Heart Health in Hamilton County	425	93.991	31-2-001-4-CC-0211	Health	1.00	-	(7.00)	-
Total for CFDA No. 93.991					115.00	-	(145.00)	-

CITY OF CINCINNATI, OHIO
Schedule of Expenditures of Federal Awards
(Non-GAAP Budgetary Basis)
For the year ended December 31, 2012

Updated:

Grantor/Program Title	Fund	CFDA #	Grant #	Agency	Grant and Contract Revenue Received	Contributions and other Revenue	CFS Expenditures	Advances (Repayments) or Adjustments
* Passed through Ohio Department of Health Reproductive Health and Wellness Reproductive Health and Wellness	350 350	93.217 93.217	31-2-001-2-RH-0112 31-2-001-2-RH-0213	NAM NAM	325.00 380.00 705.00	0.00	(445.00) (373.00) (818.00)	0.00
Total for CFDA No. 93.217								
* Passed through Ohio Department of Health Public Health Emergency Preparedness Public Health Emergency Preparedness	350 350	93.069 93.069	31-2-001-2-PH-0413 31-2-001-2-PH-0312	Health Health	109.00 224.00 333.00	0.00	(10.00) (304.00) (314.00)	0.00
Total for CFDA No. 93.069								
TOTAL U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES								
3 U.S. Department of Housing & Urban Development								
Community Development Block Grant	304	14.218	B07-MC390003	Comm Dev	8.00	-	-	(8.00)
Community Development Block Grant	304	14.218	B10-MC390003	Comm Dev	635.00	-	(8.00)	518.00
Community Development Block Grant	304	14.218	B11-MC390003	NAC	11,782.00	78.00	(10,382.00)	-
Community Development Block Grant	304	14.218	B12-MC390003	NAC	1,221.00	1,309.00	(3,794.00)	-
Neighborhood Stabilization Program 3	438	14.218	B11-MNS90003	NAO	1,716.00	-	(1,717.00)	-
Neighborhood Stabilization Program 1	438	14.218	B08-MNS90003	NAO	684.00	285.00	(945.00)	-
Community Development Block Grant	304	14.218	New CFDA Loans	Comm Dev	15,996.00	1,672.00	(16,806.00)	510.00
(d.) Total for CFDA No. 14.218								
ARRA - Community Dev Block Grant Recovery	502	14.253	B-09-MY-39-0003	NAO	282.00	-	(282.00)	-
(d.) Total for CFDA No. 14.253								
Emergency Shelter Grant	445	14.231	E-11-MC-39-0003	Comm Dev	124.00	-	(124.00)	-
Emergency Shelter Grant	445	14.231	E-12-MC-39-0003	Comm Dev	493.00	-	(493.00)	-
Total for CFDA No. 14.231								
HOME-Shelter Plus Care	410	14.238	OH16CT0-01	Comm Dev	62.00	0.00	(62.00)	0.00
HOME-Shelter Plus Care	410	14.238	OH16CT0-01	Comm Dev	137.00	-	(137.00)	-
HOME-Shelter Plus Care	410	14.238	OH0002C5E000800	NAO	38.00	-	(38.00)	-
HOME-Shelter Plus Care	410	14.238	OH0001C5E000800	NAO	142.00	-	(142.00)	-
HOME-Shelter Plus Care	410	14.238	OH0006C5E000800	NAO	85.00	-	(85.00)	-
HOME-Shelter Plus Care	410	14.238	OH0331C5E001104	NAO	1,964.00	-	(1,964.00)	-
HOME-Shelter Plus Care	410	14.238	OH0009C5E001104	NAO	2,672.00	-	(2,672.00)	-
HOME-Shelter Plus Care	410	14.238	OH0302C5E000900	NAO	48.00	-	(48.00)	-
HOME-Shelter Plus Care	410	14.238	OH0307C5E000900	NAO	171.00	-	(171.00)	-
HOME-Shelter Plus Care	410	14.238	OH0308C5E000900	NAO	74.00	-	(74.00)	-
HOME-Shelter Plus Care	410	14.238	OH0382C5E001000	NAO	5,489.00	0.00	(5,489.00)	0.00
Total for CFDA No. 14.238								
HOME	411	14.239	M-06-MC-39-0213	Comm Dev	0.00	-	0.00	(35.00)
HOME	411	14.239	M-07-MC-39-0213	Comm Dev	81.00	-	(81.00)	0.00
HOME	411	14.239	M-08-MC-39-0213	Comm Dev	696.00	-	(696.00)	0.00
HOME	411	14.239	M-09-MC-39-0213	Comm Dev	2,938.00	-	(2,939.00)	1.00
HOME	411	14.239	M-10-MC-39-0213	Comm Dev	672.00	-	(672.00)	-
HOME	411	14.239	M-11-MC-39-0213	Comm Dev	403.00	-	(469.00)	-
HOME	411	14.239	M-12-MC-39-0213	Comm Dev	67.00	117.00	(184.00)	-
HOME	411	14.239	M-97-MC-39-0213	Comm Dev	0.00	-	-	(19.00)
HOME	411	14.239	Outstanding CFDA Loans	Comm Dev	4,857.00	117.00	(27,485.00)	(53.00)
Total for CFDA No. 14.239								
Housing Opportunities For People With Aids	465	14.241	O-HH-11-F001	Comm Dev	326.00	-	(326.00)	-
Housing Opportunities For People With Aids	465	14.241	O-HH-12-F001	Comm Dev	322.00	-	(321.00)	-
Total for CFDA No. 14.241								
ARRA - Neighborhood Stabilization Program 2	502	14.256	B-09-CN-OH-0033	Comm Dev	1,967.00	92.00	(2,072.00)	-
Total for CFDA No. 14.256								
ARRA - Homeless Prevention & Rapid Re-Hsg Prog	502	14.257	S-09-MY-39-0003	Comm Dev	858.00	-	(858.00)	-
Total for CFDA No. 14.257								
Unified Development Code Grant -10253	980	14.704	CCPOHO019-10	Econ Dev	704.00	-	(1,018.00)	-
Total for CFDA No. 14.704								

CITY OF CINCINNATI, OHIO
Schedule of Expenditures of Federal Awards
(Non-GAAP Budgetary Basis)
For the year ended December 31, 2012

Updated:

Grantor/Program Title	Fund	CFDA #	Grant #	Agency	Grant and Contract Revenue Received	Contributions and other Revenue	CFS Expenditures	Advances (Repayments) or Adjustments
Lead Hazard Control Grant	381	14.900	OHLHD0217-10	HEALTH	1,076.00	1.00	(1,072.00)	
Cincinnati Lead Abatement Program	387	14.900	OHLHD0187-08	Comm Dev	747.00		(378.00)	
Cincinnati Lead Abatement Program	387	14.900	OHLHD 0245-12	Comm Dev	29.00		(35.00)	
Total for CFDA No. 14.900					1,852.00	1.00	(1,485.00)	0.00
TOTAL U. S. DEPARTMENT OF HOUSING & URBAN DEVELOPMENT					33,240.00	1,882.00	(61,769.00)	457.00
4 U.S. Department of the Interior								
* Passed through Ohio Department of Natural Resources								
ODNR-Hooked on Fishing	324	15.605		NAR	10.00	-	(3.00)	-
(e.) Total for CFDA No. 15.605					10.00	0.00	(3.00)	0.00
TOTAL U. S. DEPARTMENT OF THE INTERIOR								
5 U.S. Department of Justice								
* Passed through Ohio Department of Youth Services								
Juvenile Accountability	368	16.540	2009-JB-012-A242-A	Police	10.00		(11.00)	
Juvenile Accountability	368	16.540	2010-JB-012-A242-A	Police	3.00		(9.00)	
Total for CFDA No. 16.540					13.00	0.00	(20.00)	0.00
* Passed through Ohio Office of Criminal Justice Services								
Domestic Violence Advocacy	368	16.588	2010-WF-VA5-8583	Police	18.00		(18.00)	
Domestic Violence Advocacy	368	16.588	2011-WF-VA5-8583	Police	41.00		(41.00)	
Total for CFDA No. 16.588					59.00	-	(59.00)	-
* Passed through Ohio Office of Criminal Justice Services								
Bulletproof Vests	368	16.607	100415	Police	0.00	0.00	-	(41.00)
Total for CFDA No. 16.607					0.00	0.00	0.00	(41.00)
2009 COPS Technology	368	16.710	2009-CK-WX-0152	Police	5.00		(5.00)	
2011 COPS Hiring	368	16.710	2011-JUL-WX-0024	NAO	2,057.00		(1,794.00)	
ARRA - 2009 COPS Hiring Recovery Project	502	16.710	2009-RJ-WX-0069	Police	3,868.00		(3,494.00)	
COPS Technology Program-10010	980	16.710	2010-CK-WX-0307	RCC	485.00	0.00	(485.00)	
Total for CFDA No. 16.710					6,415.00	0.00	(5,778.00)	0.00
Justice Assistance Grant	368	16.738	2010-JG-A02-5810	Police	33.00		(4.00)	
Justice Assistance Grant	368	16.738	2011-JG-A02-5810	Police	36.00		(36.00)	
Justice Assistance Grant	365	16.738	2009-DJ-BX-0669	Police	0.00	2.00	(324.00)	
Justice Assistance Grant	368	16.738	2010-DJ-BX-0803	Police	168.00		(203.00)	
Justice Assistance Grant	478	16.738	2010-DJ-BX-0280	Police	0.00	5.00	(140.00)	
Justice Assistance Grant	478	16.738	2011-DJ-BX-3278	Police	0.00	2.00	(140.00)	
Justice Assistance Grant	478	16.738	2012-DJ-BX-0145	Police	428.00	9.00	(192.00)	
(h.) Total for CFDA No. 16.738					665.00	9.00	(899.00)	-
2008 Earmark-Cameras	368	16.753	2008-DD-BX-0175	Police	391.00	0.00	(508.00)	
Total for CFDA No. 16.753					391.00	-	(508.00)	-
ARRA - SVA/AVOCA	368	16.801	2012-VAGENET57	Police	42.00	0.00	(39.00)	
ARRA - SVA/AVOCA	368	16.801	2013-VAGENET57	Police	4.00	0.00	(12.00)	
Total for CFDA No. 16.801					46.00	0.00	(51.00)	-
DOJ Equitable Sharing/Asset Forfeiture	367	16.000		Police	193.00	4.00	0.00	
Total for CFDA No. 16.000					193.00	4.00	0.00	-
TOTAL U. S. DEPARTMENT OF JUSTICE					7,782.00	13.00	(7,315.00)	(41.00)

CITY OF CINCINNATI, OHIO
Schedule of Expenditures of Federal Awards
(Non-GAAP Budgetary Basis)
For the year ended December 31, 2012

Updated:

Grantor/Program Title	Fund	CFDA #	Grant #	Agency	Grant and Contract Revenue Received	Contributions and other Revenue	CFS Expenditures	Advances (Repayments) or Adjustments
U.S. Department of Transportation								
<i>Passed through Ohio Department of Transportation</i>								
Uptown Wayfinding System '06-03210	980	20.205	PID 84636 ODOT	CP	(7.00)	-	(125.00)	7.00
M.L. King/71 Interchange '06-03221	980	20.205	PID 77628 ODOT	CP	153.00	-	(1,277.00)	-
Montana - Boudinot to Farrell '09	980	20.205	PID 79088 ODOT	CP	1,277.00	-	(131.00)	-
Hamilton Ave. Improv. Phase II '07-03362	980	20.205	PID 79089 ODOT	CP	131.00	-	(1,259.00)	-
Colerain Avenue Virginia to Leeper Improv. -10307	980	20.205	PID 81845	CP	1,338.00	-	(783.00)	-
Ohi River Trail - Downtown to Salem -11340	980	20.205	PID 80530	CP	766.00	-	(2.00)	-
Waldvogel Viaduct - 11359	980	20.205	PID 20082 ODOT	CP	2.00	-	(420.00)	-
ARRA - Ohio River Trail-Willmer to Carrell-09001	502	20.205	PID 75856 ODOT	NAO	420.00	-	(89.00)	-
ARRA - Computerized Traffic Control System-09002	502	20.205	PID 86247	NAO	89.00	-	(4,800.00)	-
Kennedy Connector	980	20.205	PID 88706	CP	4,800.00	-	(950.00)	-
Harrison Avenue Improvements	980	20.205	PID 81853	CP	950.00	-	(9,356.00)	7.00
(1) Sub-total for ODOT - CFDA No. 20.205					9,919.00	-	(9,356.00)	7.00
<i>Passed through Southwest Ohio Regional Transit Authority</i>								
Urban Circulator Grant	980	20.500	OH-03-0303-00	CP	91.00	0.00	(91.00)	0.00
Sub-total for CFDA No. 20.500					91.00	0.00	(91.00)	0.00
<i>Pass through City of Blue Ash, Ohio</i>								
DUI	368	20.600	OVTF-2012-31-00-0030	NAS	84.00	0.00	(84.00)	0.00
DUI	368	20.600	OVTF-2013-31-00311-00	NAS	17.00	0.00	(18.00)	0.00
Work Zone Enforcement	368	20.600	CZ-2012-31-00-00928-00	NAS	49.00	0.00	(49.00)	0.00
Laser Traffic Control	368	20.600	GG-2012-31-00-00917-00	NAS	60.00	0.00	(60.00)	0.00
(g) Total for CFDA No. 20.600					210.00	0.00	(211.00)	0.00
TOTAL U.S. DEPARTMENT OF TRANSPORTATION					10,220.00	-	(10,138.00)	7.00
U.S. Environmental Protection Agency								
CFO Diesel Particulate Filters	980	66.039	DE-00E00921-0	CP	127.00	-	(127.00)	0.00
Total for CFDA No. 66.039					127.00	-	(127.00)	0.00
Green Cincinnati Plan	436	66.041	AF 83454001-0	NAO	146.00	-	(146.00)	-
Total for CFDA No. 66.041					146.00	-	(146.00)	-
OWDA Loan Project	756	66.468	FS390255-0010	CP	282.00	-	(282.00)	-
OWDA Loan Project	756	66.468	FS390255-0007	CP	1,390.00	-	(1,390.00)	-
OWDA Loan Project	756	66.468	FS390255-0008	CP	435.00	-	(435.00)	-
OWDA Loan Project	756	66.468	FS390255-0009	CP	3,445.00	-	(3,445.00)	-
OWDA Loan Project	756	66.468	FS390255-0012	CP	1,776.00	-	(1,776.00)	-
OWDA Loan Project	756	66.468	FS390255-0015	CP	1,549.00	-	(1,549.00)	-
Total for CFDA No. 66.468					8,877.00	-	(8,877.00)	-
USEPA BROWNFIELDS JOB TRAINING	474	66.815	JT-00R00-007-0	NAL	119.00	0.00	(119.00)	-
Total for CFDA No. 66.815					119.00	0.00	(119.00)	-
TOTAL U.S. ENVIRONMENTAL PROTECTION AGENCY					9,269.00	-	(9,269.00)	-
8 U.S. Department of Homeland Security								
<i>Passed through Ohio Dept. of Natural Resources</i>								
Paddle Safe Cincinnati	324	97.012	11-05	NAR	(1.00)	-	(3.00)	-
Total for CFDA No. 97.012					(1.00)	-	(3.00)	-
<i>Passed through Ohio Dept. of Public Safety</i>								
FEMA-Windstorm	479	97.036	FEMA 1805-DR-061-15000	NAO	228.00	-	(228.00)	-
FEMA 2011 Spring Rains	461	97.036	FEMA 4002-DR-061-15000	NAO	575.00	87.00	(553.00)	-
Total for CFDA No. 97.036					803.00	87.00	(781.00)	-
Assistance to Firefighters Grant - F109	472	97.044	EMW-2009-FO-10718	NAS	199.00	-	(212.00)	-
Total for CFDA No. 97.044					199.00	-	(212.00)	-

CITY OF CINCINNATI, OHIO
Schedule of Expenditures of Federal Awards
(Non-GAAP Budgetary Basis)

For the year ended December 31, 2012

Updated:

Grantor/Program Title	Fund	CFDA #	Grant #	Agency	Grant and Contract Revenue Received	Contributions and other Revenue	CFS Expenditures	Advances (Repayments) or Adjustments
FY07 Port Security Grant Program(PSPG)	368/472	97.056	2007-GB-T7-K030	NAS	0.00	-	(32.00)	-
FY08Port Security Grant Program(PSPG)	472	97.056	2008-GB-T7-K082	NAS	0.00	-	(2.00)	-
FY09Port Security Grant Program(PSPG)	368	97.056	2009-PU-T9-K016	NAS	32.00	-	(34.00)	-
FY10Port Security Grant Program(PSPG)	368	97.056	2010-PU-T0-K020	NAS	5.00	-	(34.00)	-
Total for CFDA No. 97.056					37.00	-	(107.40)	-
FY07 Urban Area Security Initiative	476	97.067	0000066885	Fire/Pol	392.00	-	(206.00)	-
FY08 Urban Area Security Initiative	476	97.067	2008-GE-T8-0025	Fire/Pol	206.00	-	(146.00)	-
FY09 Urban Area Security Initiative	476	97.067	0000020717	Fire/Pol	146.00	-	(10.00)	-
FY10 Urban Area Security Initiative	476	97.067	0000022164	Fire/Pol	11.00	-	(279.00)	-
Metropolitan Medical Response System FY09	454	97.067	0000025496	Fire	290.00	-	(40.00)	-
Metropolitan Medical Response System FY10	454	97.067	2010-SS-T0-0012	Fire	18.00	-	(1.00)	-
Metropolitan Medical Response System FY10	393	97.067		Fire	1,063.00	-	(1,074.00)	-
Total for CFDA No. 97.067					2,463.00	87.00	(2,466.00)	0.00
* Passed through Ohio Management Agency								
* 2007 Buffer Zone	368	97.078	2007-BZ-T7-0048	Fire	29.00	-	(29.00)	-
Total for CFDA No. 97.078					29.00	-	(29.00)	-
* FY11 Staffing for Adequate Fire & Emergency Response(SAFER)	472	97.083	EMW-2011-FH-01122	Fire	333.00	-	(333.00)	-
Total for CFDA No. 97.083					333.00	-	(333.00)	-
TOTAL U.S. DEPARTMENT OF HOMELAND SECURITY					2,463.00	87.00	(2,466.00)	0.00
9 U.S. Department of Energy								
* Pass thru Ohio								
ARRA - 2011 OATP	502	81.041		IMG	196.00	-	(109.00)	-
Total for CFDA No. 81.041					196.00	-	(109.00)	-
ARRA -Energy Efficiency & Conservation Block Grant	502	81.128	DE-EE0000704	EQ	663.00	-	(659.00)	-
Total for CFDA No. 81.128					663.00	-	(659.00)	-
TOTAL U.S. DEPARTMENT OF ENERGY					859.00	0.00	(768.00)	0.00
TOTAL FEDERAL GRANTS & SUBSIDIES (Non-GAAP Basis)					67,998.00	2,014.00	(97,491.00)	593.00
Less Amount Recognized as Contributed Capital					(10,817.00)			
Less Accrual of Federal Grant & Subsidies at 12/31/11					(2,166.00)			
Plus Accrual of Federal Grant & Subsidies at 12/31/12					1,947.00			
Less: OMDA Loans					(8,877.00)			
Amount Recognized as Federal Grants & Subsidies (GAAP Basis)					48,085.00			

CITY OF CINCINNATI, OHIO
Schedule of Expenditures of Federal Awards
(Non-GAAP Budgetary Basis)
For the year ended December 31, 2012

Updated:

Grantor/Program Title	Fund	CFDA #	Grant #	Agency	Grant and Contract Revenue Received	Contributions and other Revenue	CFS Expenditures	Advances (Repayments) or Adjustments
1 * Indicates Federal monies passed through another agency to the City of Cincinnati.								
2 Total Community Development loans outstanding at December 31, 2012 totaled \$24,076,297.56 under CFDA 14.216; \$27,485,157 under CFDA 14.239, \$1,913,128.33 under CFDA 14.244, and \$2,618,600 under CFDA 14.256.								
3 In 2012 the City entered into an intergovernmental cooperative agreement with SORTA to administer the following grants awarded to the City as a sub-recipient. The City is responsible for the to assure that invoices paid are in compliance with the grants. The three grants covered under this agreement are: The Urban Circulator Grant Congestion Mitigation & Air Quality (CMAQ) Grant TIGER 3 Grant	CFDA 20.500 CFDA 20.205 CFDA 20.933	\$ 24,990,000.00 \$ 4,000,000.00 \$ 10,920,000.00						
4 The City of Cincinnati and the State of Ohio Department of Transportation (ODOT) have entered into an intergovernmental agreement to complete construction of the Midkrogel Viaduct and the 6th Street Expressway. The following grants were awarded to the City as pass through grants and will be administered by ODOT. SAFETEA-LU Grant OKI - Grant from FHWA Local Major Bridge Fund Grant	CFDA 20.205 CFDA 20.205 CFDA 20.205	\$ 8,430,076.00 \$ 16,436,014.00 \$ 3,700,000.00						

CLUSTERS

- a. CCDF Cluster
- b. Aging Cluster
- c. Medicaid Cluster
- d. CDBG - Entitlement and (HUD-Administered) Small Cities Cluster
- e. Fish and Wildlife Cluster
- f. Highway Planning and Construction Cluster
- g. Highway Safety Cluster
- h. JAG Program Cluster

CITY OF CINCINNATI, OHIO
INFRASTRUCTURE INCOME TAX

In accordance with the provisions of Chapter 311 of the Cincinnati Municipal Code, an additional earnings tax of .1% shall be levied for costs related to constructing, equipping, maintaining and repair of the City's infrastructure. Such tax shall remain in effect as long as the City appropriates at least the base amount required and subsequently expends funds at a level (ninety percent of the annual base amount within three years) specified in Chapter 311, CMC.

The following data summarizes the results of the City's compliance with the infrastructure income tax requirements for 2012, 2011 and 2010.

(AMOUNTS IN THOUSANDS)

	<u>December 31</u>		
	<u>2012</u>	<u>2011</u>	<u>2010</u>
Required Base Amount	\$63,360	\$62,300	\$65,462
Actual Appropriated Amount	\$74,259	\$72,718	\$70,550
Infrastructure Expenditures - As of December 31, 2012	\$42,136	\$57,797	\$62,396
Percentage of Expenditures to Base Amount	66.5025%	92.7721%	95.3164%

I hereby certify that the City of Cincinnati appropriated for 2012 an amount sufficient to meet the requirements for continuation of the Infrastructure Income Tax.



Reginald Zeno
 Director of Finance

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STATISTICAL SECTION

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CITY OF CINCINNATI, OHIO

STATISTICAL SECTION

This section of the City of Cincinnati's comprehensive annual financial report provides detailed historical and economic information for users of the financial statements, notes to the financial statements, and required supplementary information for the purpose of assessing and evaluating the City's economic condition.

Financial Trends – This section provides information on the City's net position, changes to net position and fund balance for assessing the changes in financial position over time.

Revenue Capacity – This section provides information on the City's ability to generate revenue, specifically income tax (the major source of revenue for governmental activities) and property tax revenue.

Debt Capacity Information – This section provides information on the City's outstanding debt, debt limitations and the ability to leverage and pay future debt.

Demographic and Economic Information – This section provides information about the environment in which the City operates.

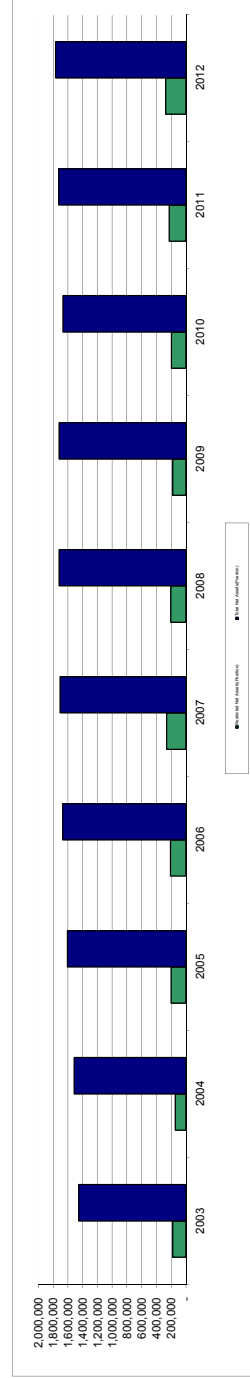
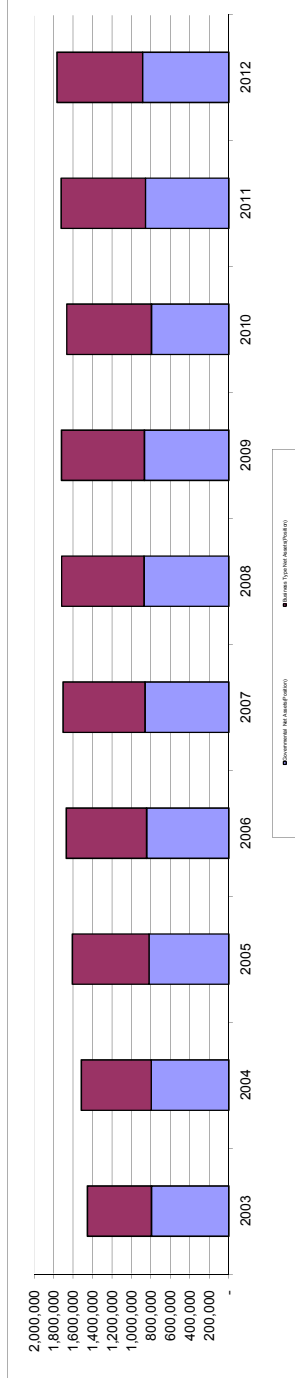
Operating Information – This section provides operating information related to the City's infrastructure, assets and services provided by function.

Sources: Unless otherwise noted, the information in these statistical schedules is from the comprehensive annual financial reports for the relevant years.

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City of Cincinnati
Financial Trends Information
Schedule 1
Net Position by Category
Last Ten Fiscal Years
(Amounts in Thousands)

	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Governmental Activities										
Net Investment in Capital Assets	\$ 534,086	\$ 612,373	\$ 631,671	\$ 648,232	\$ 648,708	\$ 645,883	\$ 674,690	\$ 714,580	\$ 741,266	\$ 777,236
Restricted	176,263	141,202	151,280	158,416	176,785	162,774	133,750	160,955	203,698	223,828
Unrestricted	86,312	44,171	37,601	38,353	37,165	84,412	60,588	(80,222)	(89,024)	(114,492)
Subtotal governmental activities net position	796,641	798,322	820,532	845,001	862,658	873,069	869,028	795,313	855,940	886,570
Business-Type activities										
Net Investment in Capital Assets	566,748	639,500	715,004	752,246	739,650	707,549	705,909	750,184	745,722	748,487
Restricted	4,452	3,004	48,974	84,453	84,453	42,929	47,438	36,587	23,010	52,330
Unrestricted	85,048	75,868	23,457	23,562	17,250	95,424	97,175	85,433	98,341	79,518
Subtotal business-type activities net position	656,248	718,372	787,435	827,217	841,353	845,902	850,522	872,204	867,073	880,335
Primary Government										
Net Investment in Capital Assets	1,100,814	1,251,873	1,346,675	1,400,478	1,386,358	1,353,432	1,380,599	1,464,764	1,486,988	1,525,723
Restricted	180,715	144,206	200,234	209,825	261,238	205,703	181,188	197,542	226,708	276,156
Unrestricted	171,380	120,615	61,058	61,915	54,415	159,836	157,763	5,211	9,317	(34,974)
Total primary government net position	\$ 1,452,889	\$ 1,516,684	\$ 1,607,967	\$ 1,672,218	\$ 1,704,011	\$ 1,718,971	\$ 1,719,550	\$ 1,667,517	\$ 1,723,013	\$ 1,766,905



City of Cincinnati, Ohio
Financial Trends Information
Schedule 2
Changes in Net Assets(Position)
Last Ten Fiscal Years
(Amounts in Thousands)

	Fiscal Year									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Program Revenues										
Governmental Activities:										
Charges for Services										
General Government	\$ 84,702	\$ 101,089	\$ 91,650	\$ 92,798	\$ 98,413	\$ 100,874	\$ 107,959	\$ 106,395	\$ 78,682	\$ 52,737
Community Development	1,644	1,041	676	706	1,274	2,488	408	5,147	37	13,346
Parks and Recreation	6,217	6,726	5,915	6,939	7,103	6,833	7,314	7,451	7,059	7,404
Public Safety	7,634	9,281	12,562	16,410	12,083	16,404	14,230	14,789	19,331	18,059
Transportation and Engineering	393	1,278	1,189	1,247	1,185	1,583	85	1,956	1,360	1,581
General Services										
Public Services	1,858	2,066	2,212	1,976	2,256	3,078	5,735	2,588	36	2,301
Public Health	9,026	8,009	8,582	8,286	9,060	8,216	9,607	10,152	10,314	12,340
Operating Grants and Contributions	53,721	43,405	43,148	62,757	38,051	43,632	54,101	64,475	66,024	78,897
Capital Grants and Contributions	27,323	16,834	13,478	9,954	12,559	21,502	22,951	23,436	27,012	31,232
Total governmental activities program revenue	192,518	189,729	179,412	201,073	181,984	204,610	222,390	236,389	209,855	217,897
Business-type activities										
Charges for Services										
Water Works	87,538	90,877	98,689	101,057	117,494	119,228	115,377	123,443	119,434	132,486
Parking Facilities	7,885	8,969	8,827	8,196	8,567	8,814	8,860	9,520	10,385	10,402
Convention Center	2,994	2,841	1,776	3,676	6,209	6,440	5,236	6,764	7,513	6,788
General Aviation	1,867	1,901	1,786	1,669	1,887	2,029	1,932	2,039	2,044	2,083
Municipal Golf	5,811	6,080	5,949	6,129	6,457	6,414	6,458	6,069	5,270	5,990
Stormwater Management	7,348	7,224	7,063	7,230	8,713	8,692	8,756	8,919	8,412	9,686
Capital Grants and Contributions	12,190	43,028	61,017	32,711	5,140	5,293	9,971	32,217	3,543	3,414
Total business-type activities program revenues	125,633	160,920	185,107	160,668	154,467	156,910	156,590	188,971	156,601	170,849
Total primary government program revenues	\$ 318,151	\$ 350,649	\$ 364,519	\$ 361,741	\$ 336,451	\$ 361,520	\$ 378,980	\$ 425,360	\$ 366,456	\$ 388,746
Expenses										
Governmental Activities:										
General Government	\$ 115,988	\$ 119,686	\$ 127,826	\$ 139,504	\$ 141,045	\$ 139,727	\$ 140,573	\$ 178,047	\$ 117,064	\$ 111,713
Community Development	65,028	60,367	39,235	56,751	45,910	48,658	44,194	54,316	45,274	49,744
Parks and Recreation	35,496	37,033	39,438	40,848	42,069	44,616	42,345	51,298	42,419	44,615
Public Safety	192,370	205,338	218,576	224,724	235,945	247,924	253,413	254,720	242,159	248,347
Transportation and Engineering	25,378	30,529	26,472	37,271	37,734	37,965	42,361	46,805	34,121	58,483
Transit Systems			37,712	41,950	43,814	45,389	46,537	40,398	41,746	45,047
Enterprise Services	35,558	37,038								
Public Services	44,662	46,477	48,125	47,268	53,166	60,227	48,987	60,920	57,415	46,287
Public Health	40,844	42,437	44,809	44,227	43,367	45,703	48,017	58,940	47,862	43,197
Interest on long-term debt	17,618	18,516	21,767	18,789	19,034	21,276	22,180	22,865	23,004	23,806
Total governmental activities expenses	572,942	597,421	603,960	651,332	662,084	691,485	688,607	768,309	651,064	671,239
Business-type activities										
Water Works	84,142	88,095	99,895	99,177	108,314	113,804	117,007	132,531	119,423	116,368
Parking Facilities	7,416	6,845	6,637	9,118	10,397	8,969	8,831	9,605	8,807	11,765
Convention Center	7,117	7,057	6,809	10,359	14,588	18,372	14,605	15,424	15,484	14,617
General Aviation	2,083	1,922	2,032	2,160	2,319	2,753	2,529	2,864	2,729	2,110
Municipal Golf	6,282	5,820	6,266	6,179	6,428	6,369	6,141	6,258	7,313	6,291
Stormwater Management	5,829	5,722	5,739	7,226	8,258	8,452	9,998	8,927	11,157	11,458
Total business-type activities expenses	112,869	115,461	129,378	134,219	150,304	158,719	159,111	175,609	164,913	162,609
Total primary government expenses	\$ 685,811	\$ 712,882	\$ 733,338	\$ 785,551	\$ 812,388	\$ 850,204	\$ 847,718	\$ 943,918	\$ 815,977	\$ 833,848
Net (Expense)/Revenue										
Governmental activities	\$ (380,424)	\$ (407,692)	\$ (424,548)	\$ (450,259)	\$ (480,100)	\$ (486,875)	\$ (466,217)	\$ (531,920)	\$ (441,209)	\$ (453,342)
Business-type activities	12,764	45,459	55,729	26,449	4,163	(1,809)	(2,521)	13,362	(8,312)	8,240
Total Primary Government Net Expense	(367,660)	(362,233)	(368,819)	(423,810)	(475,937)	(488,684)	(468,738)	(518,558)	(449,521)	(445,102)

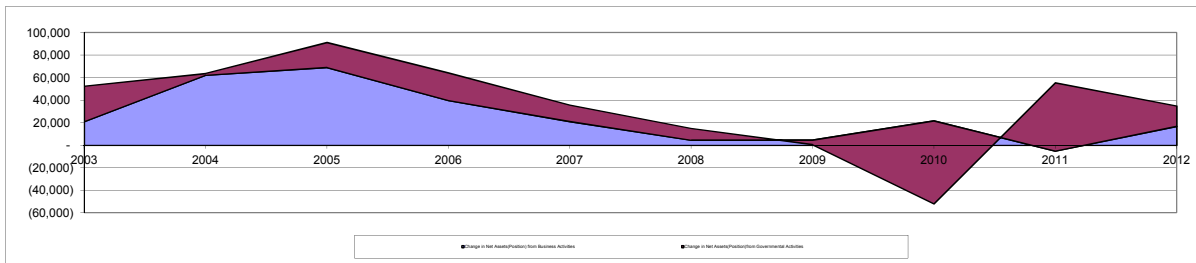
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City of Cincinnati, Ohio
Financial Trends Information
Schedule 2
Changes in Net Assets(Position)
Last Ten Fiscal Years
(Amounts in Thousands)

(Continued)

	Fiscal Year									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
General Revenues and Other Changes in Net Assets(Position)										
Governmental activities:										
Tax										
Property taxes	\$ 68,040	\$ 67,614	\$ 67,816	\$ 79,996	\$ 75,393	\$ 75,062	\$ 80,153	\$ 51,509	\$ 53,335	\$ 50,310
Income taxes	259,488	261,712	297,583	305,254	304,466	319,565	299,778	297,636	325,089	319,317
Admission taxes	4,075	3,890	3,691	4,494	4,309	4,570	4,028	4,174	4,450	4,616
Shared taxes	68,018	72,162	67,304	63,412	67,927	73,079	60,320	64,714	62,012	57,438
Occupancy Tax	1,449	1,810	1,909	1,874	2,131	2,222	1,884	2,007	2,270	2,330
Unrestricted Investment earnings	11,199	11,252	12,234	20,344	20,311	19,363	14,461	10,861	9,407	5,931
Miscellaneous	52	105	206	55	127	699	1,350	27,380	31,844	31,370
Special Item - Gain on Sale of Property					16,543					14,000
Transfers between governmental and business-type activities	(302)	(9,172)	(3,985)	(701)	3,500	2,726	202	(76)	(571)	100
Total governmental activities	412,019	409,373	446,758	474,728	494,707	497,286	462,176	458,205	501,836	471,412
Business-type activities:										
Tax										
Occupancy taxes	1,019	1,092	1,230	1,046	1,274	1,287	1,187	1,234	1,394	1,419
Unrestricted Investment earnings	2,396	2,272	4,176	7,278	8,380	6,320	3,662	4,969	4,515	3,976
Miscellaneous	4,780	4,129	3,943	4,308	3,819	2,455	2,494	2,041	1,486	3,294
Loss on disposal of assets	(372)									
Special Item						(978)		-	(4,785)	
Transfers between governmental and business-type activities	302	9,172	3,985	701	3,500	(2,726)	(202)	76	571	(100)
Total business-type activities	8,125	16,665	13,334	13,333	16,973	6,358	7,141	8,320	3,181	8,589
Total Primary Governmental Activities	420,144	426,038	460,092	488,061	511,680	503,644	469,317	466,525	505,017	480,001
Change in Net Assets (Position)										
Governmental activities	\$ 31,595	\$ 1,681	\$ 22,210	\$ 24,469	\$ 14,607	\$ 10,411	\$ (4,041)	\$ (73,715)	\$ 60,627	\$ 18,070
Business-type activities	20,889	62,124	69,063	39,782	21,136	4,549	4,620	21,682	(5,131)	16,829
Total Primary Governmental Activities	\$ 52,484	\$ 63,805	\$ 91,273	\$ 64,251	\$ 35,743	\$ 14,960	\$ 579	\$ (52,033)	\$ 55,496	\$ 34,899

Note: In 2011, the Retirement beginning paying the prescription drug benefits for retirees directly instead of through the Self-Insured Medical Fund, resulting in a decrease in General Government Charges for Services, offset by a decrease in General Government Expenditures



City of Cincinnati
Financial Trends Information
Schedule 3
Fund Balances, Governmental Funds
Last Ten Fiscal Years
(Amounts in Thousands)

	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
General Fund										
Nonspendable	\$ 14,138	\$ 12,894	\$ 15,229	\$ 13,712	\$ 17,406	\$ 13,226	\$ 5,790	\$ 3,726	\$ 4,063	\$ 6,415
Reserved	51,339	48,539	55,994	57,392	56,058	53,471				
Unreserved										
Unrestricted:										
Committed							12,885	8,295	5,287	6,828
Assigned							36,106	27,316	24,975	24,548
Unassigned							35,214	46,017	65,481	61,915
Total General Fund	<u>65,477</u>	<u>61,433</u>	<u>71,223</u>	<u>71,104</u>	<u>73,464</u>	<u>66,697</u>	<u>89,995</u>	<u>85,354</u>	<u>99,806</u>	<u>99,706</u>
Capital Projects Fund										
Nonspendable							17,213	15,962	898	903
Reserved	66,639	65,634	72,364	66,454	67,052	103,682	118,630	109,561	125,603	160,798
Restricted										
Unreserved	97,142	87,925	94,921	94,446	109,614	105,996				
Unrestricted:										
Committed							15,764	-	-	-
Assigned							31,560	-	-	-
Unassigned										
Total Capital Projects Fund	<u>163,781</u>	<u>153,559</u>	<u>167,285</u>	<u>160,900</u>	<u>176,666</u>	<u>209,678</u>	<u>183,157</u>	<u>125,523</u>	<u>126,501</u>	<u>161,701</u>
Debt Service Fund										
Nonspendable								10,000		
Reserved	53,534	44,240	44,780	51,256	55,545	65,660				
Restricted							73,137	50,548	81,090	76,846
Unreserved										
Unrestricted:										
Committed										
Assigned										
Unassigned										
Total Debt Service Fund	<u>53,534</u>	<u>44,240</u>	<u>44,780</u>	<u>51,256</u>	<u>55,545</u>	<u>67,085</u>	<u>73,137</u>	<u>60,548</u>	<u>81,090</u>	<u>76,846</u>
All Other Governmental Funds										
Nonspendable										
Reserved	47,549	42,488	41,709	45,472	40,850	45,987	3,447	3,274	2,645	2,655
Restricted							52,111	98,085	117,086	93,966
Unreserved	19,918	23,789	31,275	31,898	36,644	35,684				
Unrestricted:										
Committed								503	18,021	13,171
Assigned							24,587	18,447		
Unassigned							(1,581)		(1,748)	(1,024)
Total Other Governmental Funds	<u>67,467</u>	<u>66,277</u>	<u>72,984</u>	<u>77,370</u>	<u>77,494</u>	<u>81,671</u>	<u>78,564</u>	<u>120,309</u>	<u>136,004</u>	<u>108,768</u>
Total Fund Balance, Governmental Funds	<u>\$ 350,259</u>	<u>\$ 325,509</u>	<u>\$ 356,272</u>	<u>\$ 360,630</u>	<u>\$ 383,169</u>	<u>\$ 425,131</u>	<u>\$ 424,853</u>	<u>\$ 391,734</u>	<u>\$ 443,401</u>	<u>\$ 447,021</u>
Estimated Liability for Compensated Absences	\$ 7,248	\$ 7,433	\$ 7,624	\$ 7,923	\$ 8,340	\$ 8,683	\$ 10,623	\$ 1,065	\$ 1,048	\$ 3,448

Notes: In 2004 a reserve of fund balance was created for the Estimated Liability for Compensated Absences. In prior years this amount has been included in the liability section of the financial statements. Prior years have been restated.

In 2009 GASB 54 was implemented which eliminated the reserved and unreserved classifications and replaced them with Nonspendable, Restricted and Unrestricted. Within the Unrestricted category three classifications of fund balance were created. They are Committed, Assigned and Unassigned.

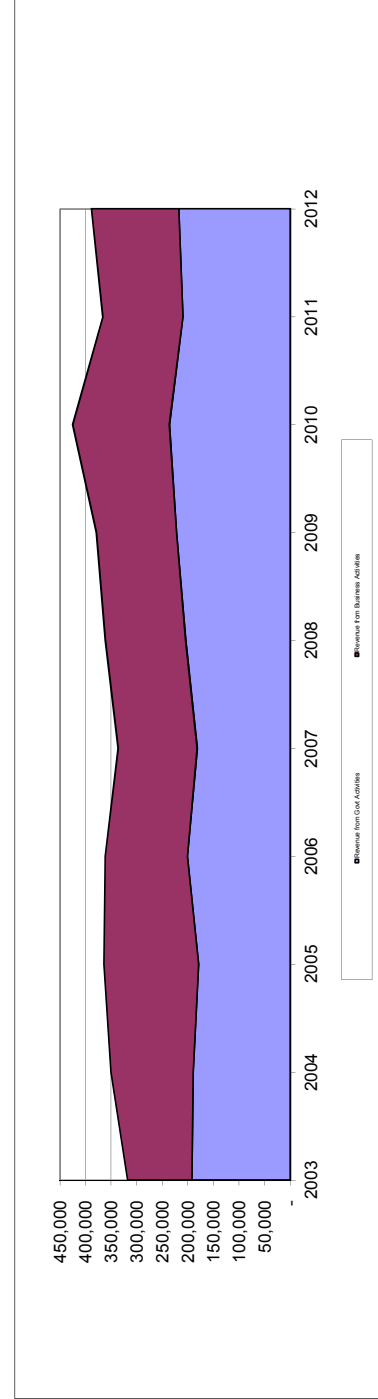
City of Cincinnati
Financial Trends Information
Schedule 4
Changes in Fund Balances, Governmental Funds
Last Ten Fiscal Years
(Amounts in Thousands)

	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Revenues										
Taxes	\$ 331,539	\$ 339,750	\$ 357,636	\$ 384,108	\$ 392,302	\$ 398,520	\$ 386,846	\$ 359,559	\$ 377,508	\$ 379,467
Licenses and Permits	9,331	9,844	10,449	10,917	11,516	11,302	12,045	11,218	11,313	10,624
Use of Money and Property	37,509	49,532	37,413	46,741	52,347	45,223	41,409	43,935	38,047	37,099
Special Assessments	3,762	3,918	4,183	4,048	4,257	4,327	4,383	5,416	4,993	5,058
Intergovernmental Revenue	75,209	72,095	75,976	67,800	69,001	77,737	71,514	75,139	71,506	90,255
Federal Grants	56,349	40,343	33,723	56,410	41,806	32,613	48,155	60,328	62,508	65,729
State Grants and Subsidies	6,853	8,933	3,283	7,545	4,429	22,584	10,461	14,738	17,824	10,550
Charges for Current Services	24,006	26,483	27,441	29,979	31,448	32,326	34,066	35,015	35,007	37,738
Miscellaneous	11,478	14,662	14,460	6,908	6,584	5,744	13,216	35,753	35,419	34,839
Total Revenue	556,036	565,560	564,564	614,456	613,690	630,376	622,095	641,101	654,125	671,359
Expenditures										
Current										
General Government	52,119	52,081	46,751	49,555	51,621	51,828	65,161	62,296	64,982	65,969
Community Development	46,978	27,128	10,283	9,575	8,934	13,087	11,418	10,563	8,386	8,351
Parks and Recreation	28,411	27,921	28,360	30,626	30,746	30,037	28,864	28,324	26,048	28,133
Public Safety	142,126	151,301	154,319	168,514	171,533	180,415	180,917	177,738	177,432	176,453
Transportation and Engineering	7,328	7,220	7,386	7,586	8,422	7,194	8,222	7,488	6,241	7,671
Transit System			37,672	41,950	43,820	45,389	46,537	40,398	41,746	45,047
General Services	35,558	37,588								
Public Services	35,358	34,776	33,724	33,529	38,371	39,754	33,549	35,514	28,887	27,834
Public Health	34,632	35,056	34,225	34,752	33,461	32,235	34,275	33,898	30,203	31,397
Employee Benefits	58,645	67,591	72,318	77,996	84,415	81,588	84,487	92,418	94,932	102,874
Capital Outlay	121,460	128,012	96,133	152,032	114,358	130,585	142,571	171,810	144,866	205,251
Debt Services:										
Principal Retirement	55,385	48,914	35,514	50,581	53,079	34,398	41,852	38,338	40,869	44,888
Interest	17,457	18,599	18,054	18,878	19,298	21,006	21,878	22,878	22,670	23,885
Bond Issuance Cost	707	342		389	1,059	1,403	1,070	556	850	1,193
Total Expenditures	636,164	636,529	575,418	675,963	659,117	668,919	700,801	722,209	688,112	768,946
Excess/(Deficiency) of Revenues over/(under) Expenditures	(80,128)	(70,969)	(10,854)	(61,507)	(45,427)	(38,543)	(78,706)	(81,108)	(33,987)	(97,587)
Other Financing Sources (Uses)										
General Obligation Bonds and Notes Issued	58,840	55,695	44,431	61,190	50,500	41,600	64,250	47,027	49,000	89,155
Refunding Bonds Issued		2,130	40,470	6,087	52,005	5,080	5,080	10,305	19,000	49,025
Payment to Refunded Bonds Escrow Agent		(2,130)	(40,292)		(54,308)		(4,800)	(10,810)	(20,683)	(54,571)
State Loans Received					2,300					
Capital Lease Agreements	77				9,995	35,280	12,770		21,000	
Revenue Bonds Issued	20,505	3,213	1,021	720	3,524	1,133	1,279	1,661	3,869	17,670
Premium on Bonds Issued	821					(554)	(31)		(180)	
Discount on Revenue Bonds	(70)									
Operating Transfers In	92,337	117,408	39,280	48,532	85,980	130,747	80,441	81,621	74,290	115,744
Operating Transfers/(Out)	(100,582)	(130,097)	(43,293)	(50,664)	(82,030)	(127,701)	(80,561)	(81,815)	(74,642)	(114,796)
Total Other Financing Sources/(Uses)	71,928	46,219	41,617	65,865	67,966	80,505	78,428	47,989	71,654	102,227
Special Item									14,000	
Net change in fund balances	\$ (8,200)	\$ (24,750)	\$ 30,763	\$ 4,358	\$ 22,539	\$ 41,962	\$ (278)	\$ (33,119)	\$ 51,667	\$ 4,640
Capitalized Assets	\$ 100,051	\$ 57,471	\$ 70,581	\$ 73,029	\$ 81,589	\$ 89,910	\$ 124,870	\$ 108,294	\$ 112,357	\$ 161,148
Debt services as a Percentage of Noncapital Expenditures	13.72%	11.72%	10.75%	11.56%	12.72%	9.81%	11.25%	10.06%	11.18%	11.51%

Note: Capitalized Asset amount is from Footnote 14, Governmental Asset Additions.

City of Cincinnati
Financial Trends Information
Schedule 5
Program Revenues by Function
Last Ten Fiscal Years
(Amounts in Thousands)

Function/Program	Program Revenue									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Governmental Activities:										
General Government	\$ 94,357	\$ 106,815	\$ 94,598	\$ 100,473	\$ 110,447	\$ 103,886	\$ 110,673	\$ 111,773	\$ 90,913	\$ 69,143
Community Development	37,877	28,716	32,316	39,478	25,617	25,404	31,580	43,336	36,005	45,061
Parks and Recreation	10,949	8,958	7,655	10,897	9,832	13,888	9,358	12,601	9,447	9,295
Public Safety	11,577	12,818	15,997	31,978	17,649	21,909	26,464	27,654	35,241	30,243
Transportation and Engineering	21,396	16,319	11,232	1,608	253	18,842	19,382	15,828	17,007	41,236
Transit System										
Enterprise Services	1,858	2,066	2,326	2,036	2,296	4,968	5,781	4,812	1,409	3,304
Public Services	14,504	14,037	15,288	14,603	15,890	15,713	19,152	20,385	19,833	19,615
Public Health										
Subtotal governmental activities program revenue	192,518	189,729	179,412	201,073	181,984	204,610	222,390	236,389	209,855	217,897
Business-type activities										
Water Works	96,199	95,940	113,153	106,703	122,429	122,327	125,081	126,482	122,738	135,871
Parking Facilities	7,891	8,969	8,827	8,218	8,610	8,822	8,868	9,520	10,535	10,402
Convention Center	6,051	40,613	48,064	29,101	6,209	7,505	5,236	6,764	7,513	6,788
General Aviation	2,324	2,076	2,051	1,987	1,983	2,103	2,191	2,042	2,133	2,112
Municipal Golf	5,811	6,080	5,949	7,429	6,511	6,776	6,458	6,367	5,270	5,990
Stormwater Management	7,357	7,242	7,063	7,230	8,725	9,377	8,756	37,796	8,412	9,686
Subtotal business-type activities program revenues	125,633	160,920	185,107	160,668	154,467	156,910	156,590	188,971	156,601	170,849
Total primary government program revenues	\$ 318,151	\$ 350,649	\$ 364,519	\$ 361,741	\$ 336,451	\$ 361,520	\$ 378,980	\$ 425,360	\$ 366,456	\$ 388,746



City of Cincinnati
Financial Trends Information
Schedule 6
Total Revenue by Source, Governmental Funds
Last Ten Fiscal Years
(Amounts in Thousands)

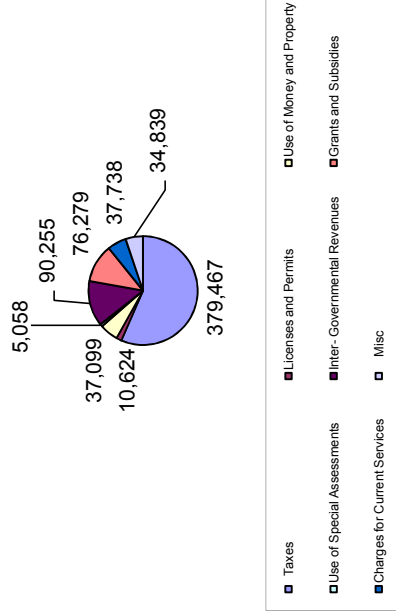
Fiscal Year	Taxes	Licenses and Permits	Use of Money and Property	Special Assessments	Inter-Governmental Revenues	Grants and Subsidies	Charges for Current Services	Misc	Total
2003	\$ 331,539	\$ 9,331	\$ 37,509	\$ 3,762	\$ 75,209	\$ 63,202	\$ 24,006	\$ 11,478	\$ 556,036
2004	339,750	9,844	49,532	3,918	72,095	49,276	26,483	14,662	565,560
2005	357,636	10,449	37,413	4,183	75,976	37,006	27,441	14,460	564,564
2006	384,108	10,917	46,741	4,048	67,800	63,955	29,979	6,908	614,456
2007	392,302	11,516	52,347	4,257	69,001	46,235	31,448	6,584	613,690
2008	398,520	11,302	45,223	4,327	77,737	55,197	32,326	5,744	630,376
2009	386,846	12,045	41,409	4,383	71,514	58,616	34,066	13,216	622,095
2010	359,559	11,218	43,935	5,416	75,139	75,066	35,015	35,753	641,101
2011	377,508	11,313	38,047	4,993	71,506	80,332	35,007	35,419	654,125
2012	379,467	10,624	37,099	5,058	90,255	76,279	37,738	34,839	671,359
Change 2003-2012	14.5%	13.9%	-1.1%	34.4%	20.0%	20.7%	57.2%	203.5%	20.7%

City of Cincinnati
Tax Revenues by Source, Governmental Funds
Last Ten Fiscal Years
(Amounts in Thousands)

Fiscal Year	Income Tax	Property Tax	Admissions Tax	Occupancy Tax	Tax Revenue
2003	\$ 258,936	\$ 67,079	\$ 4,075	\$ 1,449	\$ 331,539
2004	267,331	66,694	3,915	1,810	339,750
2005	285,116	66,956	3,673	1,891	357,636
2006	298,603	79,138	4,493	1,874	384,108
2007	311,327	74,534	4,310	2,131	392,302
2008	317,532	74,196	4,570	2,222	398,520
2009	303,685	77,250	4,027	1,884	386,846
2010	302,307	51,070	4,175	2,007	359,559
2011	317,453	53,335	4,450	2,270	377,508
2012	322,526	49,995	4,616	2,330	379,467
Change 2003-2012	24.6%	-25.5%	13.3%	28.7%	14.5%

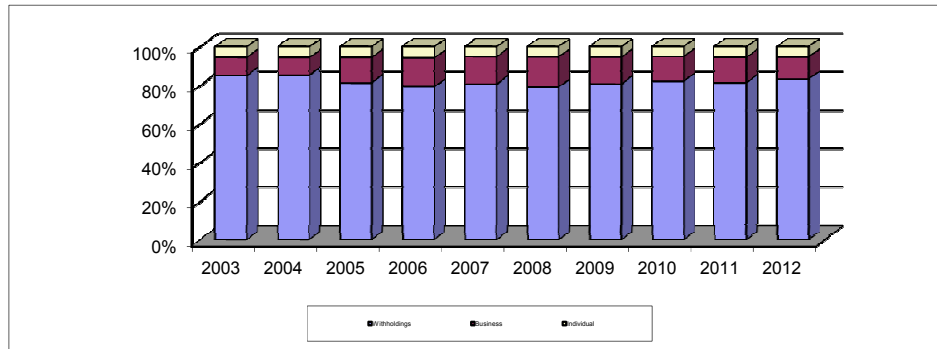
(1) Property Taxes include TIF service payments until 2010. TIF service payments are now in Miscellaneous Revenue.

Governmental Revenue 2012



**City of Cincinnati
Revenue Capacity
Schedule 1
Income Tax Revenue Base and Collections
Cash Basis
Last Ten Fiscal Years
(Amounts in Thousands)**

Tax Year	Individual	% Total	Business	% Total	Withholding	% Total	Gross Receipts	Refunds	Net Receipts
2003	\$ 14,654	5.4%	\$ 25,676	9.5%	\$ 228,875	85.0%	\$ 269,205	\$ 11,227	\$ 257,978
2004	15,046	5.5%	25,080	9.2%	233,142	85.3%	273,268	10,666	262,602
2005	16,226	5.5%	38,407	13.0%	240,200	81.5%	294,833	9,184	285,649
2006	17,984	5.7%	46,714	14.8%	251,446	79.5%	316,144	11,848	304,296
2007	16,206	5.1%	44,812	14.0%	258,136	80.9%	319,154	13,155	305,999
2008	17,414	5.2%	51,676	15.5%	264,806	79.3%	333,896	12,660	321,236
2009	16,789	5.3%	43,743	13.8%	257,088	80.9%	317,620	14,608	303,012
2010	15,981	5.1%	40,236	12.7%	259,652	82.2%	315,869	12,955	302,914
2011	17,855	5.4%	42,898	13.0%	268,318	81.6%	329,071	12,721	316,350
2012	17,705	5.3%	38,315	11.4%	278,910	0.0%	334,930	12,194	322,736



Note: 1. The income tax rate is 2.1%.
 2. Minor differences between net receipts and Non-GAAP receipts are due to processing of City employee withholdings.
 Source: Cincinnati Income Tax Division

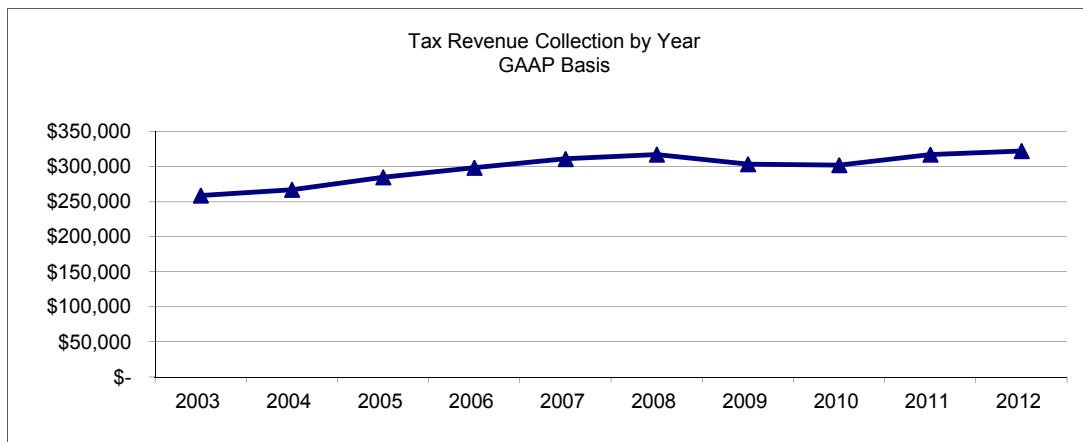
**City of Cincinnati
Revenue Capacity
Schedule 2
Income Tax Revenues
GAAP and NonGAAP
Last Ten Fiscal Years
(Amounts in Thousands)**

Non GAAP Budgetary Basis

Year	General Fund	Transit Fund	Infrastructure Fund	Permanent Improvement Fund	Total	% Inc(Dec) PriorYr
2003	\$ 187,993	\$ 36,802	\$ 12,267	\$ 20,550	\$ 257,612	2.64%
2004	193,411	37,434	12,478	18,717	262,040	1.72%
2005	210,536	40,749	13,583	20,375	285,243	8.85%
2006	219,000	43,149	14,383	25,512	302,044	5.89%
2007	225,008	43,840	14,614	23,421	306,883	1.60%
2008	231,758	45,821	15,274	27,898	320,751	4.52%
2009	223,800	43,316	14,439	21,658	303,213	-5.47%
2010	222,497	43,064	14,355	21,532	301,448	-0.58%
2011	233,752	45,242	15,081	22,621	316,696	5.06%
2012	238,210	46,105	15,368	23,053	322,736	1.91%

GAAP Basis

Year	General Fund	Transit Fund	Infrastructure Fund	Permanent Improvement Fund	Total	% Inc(Dec) PriorYr
2003	\$ 188,971	\$ 36,991	\$ 12,330	\$ 20,644	\$ 258,936	2.88%
2004	197,616	38,248	12,750	18,717	267,331	3.24%
2005	210,415	40,726	13,575	20,364	285,080	6.64%
2006	216,323	42,631	14,210	25,439	298,603	4.74%
2007	226,704	44,168	14,723	25,732	311,327	4.26%
2008	229,381	45,362	15,121	27,668	317,532	1.99%
2009	222,942	43,150	14,383	23,210	303,685	-4.36%
2010	223,130	43,187	14,396	21,594	302,307	-0.45%
2011	234,311	45,350	15,117	22,675	317,453	5.01%
2012	238,054	46,075	15,359	23,038	322,526	1.60%



**City of Cincinnati
Revenue Capacity
Schedule 3
Assessed Valuations and Estimated True Values
Last Ten Years**

Year	<u>Assessed Valuations</u>			Tangible Personal Property	Total	Direct Tax Rate
	Real Property	Public Utility Property				
2003	\$ 4,871,308,460	\$ 319,863,560	\$ 535,538,450	\$ 5,726,710,470	10.63	
2004	4,930,272,530	323,749,180	536,114,777	5,790,136,487	10.36	
2005	4,836,981,760	319,434,990	542,827,280	5,699,244,030	10.34	
2006	5,507,516,440	324,806,710	412,447,200	6,244,770,350	10.19	
2007	5,522,872,120	312,711,570	337,541,870	6,173,125,560	9.93	
2008	5,523,140,570	259,754,620	182,812,120	5,965,707,310	9.89	
2009	5,647,647,630	258,279,260	28,684,610	5,934,611,500	9.89	
2010	5,653,703,070	270,947,630	15,462,590	5,940,113,290	9.82	
2011	5,548,127,850	279,408,310	-	5,827,536,160	10.07	
2012	5,047,722,430	295,612,690	-	5,343,335,120	10.50	

The current assessed valuation for 2012 is computed at approximately the following percentages of estimated true value:

real property - 35%; public utilities, tangible personal property machinery and equipment, and inventory - various.

For real property, the estimated true values for the last ten years are computed as follows:

Year	Estimated True Values	Year	Estimated True Values
2003	\$ 13,918,024,171	2008	\$ 15,780,401,629
2004	14,086,492,943	2009	16,509,153,786
2005	13,819,947,886	2010	16,486,235,333
2006	15,735,761,257	2011	16,131,202,167
2007	15,779,634,629	2012	15,266,671,771

For public utility property and tangible personal property, the City is not able to calculate estimated true values for the last ten years because the tangible personal property components (machinery and equipment, and business inventory) have been assessed over the years at different percentages.

**City of Cincinnati
Revenue Capacity
Schedule 4
Property Tax Rates - Direct and Overlapping Governments
Last Ten Years**

Year	Year	City Levy		School Levy	County Levy	Total Levy	Residential Effective Millage	Commercial Effective Millage
		General Fund	Debt Service					
2002 for	2003	5.27	5.36	56.25	21.87	88.75	58.94	66.70
2003 for	2004	5.00	5.36	60.75	21.51	92.62	62.90	70.98
2004 for	2005	4.98	5.36	60.83	21.06	92.23	64.21	71.87
2005 for	2006	4.83	5.36	59.77	20.81	90.77	57.61	68.60
2006 for	2007	4.57	5.36	59.37	20.18	89.48	56.94	67.99
2007 for	2008	4.53	5.36	59.67	20.56	90.12	57.57	68.69
2008 for	2009	4.53	5.36	67.95	20.63	98.47	65.70	76.08
2009 for	2010	4.46	5.36	67.87	21.48	99.17	66.66	77.44
2010 for	2011	4.60	5.47	68.54	21.48	100.09	67.82	79.88
2011 for	2012	4.60	5.90	70.76	20.06	101.32	73.68	84.72

Note: Rates are expressed as dollars of tax per thousand dollars of taxable valuation.

Source: Hamilton County Auditor's Office

**City of Cincinnati
Revenue Capacity
Schedule 5
Principal Property Taxpayers
Current Year and Nine Years Ago**

Taxpayer	2012			2003		
	Taxable Assessed Value	Rank	Percentage of Total Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Assessed Value
Duke Energy (aka Cinergy)	\$ 312,157,580	1	5.84%	\$ 222,250,760	1	4.17%
The Procter and Gamble Co	54,186,250	2	1.01%	119,942,960	2	2.25%
Emery Realty	26,646,190	3	0.50%			
Fifth Third Bank	22,988,780	4	0.43%	26,320,000	7	0.49%
OTR	21,525,000	5	0.40%			
Columbia Development	20,448,030	6	0.38%	74,240,730	3	1.39%
Regency Centers LP	17,937,490	7	0.34%	27,720,000	6	0.52%
Hertz Center	14,000,000	8	0.26%			
Fifth Third Center	13,578,470	9	0.25%	21,350,000	10	0.40%
Western Southern Life	12,023,470	10	0.23%			
Emery Realty				30,975,000	4	0.58%
Prudential Insurance				28,000,000	5	0.53%
Kroger Company				26,045,940	8	0.49%
Total	\$ 515,491,260		9.65%	\$ 550,799,450		10.82%
Total Assessed Value	\$ 5,343,335,120					

Source: Hamilton County Auditors' Office

Note:

1. Assessed Valuation is based on both the personal and real property valuation of the largest property holder in the city.
2. The total assessed valuation figure is the 2012 valuation for 2013 real property tax collections.

**City of Cincinnati
Revenue Capacity
Schedule 6
Property Tax Levy and Collections
Last Ten Years
(in thousands)**

Year	Net Tax Levy	Current Collections	Percentage of Current Collections to Net Levy	Prior Year Collections	Total Collections	Percentage of Total Collections to Net Levy
2003	\$ 62,769	\$ 58,366	92.99%	\$ 2,580	\$ 60,946	97.10%
2004	61,664	56,720	91.98%	2,740	59,460	96.43%
2005	60,536	56,162	92.77%	2,696	58,858	97.23%
2006	64,591	59,744	92.50%	3,279	63,023	97.57%
2007	62,614	57,087	91.17%	3,148	60,235	96.20%
2008	60,231	55,389	91.96%	2,978	58,367	96.91%
2009	59,803	54,390	90.95%	2,956	57,346	95.89%
2010	58,408	52,764	90.34%	2,769	55,533	95.08%
2011	59,552	54,285	91.16%	3,389	57,674	96.85%
2012	50,382	46,897	93.08%	3,123	50,020	99.28%

Note: Collections (2006 - 2012) have been reduced for State reimbursements of personal property tax that had been included in prior year amounts. These amounts are included in intergovernmental revenues.

City of Cincinnati
Revenue Capacity
Schedule 7
Water Works
Top Ten Retail Customer Data
For The Year Ended December 31, 2012

RANK	NAME OF CUSTOMER	TOTAL CONSUMPTION,		TOTAL OF GALLONS	TOTAL CONSUMPTION,		TOTAL CHARGES	TOTAL CHARGES	
		HUNDREDS OF CUBIC FEET	THOUSANDS		PERCENT OF TOTAL CONSUMPTION	PERCENT OF TOTAL CHARGES			
1	University of Cincinnati	766,250	573,155		1.50%	\$	1,018,003	0.82%	
2	Cognis Corporation	398,708	298,234		0.78%		642,685	0.52%	
3	Children's Hospital	337,340	252,330		0.66%		511,568	0.41%	
4	Coca Cola	238,087	178,089		0.47%		358,701	0.29%	
5	John Morrell Co	201,350	150,610		0.39%		381,416	0.31%	
6	Procter and Gamble	188,712	141,157		0.37%		283,751	0.23%	
7	Cinergy Solutions	179,314	134,126		0.35%		338,201	0.27%	
8	Metropolitan Sewer District	157,250	117,623		0.31%		236,051	0.19%	
9	Samuel Adams Brewing	156,834	117,312		0.31%		235,879	0.19%	
10	Givaudan Flavor	154,366	115,466		0.30%		233,593	0.19%	
Total - Top Ten Retail Users		2,778,211	2,078,102		5.45%	\$	4,239,848	3.43%	
TOTAL - Top 75 Users		18,142,382	13,570,502		35.58%	\$	29,108,166	23.53%	
TOTAL - System		50,992,509	38,142,397		100.00%	\$	123,732,629	100.00%	

**City of Cincinnati
Revenue Capacity
Schedule 8
Water Works
Historical and Projected Water System Pumpage**

Year	Total Pumpage (MG's)	Average Day MGD	Maximum Day MGD	System's Rated Pumpage Capacity MGD	Maximum Daily Pumpage as % of Capacity
2003	48,574.063	133.1	207.9	261	79.66%
2004	49,005.613	134.3	176.8	261	67.74%
2005	50,246.239	137.7	213.8	255	83.84%
2006	47,990.075	131.5	211.5	260	81.35%
2007	53,410.400	146.3	229.5	260	88.27%
2008	49,566.720	135.4	220.6	260	84.85%
2009	45,554.620	124.8	169.3	260	65.12%
2010	47,328.971	129.7	188.6	260	72.54%
2011	44,396.749	121.6	206.3	260	79.36%
2012	45,233.283	123.6	230.3	260	88.56%

MG - Million Gallons

MGD - Million Gallons per Day

**City of Cincinnati
Revenue Capacity
Schedule 9
Water Works
Accounts Receivable**

Year	Net Water Sales	Cash Collected During Year for Current & Prior Year's Sales	Percentage of Sales Collected
2003	\$ 83,270,619	\$ 82,523,831	99.10%
2004	86,574,584	84,906,679	98.07%
2005	93,542,902	92,994,903	99.41%
2006	93,746,893	92,171,945	98.32%
2007	108,648,659	107,857,042	99.27%
2008	110,122,765	109,451,016	99.39%
2009	108,648,959	107,855,822	99.27%
2010	113,698,642	112,744,685	99.16%
2011	107,523,801	107,944,056	100.39%
2012	120,698,632	119,918,322	99.35%
	\$ 1,026,476,456	\$ 1,018,368,301	99.21%

City of Cincinnati
Debt Capacity Information
Schedule 1
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years
(Amount in Thousands)

Fiscal Year	General Obligation Bonds	General Obligation Notes	Revenue Bonds	Revenue Notes	Notes Payable	Loans	Capital Leases	Total Outstanding Debt	Outstanding Debt per Capita (Actual)	% of Per Capita Personal Income	Debt to Net Asset Ratio
Governmental Activities											
2003	\$ 296,530	\$ 12,532	\$ 38,140				\$ 111	\$ 347,313	\$ 1,048.37	3.2%	2.29
2004	312,447	5,697	35,852				88	354,084	1,068.80	3.1%	2.25
2005	320,278	9,930	33,449	\$ 3,000			60	366,717	1,155.52	3.2%	2.24
2006	340,640	6,050	30,595	6,087			28	383,400	1,208.09	3.2%	2.20
2007	352,955	8,268	38,115	7,380			471	410,563	1,235.70	3.2%	2.10
2008	363,120	12,800	70,825	2,550		\$ 3,374	247	452,762	1,361.86	3.5%	1.93
2009	389,680	4,490	80,140			3,220	501	477,840	1,437.29	3.8%	1.82
2010	401,597	22,500	77,000			3,029	460	504,404	1,698.66	4.3%	1.58
2011	411,574	17,000	95,715			2,847	353	527,278	1,775.69	4.7%	1.62
2012	457,191	34,595	93,945	7,500	\$ 12,887	2,425	284	608,927	2,055.30	N/A	1.44
Business-Type Activities											
2003	\$ 58,745	24,510	\$ 199,310					\$ 282,565	\$ 852.92	2.6%	2.32
2004	45,158	12,000	192,300			\$ 975		250,433	755.93	2.2%	2.87
2005	33,567	7,747	295,645			1,905		338,864	1,067.76	3.0%	2.32
2006	25,170	7,874	284,600			3,114		320,758	1,010.70	2.7%	2.58
2007	17,635		346,255			12,868	181	376,939	1,134.50	3.0%	2.23
2008	15,470		332,635			12,622	268	360,995	1,085.84	2.8%	2.34
2009	13,155	6,250	415,965			12,190	284	447,844	1,347.07	3.5%	1.90
2010	20,068		401,100			8,271	190	429,629	1,446.84	3.6%	2.03
2011	16,871		448,865			10,321	120	476,177	1,603.60	4.3%	1.82
2012	13,649		491,165			17,790	1,835	524,439	1,770.42	N/A	1.69
Total Primary Governmental Activities											
2003	\$ 355,275	\$ 37,042	\$ 237,450				\$ 111	\$ 629,878	\$ 1,901.29	5.9%	2.87
2004	357,605	17,697	228,152			975	88	604,517	1,824.74	5.4%	2.51
2005	353,845	17,677	329,094	\$ 3,000		1,905	60	705,581	2,223.28	6.2%	2.28
2006	365,810	13,924	315,195	6,087		3,114	28	704,158	2,218.79	5.9%	2.37
2007	370,590	8,268	384,370	7,380		16,242	652	787,502	2,370.19	6.2%	2.16
2008	378,590	12,800	403,460	2,550		15,842	515	813,757	2,447.70	6.3%	2.11
2009	402,835	10,740	496,105			15,219	785	925,684	2,784.36	7.3%	1.86
2010	421,665	22,500	478,100			11,118	650	934,033	3,145.50	7.9%	1.79
2011	428,445	17,000	544,580			12,957	473	1,003,455	3,379.28	9.0%	1.72
2012	470,840	34,595	585,110	7,500	\$ 12,887	20,215	2,119	1,133,266	3,825.72	N/A	1.55

City of Cincinnati
Debt Capacity Information
Schedule 2
Ratio of Net General Bonded Debt
To Assessed Value and Net Bonded Debt Per Capital
Last Ten Years

Year	Net Bonded Debt (Note 1)	Assessed Value	Population (Note 2)	Ratio of Net Bonded Debt To Assessed Value	Net Bonded Debt per Capita
2003	\$ 204,360,090	\$ 5,726,710,470	331,290	3.57%	617
2004	199,851,276	5,790,136,487	331,290	3.45%	603
2005	195,355,794	5,699,244,030	317,361	3.43%	616
2006	196,217,743	6,244,770,350	317,361	3.14%	618
2007	198,642,767	6,173,125,560	332,252	3.22%	598
2008	267,007,624	5,937,230,230	332,458	4.50%	803
2009	274,026,733	5,934,611,500	332,458	4.62%	824
2010	294,180,000	5,940,113,290	296,943	4.95%	991
2011	289,640,000	5,827,536,160	296,943	4.97%	975
2012	251,333,258	5,274,263,880	296,223	4.77%	848

Note 1 - Includes only the net general obligation debt that is tax supported.

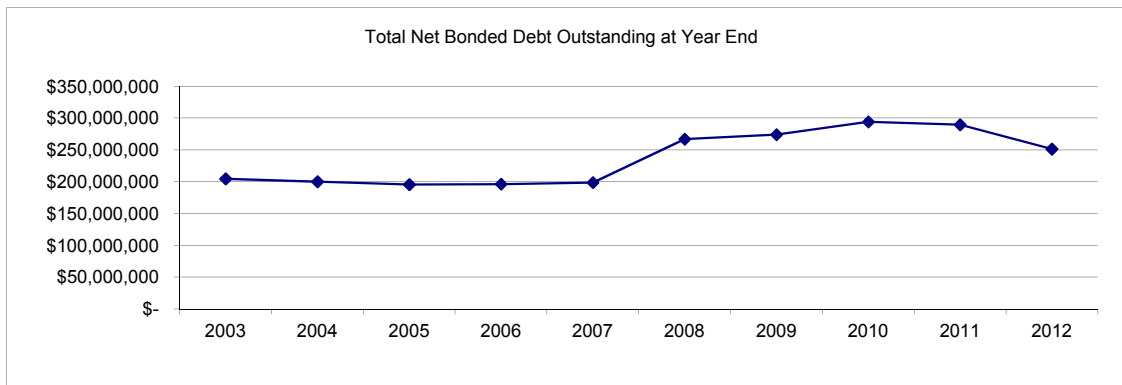
Note 2 - 2008 figures are based on Bureau of the Census data.

City of Cincinnati
Debt Capacity Information
Schedule 3
Computation of Direct and Overlapping Debt
December 31, 2012

	Assessed Valuation (a)	Net General Tax Supported Debt	Percent Overlapping	Net Tax Supported Overall Debt
<u>Direct:</u>				
City of Cincinnati	\$ 5,274,263,880	\$ 251,333,258	100 %	\$ 251,333,258
<u>Overlapping:</u>				
Board of Education -				
Cincinnati City School District	5,954,556,390	693,540,000 (b)	89 %	617,250,600
Hamilton County	18,152,925,530	87,819,873 (a)	31 %	27,224,161
Subtotal		<u>781,359,873</u>		<u>644,474,761</u>
Total		<u>\$ 1,032,693,131</u>		<u>\$ 895,808,019</u>

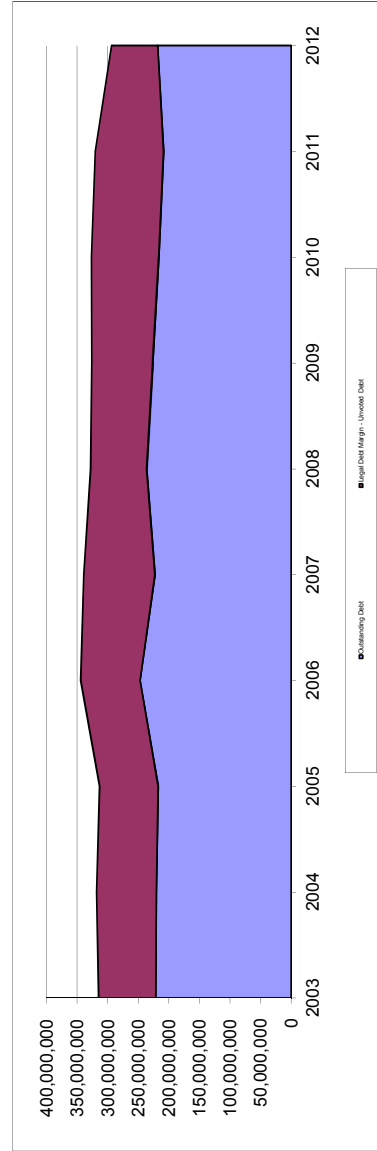
(a) Source: Hamilton County Auditor's Office

(b) Source: Cincinnati City School District



**City of Cincinnati
Debt Capacity Information
Schedule 4
Legal Debt Margin
December 31**

	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Overall Debt Limitation - 10-1/2% of Assessed Valuation	\$ 601,304,599	\$ 607,964,331	\$ 598,420,623	\$ 657,615,564	\$ 648,178,184	\$ 628,399,268	\$ 623,134,208	\$ 623,711,895	\$ 611,891,297	\$ 561,050,188
Net Debt Within 10-1/2% Limitation	221,670,000	220,560,000	217,670,000	247,190,000	222,868,000	236,495,000	226,635,000	216,595,000	208,770,000	218,525,000
Legal Debt Margin Within 10-1/2% Limitation	36.86%	36.28%	36.37%	37.59%	34.38%	37.75%	36.37%	34.73%	34.12%	38.95%
Net Debt Percentage of 10 1/2 % Limitation										
Unvoted Debt Limitation - 5-1/2% of Assessed Valuation	\$ 314,969,076	\$ 318,457,507	\$ 313,458,422	\$ 344,465,295	\$ 339,521,906	\$ 328,113,902	\$ 326,403,633	\$ 326,706,231	\$ 320,514,488	\$ 293,883,432
Net Debt Within 5-1/2% Limitation	221,670,000	220,560,000	217,670,000	247,190,000	222,868,000	236,495,000	226,635,000	216,595,000	208,770,000	218,525,000
Legal Debt Margin Within 5-1/2% Limitation	70.38%	69.26%	69.44%	71.76%	65.64%	72.08%	69.43%	66.30%	65.14%	74.36%
Net Debt Percentage of 5 1/2 % Limitation										



City of Cincinnati
Debt Service Capacity
Schedule 5
Revenue Bonds Debt Service Coverage
Last Ten Fiscal Years

Fiscal Year	Economic Development Financing Bonds					Water Works Bonds				
	Payment in Lieu of Taxes/Repay Loans	Debt Service Principal	Interest	Total	Coverage	Water Works Net Revenue	Debt Service Principal	Interest	Total	Coverage
2003	\$ 2,651,448	\$ 887,000	\$ 1,160,626	\$ 2,047,626	1.29	\$ 91,556,000	\$ 2,935,000	\$ 4,621,000	\$ 7,556,000	4.56
2004	2,651,448	887,000	1,160,626	2,047,626	1.29	94,706,000	7,010,000	9,367,000	16,377,000	2.15
2005	4,848,086	2,288,000	1,995,000	4,283,000	1.13	102,272,000	7,240,000	11,174,000	18,414,000	2.35
2006	4,840,444	2,854,000	1,915,905	4,769,905	1.01	105,059,000	11,045,000	12,721,000	23,766,000	1.99
2007	4,796,765	2,475,000	1,782,231	4,257,231	1.13	121,244,000	11,475,000	13,082,000	24,557,000	2.23
2008	6,486,865	2,955,000	2,209,510	5,164,510	1.26	121,508,000	13,620,000	14,840,000	28,460,000	1.96
2009	9,953,193	3,070,000	2,050,209	5,120,209	1.94	117,441,000	14,000,000	15,797,000	29,797,000	1.60
2010	9,754,692	3,140,000	2,652,176	5,792,176	1.68	125,287,000	15,430,000	18,551,000	33,981,000	1.65
2011	11,402,482	2,285,000	3,886,719	6,171,719	1.85	120,682,000	17,980,000	21,419,365	39,399,365	1.25
2012	10,749,956	3,000,000	4,206,392	7,206,392	1.49	135,384,000	17,700,000	21,526,734	39,226,734	1.58

Includes:

- Urban Renewal Revenue Bonds, Series 1990A - One Gateway Project
- Economic Development Revenue Bonds, Series 1996 - Cincinnati Development Group LLC - Fountain Square West Project
- Economic Development Revenue Bonds, Series 1998 - Convention Place Mall Project - RSJJ Investments Limited
- Economic Development Revenue Bonds, Series 2002 - Saks Fifth Avenue Inc. & Race Street Development LTD
- Economic Development Revenue Bonds, Series 2003 - Convergys Corporation Project
- Economic Development Revenue Bonds, Series 2007 - Convergys Corporation Project
- Economic Development Revenue Bonds, Series 2008A - The Keystone Project
- Economic Development Revenue Bonds, Series 2008B - Baldwin 300 Project
- Economic Development Revenue Bonds, Series 2009B - Columbia Square
- Economic Development Revenue Bonds, Series 2007 - Madison Circle
- Economic Development Revenue Bonds, Series 2009 - Graeters
- Economic Development Revenue Bonds, Series 2011 - Usquare

The calculation of the revenue coverage ratio excludes Non-Cash Expenses for Depreciation and Accrued Pension and NPEO Liability for Water Works.

City of Cincinnati
Debt Capacity
Schedule 6
Water Works
Historical Financial Operations
(Amounts in Thousands)

	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Operating Revenue										
Total Operating Revenue	\$ 91,556	\$ 94,706	\$ 102,272	\$ 105,059	\$ 121,244	\$ 121,508	\$ 117,441	\$ 125,287	\$ 120,682	\$ 135,384
Operating Expense:										
Personal Services	31,741	34,703	36,805	37,600	39,575	41,041	42,827	58,805	47,129	43,050
Contractual Services	8,692	8,555	8,963	7,328	8,530	9,660	9,249	8,628	8,329	7,766
Maintenance and Repair	3,006	3,170	3,223	3,135	4,550	4,115	3,704	3,980	4,536	3,813
Materials and Supplies	6,256	5,389	5,651	6,105	7,451	7,869	8,475	8,007	8,976	8,756
Utilities	8,007	7,911	9,270	9,752	11,639	11,287	10,821	11,427	7,530	7,732
Insurance	264	205	234	201	169	114	117	121	121	142
Taxes	1	1	46	48	2		1	6	3	5
Rent	656	989	931	1,037	823	1,057	1,256	1,302	1,252	2,211
Other	482	507	470	412	354	823	620	630	328	2,355
Depreciation and Amortization Expense	15,597	16,950	19,516	21,471	21,934	22,705	24,161	24,206	24,832	23,432
Amortization Mason Agreement					72	76		84	88	92
Bad Debt Expense	60	63	66							
Total Operating Expense	74,762	78,443	85,175	87,089	95,099	98,747	101,231	117,196	103,124	99,354
Operating Income	\$ 16,794	\$ 16,263	\$ 17,097	\$ 17,970	\$ 26,145	\$ 22,761	\$ 16,210	\$ 8,091	\$ 17,558	\$ 36,030
Non-Operating Revenue (Expenses):										
Capital Contribution	\$ 8,661	\$ 5,063	\$ 14,464	\$ 5,646	\$ 4,935	\$ 3,099	\$ 9,704	\$ 3,039	\$ 3,304	\$ 3,385
Gain (Loss) on Disposal of Fixed Assets	(323)	(828)	(351)	(628)	(52)	(1,338)	(1,621)	(1,320)	(829)	(838)
Transfers In									131	(47)
Interest Revenue	2,041	1,945	3,525	5,799	6,751	5,272	2,403	2,560	2,309	1,981
Build America Bond Subsidy							553	1,701	1,701	1,701
Interest Expense	(8,234)	(7,164)	(12,155)	(11,113)	(12,359)	(13,997)	(13,525)	(12,695)	(14,909)	(16,358)
Total Non-Operating Revenue (Expense):	2,145	(984)	5,483	(296)	(725)	(6,964)	(2,486)	(6,715)	(8,293)	(10,176)
Net Income	\$ 18,939	\$ 15,279	\$ 22,580	\$ 17,674	\$ 25,420	\$ 15,797	\$ 13,724	\$ 1,376	\$ 9,265	\$ 25,854

**Greater Cincinnati Water Works
Projected Operating Results**

Description	2013 \$	2014 \$	2015 \$	2016 \$
Metered Water Sales				
Revenue Under Existing Rates	121,452,426	121,330,974	121,209,643	121,088,433
Indicated Revenue Increases (a)				
Month - Year	Revenue Increase			
January 2011	0.00%	0	0	0
January 2012	8.50%	9,416,000	9,354,000	9,230,000
January 2013	7.25%	8,997,000	10,231,000	10,390,000
January 2014	7.00%		7,876,000	8,922,000
January 2015	7.00%			8,424,000
January 2016	6.00%			7,717,000
Total Increased Revenue	8,997,000	18,107,000	27,736,000	36,655,000
Total Metered Water Sales Revenue	130,449,426	139,437,974	148,945,643	157,743,433
Total Increased Revenue - CPI	2,757,715	2,818,715	2,880,715	2,943,715
Other Revenue	2,221,320	2,218,819	2,300,332	2,371,377
Direct Federal Cash Payment for Build America Bonds	1,701,215	1,701,215	1,701,215	1,701,215
Billing Services	9,617,226	9,616,953	9,378,203	9,446,995
Construction Reimbursement Charges	342,633	342,633	342,633	342,633
Interest Income (b)	800,000	800,000	800,000	800,000
Total Revenue	147,889,535	156,936,309	166,348,740	175,349,368
Operating & Maintenance Expense (c)	87,766,051	90,647,137	94,653,697	97,593,591
Net Revenue Available for Debt Service	60,123,484	66,289,172	71,695,042	77,755,777
Series 2005A Revenue Bond Debt Service	4,925,938	32,938	32,938	32,938
Series 2007A Revenue Bond Debt Service	15,195,750	15,551,500	15,632,650	15,148,650
Series 2007B Revenue Bond Debt Service	5,165,348	5,164,313	5,164,438	5,162,400
Series 2009A Revenue Bond Debt Service	2,867,950	2,508,550	10,532,550	10,925,150
Series 2009B BAB Debt Service	4,860,614	4,860,614	4,860,614	4,860,614
Series 2011A Revenue Bond Debt Service	5,387,200	10,150,550	5,147,300	5,146,900
Series 2012A Revenue Bond Debt Service	3,677,994	3,989,844	3,989,244	3,988,144
Future Senior Lien Revenue Bond Debt Service (d)	0	977,500	3,995,625	7,355,125
Total Senior Lien Revenue Bond Debt Service	42,080,794	43,235,809	49,355,359	52,619,921
Series 2005B Revenue Bond Conversion Debt Service	1,500,000	1,500,000	1,500,000	1,500,000
Total Junior Lien Revenue Bond Debt Service	1,500,000	1,500,000	1,500,000	1,500,000
Subordinate General Obligation Bond Debt Service (e)	2,159,600	1,875,600	0	0
Total Junior Lien Revenue Bond Debt Service	2,159,600	1,875,600	0	0
State of Ohio Issue 2 Money (\$1M/20Yrs/0%)-2003	50,000	50,000	50,000	50,000
State of Ohio Issue 2 Money (\$980K/20Yrs/0%)-2004	49,000	49,000	49,000	49,000
State of Ohio Issue 2 Money (\$1.15M/20Yrs/0%)-2005	57,500	57,500	57,500	57,500
State of Ohio Issue 2 Money (1.25M/20Yrs/0%)-2011	62,494	62,494	62,494	62,494
Ohio EPA Water Supply Revolving Loan (\$1.7M/20Yrs/3.25%)-2006	116,096	116,096	116,096	116,096
Ohio EPA Water Supply Revolving Loan (\$4M/20Yrs/3.25%)-2006	268,251	268,251	268,251	268,251
Ohio EPA Water Supply Revolving Loan (\$2.98M/20Yrs/2%)-2011	278,458	278,458	278,458	278,458
Ohio EPA Water Supply Revolving Loan (\$2.3M/20Yrs/2.0%)-2012	58,551	117,103	117,103	117,103
Ohio EPA Water Supply Revolving Loan (\$3.8M/20Yrs/2.0%)-2011	228,818	228,818	228,818	228,818
Ohio EPA Water Supply Revolving Loan (\$1.5M/20Yrs/1.98%)-2012	98,663	197,326	197,326	197,326
Ohio EPA Water Supply Revolving Loan (\$3.6M/20Yrs/2.0%)-2012	0	178,948	178,948	178,948
Ohio EPA Water Supply Revolving Loan (\$1.5M/20Yrs/1.98%)-2012	0	774,384	774,384	774,384
Other Financing Requirements	1,267,831	2,378,378	2,378,378	2,378,378
Revenues Available for Transfer to Water System Reserve Fund	13,115,259	17,299,385	18,461,305	21,257,478
Working Capital Balance				
Prior Year Revenue Fund Working Capital Balance	39,006,486	33,872,566	30,464,293	32,058,375
Revenue Transfer To Water System Reserve Fund	18,249,179	20,707,658	16,867,222	17,860,321
Revenues Available for Transfer	13,115,259	17,299,385	18,461,305	21,257,478
End of Year Working Capital Balance	33,872,566	30,464,293	32,058,375	35,455,533
Working Capital Balance Requirement (f)	13,164,908	13,597,071	14,198,055	14,639,039
Revenues Transferred the Next Fiscal Year	20,707,658	16,867,222	17,860,321	20,816,494
Water System Reserve Fund				
Beginning of Year Balance	31,719,201	33,084,000	38,417,200	37,675,816
Deposits	18,249,179	20,707,658	16,867,222	17,860,321
Transfer to Water Works Capital Improvement Fund	16,884,380	15,374,458	17,608,606	16,584,846
End of Year Balance	33,084,000	38,417,200	37,675,816	38,951,291
Total Bond Debt Service Coverage	128%	135%	135%	138%

(a) Reflects the effect of a 12.5% bill proration and billing lag on the level of revenues to be received in the first year of each revenue adjustment.

(b) Does not include interest earnings from construction fund which will be used to fund future projects and reduce additional borrowing

(c) Inflation factors used in calculations are 2.6-6.0% increases for Non-Personnel Costs and 3% increases in Personnel Costs

(d) Estimated Future Issues assuming revenue bonds (25 years bonds) as follows:

Year	Proceeds Required		Interest Rate
	Total Issue		
2015	\$44.87M	\$49.40M	5.00%
2016	\$40.77M	\$44.88M	5.00%

(e) General Obligation Bond debt issued for Water System Improvements.

(f) It has been the policy of the Utility to maintain a working capital reserve equal to 15% of the prior fiscal year's O&M Expenses.

City of Cincinnati
Debt Capacity
Schedule 8
Water Works
Senior Bonds and Senior Subordinated Debt Service Requirements

Year	Debt Service Series 2012A	Debt Service Series 2011A	Debt Service Build America Bonds Series 2009B*	Debt Service Series 2009A	Debt Service Series 2007B	Debt Service Series 2007A	Debt Service Series 2005A	Debt Service Series 2005B	Debt Service GO Debt
2013	\$ 3,677,894	\$ 5,387,200	\$ 4,860,614	\$ 2,867,950	\$ 5,165,348	\$ 15,195,750	\$ 4,925,938	\$ 1,500,000	\$ 2,159,600
2014	3,989,844	10,150,550	4,860,614	2,908,550	5,164,313	15,551,500	32,938	1,500,000	1,875,600
2015	3,989,244	5,147,300	4,860,614	10,532,550	5,164,438	15,632,650	32,938	1,500,000	
2016	3,988,144	5,146,900	4,860,614	10,925,150	5,162,400	15,148,650	32,938	1,500,000	
2017	3,992,394	5,147,700	4,860,614	10,293,750	5,165,600	15,875,250	32,938	1,500,000	
2018	3,990,994	5,149,450	4,860,614	10,193,500	5,165,000	15,876,000	32,938	1,500,000	
2019	3,988,169	5,147,450	4,860,614	10,291,250	5,160,750	15,876,000	32,938	1,500,000	
2020	3,990,269	11,494,375	4,860,614	3,759,000	5,165,500	15,871,875	32,938	1,500,000	
2021	3,989,369	11,585,500	8,585,614		5,163,500	15,875,475	32,938	1,500,000	
2022	3,992,700	4,698,750	8,584,836		5,164,750	7,855,725	807,938	1,500,000	
2023	3,997,900	4,493,750	8,583,279		5,163,750	8,067,400		7,275,000	
2024	3,990,100	4,495,000	8,585,402		5,165,250			8,961,250	
2025	3,988,900	4,490,500	8,585,398		5,163,750			8,898,750	
2026	3,989,300	4,495,250	8,583,653		5,164,000			8,820,000	
2027	3,991,100	4,493,500	8,582,857		5,165,500				
2028	3,989,100	4,490,250	8,581,718		5,162,750				
2029	3,988,300	4,490,250	8,578,945		5,165,500				
2030	3,988,500	4,493,000	8,578,246		5,163,000				
2031	3,989,500	4,493,000	8,573,006		5,165,000				
2032	3,992,750	4,492,500	8,571,935		5,160,750				
2033	3,988,750	4,491,500	8,568,094						
2034	3,992,500	4,491,750	8,569,869						
2035	3,988,250	4,492,750							
2036	3,991,000	4,494,000							
2037	3,990,000								
	\$ 99,435,069	\$ 131,952,175	\$ 158,997,761	\$ 61,371,700	\$ 103,280,849	\$ 156,826,775	\$ 5,997,380	\$ 47,455,000	\$ 4,036,200

*Represents gross debt on Build America Bonds - Subsidy equal to 35% of interest paid treated as revenue for coverage calculations.

City of Cincinnati, Ohio
Demographic and Economic Information
Schedule 1
Population Statistics
Last Ten Calendar Years

Year	Population				Per Capita Personal Income				Civilian Labor Force Estimates				% Unemployed	
	United States	Ohio	Cincinnati MSA	Hamilton County	United States	Ohio	Cincinnati MSA	Hamilton County	United States	Ohio	Cincinnati MSA	Hamilton County		Cincinnati
2003	290,210,914	11,430,306	2,065,531	847,161	\$ 31,530	\$ 29,846	\$ 32,303	\$ 36,069	146,510,000	5,860,000	1,071,300	423,100	156,300	5.4
2004	292,892,127	11,445,095	2,082,796	846,254	33,157	30,765	33,933	38,258	147,401,000	5,862,800	1,081,800	420,400	154,900	5.4
2005	295,753,151	11,475,262	2,102,422	847,182	35,424	32,429	35,774	40,037	149,320,000	5,889,500	1,094,500	419,000	153,000	5.3
2006	298,593,212	11,492,495	2,122,711	847,656	37,698	33,991	37,431	42,369	151,428,000	5,942,100	1,109,600	425,700	164,100	5.2
2007	301,579,895	11,520,815	2,148,315	855,928	39,392	35,174	38,434	43,035	153,124,000	5,976,700	1,121,300	436,400	164,300	5.0
2008	304,374,846	11,528,072	2,158,643	853,508	40,166	35,889	39,066	43,918	154,287,000	5,971,900	1,127,500	438,200	164,800	5.8
2009	307,006,550	11,542,645	2,171,896	855,062	39,635	35,408	37,967	42,393	154,205,800	5,970,000	1,133,000	438,800	163,600	9.3
2010	309,330,219	11,537,968	2,132,415	801,948	39,937	36,162	39,673	45,852	153,893,000	5,935,250	1,130,200	438,500	163,800	9.0
2011	311,591,917	11,544,951	2,138,038	800,362	41,560	37,836	46,881	46,881	153,617,000	5,806,000	1,099,600	406,900	143,800	7.8
2012	313,914,040	11,544,225	N/A	N/A	42,693	39,289	N/A	N/A	154,975,000	5,748,000	1,089,300	400,000	141,100	8.1

Year	Personal Income (in millions)			
	United States	Ohio	Cincinnati MSA	Hamilton County
2003	\$ 9,369,072	\$ 350,892	\$ 68,834	\$ 31,468
2004	9,928,790	361,854	72,512	33,147
2005	10,476,669	372,132	75,148	33,918
2006	11,256,516	390,645	79,456	35,914
2007	11,879,836	405,236	82,567	36,835
2008	12,225,589	413,732	84,329	37,484
2009	12,168,161	408,707	82,460	32,068
2010	12,353,577	417,234	84,600	36,770
2011	12,949,905	436,818	87,485	37,522
2012	13,401,869	453,556	N/A	N/A

Source: Ohio Department of Job and Family Services (lrni.state.oh.us/
US Dept. of Commerce, Bureau of Economic Commerce (www.bea.gov)
N/A = Not Available

**City of Cincinnati
Demographic and Economic Information
Schedule 2
Ten Largest Employers
In Cincinnati Primary Metropolitan Statistical Area
Current Year and Nine Years Ago**

Employer	2012			2003		
	Number of Employees	Percentage of Total Employment	Percentage of Total Employment	Number of Employees	Percentage of Total Employment	Percentage of Total Employment
The Kroger Co	21,000	1	1.00%	13,000	3	1.50%
University of Cincinnati	15,500	2	0.74%	15,400	1	1.77%
Children's Hospital Medical Center	12,600	3	0.60%	13,000	4	1.50%
Proctor and Gamble	12,000	4	0.57%			
Tri-Health Inc	10,400	5	0.50%	13,100	2	1.51%
Catholic Health Partners/Mercy	8,940	6	0.43%	7,000	10	0.81%
UC Health	8,670	7	0.41%			
GE Aviation	7,500	8	0.36%			
St. Elizabeth Medical Center	7,250	9	0.35%			
Fifth Third Bancorp	7,200	10	0.34%	7,800	6	0.90%
Toyota Motor Manufacturing				8,400	5	0.97%
Cincinnati Public Schools				7,300	7	0.84%
City of Cincinnati				7,200	9	0.83%
Total	111,060		5.29% 0.00%	85,000		10.61%
Total Metropolitan Statistical Area	2,100,000			869,200		

City of Cincinnati, Ohio
Demographic and Economic Information
Schedule 3
Construction and Property Values

Year	New Residential Construction (1)		New Non-Residential Construction (1)		All Total Construction (1)	
	Number of Permits	Estimated Cost (in thousands)	Number of Permits	Estimated Cost (in thousands)	Number of Permits	Estimated Cost (in thousands)
2003	154	\$ 36,200	78	\$ 67,496	8,146	\$ 333,396
2004	187	26,488	55	97,719	7,950	486,905
2005	237	50,032	51	119,405	8,396	510,003
2006	231	75,536	53	93,812	8,545	547,934
2007	150	36,540	55	124,961	8,780	487,176
2008	72	13,252	66	243,388	8,196	431,373
2009	44	10,642	60	264,896	8,139	603,416
2010	85	14,304	76	217,069	8,958	594,199
2011	87	18,810	46	135,911	9,291	536,047
2012	83	34,675	43	66,630	9,050	401,558

Year	Property Value (2)	
	Residential (in thousands)	Non-Residential (in thousands)
2003	\$ 8,135,933	\$ 6,695,987
2004	8,154,379	6,857,111
2005	8,191,224	6,541,396
2006	9,890,166	6,773,615
2007	9,880,248	5,899,386
2008	9,944,823	5,835,579
2009	10,091,512	6,044,623
2010	10,019,140	6,134,297
2011	9,937,060	5,914,734
2012	8,789,921	4,118,106

Source: (1) The City's Department of Buildings and Inspections' records
(2) Values obtained from the Hamilton County Auditor's Office

City of Cincinnati, Ohio
Demographic and Economic Information
Schedule 4
Salaries of Principal Officials

<u>Position</u>	<u>Salary</u>
Mayor	\$121,291
Councilmember	\$60,646
City Manager	\$255,000
Commissioner of Health	\$119,127 - \$160,821
Deputy City Manager	\$119,127 - \$160,821
City Solicitor	\$119,127 - \$184,199
Various Department Directors	\$101,956 - \$137,640

MAYOR and CITY COUNCIL

The mayor is elected for a four-year term by the voters of Cincinnati. The legislature of the City is a nine-member council elected at large on a partisan basis for two-year terms. The vice-mayor is chosen by the mayor from the councilmembers. A list of the council incumbents and the term each is presently serving appears on page (16). The mayor selects the city manager, but the mayor's nominee must be approved by a majority of the council. The city manager appoints the deputy city manager and the department directors.

City of Cincinnati, Ohio
Demographic and Economic Information
Schedule 5
Surety Bond Coverage

A faithful performance blanket bond coverage of \$5,000,000 is maintained for all City employees.

Cincinnati-Middletown MSA
Demographic and Economic Information
Schedule 6
Annual Employment Average by Industry
(in thousands)

	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Goods-Producing Industries	176.6	176.5	175.7	174.2	172.1	160.8	147.7	146.4	149.7	152.0
Natural Resources, Mining and Construction	49.6	52.4	52.4	52.6	50.6	45.0	44.0	36.1	36.9	36.8
Construction of Buildings	12.3	12.7	12.8	12.6	12.1	9.7	9.4	7.7	7.6	7.6
Specialty Trade Contractors	31.5	34.0	33.7	34.2	32.6	29.6	26.6	22.5	22.6	24.0
Manufacturing	127.0	124.2	123.3	121.7	121.5	115.8	103.7	110.3	112.8	115.0
Durable Goods	72.7	71.9	71.9	71.8	72.1	69.2	57.8	65.3	69.6	70.5
Primary Metals	8.0	8.0	7.5	6.5	6.8	6.2	4.8	5.9	7.0	7.0
Transportation Equipment	17.1	17.1	18.2	19.5	19.8	19.1	17.1	18.2	17.5	18.0
Motor Vehicle Parts	8.0	7.8	8.4	8.8	8.7	7.8	6.6	6.6	6.7	6.8
Aerospace Products and Parts	8.3	8.3	8.7	9.4	9.5	9.8	9.7	9.2	9.5	9.7
Nondurable Goods	54.4	52.3	51.4	49.9	49.4	46.6	45.9	45.0	43.2	44.5
Chemical Manufacturing	12.4	11.0	11.1	11.2	11.1	11.2	10.9	11.5	11.0	10.9
Service-Providing Industries	839.5	848.8	859.6	864.2	873.0	877.4	858.6	841.3	853.0	871.8
Trade, Transportation, and Utilities	210.9	210.3	211.0	209.6	212.8	215.4	205.3	196.4	202.4	207.9
Wholesale Trade	57.2	56.7	58.0	59.2	61.0	60.4	55.4	52.3	57.6	58.2
Merchant Wholesalers, Durable Goods	26.8	26.9	27.8	28.7	28.8	28.3	26.0	22.9	26.0	27.7
Merchant Wholesalers, Non-Durable Goods	22.3	22.3	22.5	23.2	23.8	23.6	23.6	22.8	22.0	21.0
Retail Trade	110.6	110.8	109.4	109.2	109.7	111.5	109.5	104.5	103.8	107.6
Food and Beverage Stores	20.8	20.3	20.3	20.8	21.4	21.8	22.0	19.8	20.3	20.8
Grocery Stores	17.5	17.2	17.4	17.9	18.6	18.9	18.7	17.1	17.8	18.5
Health and Personal Care Stores	7.8	7.6	7.4	7.3	7.4	7.3	7.1	6.8	6.6	7.1
Clothing and Clothing Accessories Stores	8.4	9.3	9.3	9.4	8.8	9.7	8.7	10.2	9.4	11.5
General Merchandise Stores	22.4	22.1	21.6	22.0	22.7	25.0	23.6	22.6	21.6	22.1
Transportation, Warehousing and Utilities	43.1	42.8	43.6	41.1	42.0	43.5	40.4	39.6	41.0	42.1
Transportation and Warehousing	39.0	39.6	40.4	38.0	38.9	39.8	38.1	34.9	37.9	39.0
Air Transportation	10.3	10.4	10.0	8.6	8.0	7.0	6.2	5.4	4.5	3.9
Information	16.2	16.0	15.8	15.7	15.6	15.3	14.4	14.0	13.9	13.8
Telecommunications	5.6	5.7	5.4	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Financial Activities	66.0	65.0	65.6	65.3	65.6	64.4	62.1	58.4	58.5	62.0
Finance and Insurance	51.5	50.8	51.5	51.6	52.3	52.2	49.2	49.9	50.0	52.4
Credit Intermediation and Related Activities	21.3	21.1	21.5	20.8	20.5	21.3	20.1	20.6	20.4	21.8
Insurance Carriers and Related Activities	23.5	22.9	22.9	23.2	23.8	24.2	23.7	23.5	23.7	25.2
Professional and Business Services	144.1	147.0	152.3	156.0	154.8	155.6	154.0	149.7	153.5	163.6
Professional and Technical Services	50.9	50.7	52.2	53.6	54.7	56.0	55.2	54.0	57.3	61.2
Management of Companies and Enterprises	30.8	30.7	31.6	32.7	33.5	36.6	36.4	38.0	40.0	42.9
Administrative, Support, and Waste Services	62.4	65.6	68.5	69.7	66.7	63.0	62.4	57.7	56.2	59.5
Employment Services	29.8	33.3	35.4	36.4	34.1	30.2	28.2	24.3	24.9	27.3
Services to Buildings and Dwellings	13.1	12.8	13.4	13.4	13.6	12.5	11.9	12.2	12.5	13.9
Educational and Health Services	127.2	131.1	134.6	137.4	141.3	147.3	148.6	151.9	153.2	152.2
Educational Services	12.8	13.7	14.2	14.4	14.6	15.8	15.8	16.6	16.7	18.5
Health Care and Social Assistance	114.4	117.4	120.4	123.1	126.7	131.5	132.8	135.3	136.5	133.7
Hospitals	37.2	38.3	39.4	40.7	41.3	44.1	46.5	46.2	46.0	46.4
Leisure and Hospitality	99.9	103.2	105.4	105.2	106.9	101.9	99.7	97.0	98.8	104.6
Arts, Entertainment and Recreation	18.3	18.9	18.9	18.3	18.8	16.4	15.9	15.6	14.4	14.4
Accommodation and Food Services	81.6	84.3	86.6	86.9	88.0	85.5	83.8	81.4	84.4	90.2
Other Services	42.1	42.9	42.8	42.5	43.2	43.1	42.0	40.9	42.2	40.3
Government	133.1	133.2	132.2	132.5	132.9	134.4	132.6	133.0	130.5	127.4
Federal Government	17.8	17.6	17.6	17.7	17.4	16.9	16.5	16.6	16.5	15.6
State Government	26.7	27.1	27.4	27.1	27.5	29.0	29.4	28.6	28.4	28.0
State Government Education	21.5	21.9	22.2	21.9	22.3	24.0	24.6	23.2	24.7	23.7
Local Government	88.6	88.4	87.1	87.7	88.1	88.5	86.7	87.8	85.6	83.8
Local Government Education	49.8	49.9	49.0	49.4	49.0	50.8	51.5	51.1	50.0	49.4
Total	1016.1	1025.3	1035.3	1038.4	1045.1	1038.2	1006.3	987.7	1002.7	1023.8
Unemployment Rate	5.1	5.1	5.4	5.2	5.0	5.8	9.9	9.0	7.8	7.8

Note: The Cincinnati-Middletown are included Brown, Butler, Clermont, Hamilton and Warren Counties in Ohio; Dearborn, Franklin and Ohio Counties in Indiana; Boone, Bracken, Campbell, Gallatin, Grant, Kenton, and Pendleton Counties in Kentucky.

Source: Ohio Department of Job and Family Services, Bureau of Labor Market Information

City of Cincinnati
Operating Information
Schedule 1
Full Time Equivalent Positions by Function/Program
Last Ten Fiscal Years

Function/Program	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
General Government	451	582	542	547	497	400	446	447	425	447
Community Development	76	60	56	52	61	140	73	70	66	54
Enterprise Services	228	75	72	73	66	61	63	62	57	59
Parks and Recreation	333	310	314	311	311	302	290	298	282	288
Public Safety	1,326	1,365	1,322	1,333	1,342	1,356	1,335	1,324	1,253	1,221
Police	847	860	855	870	885	905	890	844	806	829
Fire	171	168	159	163	151	152	154	144	143	156
Transportation and Engineering	464	438	437	464	425	416	402	367	334	326
Public Services	492	470	452	451	414	426	421	404	369	377
Public Health	595	571	563	559	526	532	587	599	608	594
MSD										
Enterprise	592	589	570	569	542	541	561	552	533	522
Water Works	58	56	55	51	44	41	40	35	28	31
Parking Facility	32	31	29	29	1	1				
Convention Center	13	11	13	13	13	13	13	13	11	11
General Aviation	2	2	2	2	2	2	2	2	2	2
Municipal Golf	21	15	16	11	12	31	16	15	13	16
Stormwater Management										
	5,701	5,603	5,457	5,470	5,292	5,318	5,293	5,176	4,930	4,933

Source: Cincinnati Human Resource Information System

City of Cincinnati
Operating Information
Schedule 2
Operating Indicators by Function/Program
Last Ten Fiscal Years

Function/Program	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
General Government										
Litigations	207	152	121	342	383	117	106	103	128	90
Total Cases	38	65	83	223	295	79	98	123	155	119
Open Cases										
Community Development										
Housing Units	1,630	2,465	2,110	2,239	2,052	1,581	1,834	1,450	1,735	1,735
Job Created/Retained through Income Tax Credits	1,531	575	570	273	319	65	149	1		
Enterprise Zone Agreement	10	5	1	2	5					
Police										
Service Calls	295,387	292,826	291,468	303,670	273,652	287,268	275,424	263,196	276,407	272,212
Arrests	47,007	47,830	48,757	47,474	41,510	41,542	36,768	37,529	37,207	35,141
Reports Filed	46,923	44,798	43,427	26,850	24,678	24,743	38,700	36,179	38,573	36,901
Fire										
Incidences (Fires, EMS)	65,451	65,423	65,206	65,866	67,435	68,973	72,128	70,889	73,531	75,412
Parks										
Annual Visitors	6,000,000	6,000,000	6,000,000	6,000,000	6,000,000	6,000,000	6,000,000	6,000,000	6,000,000	6,000,000
Nature Education Programs	1,300	1,300	1,300	1,000	1,000	1,000	1,168	1,375	1,382	1,298
Volunteer Hours	32,800	33,700	33,700	62,500	87,737	87,737	93,439	59,046	56,340	65,576
Park Reservations	675	690	690	1,300	1,350	1,350	732	958	976	961
Visitor Center Phone Calls	18,000	21,000	21,000	24,600	26,350	26,350	16,848	15,000	15,211	16,244
Health										
Patients	48,787	46,237	48,961	37,077	34,688	41,674	37,375	37,319	32,176	43,299
Visits	138,833	134,637	137,105	125,971	123,445	119,846	153,548	151,505	137,966	155,684
Inspections	35,098	29,203	26,317	24,312	31,244	17,635	19,751	20,798	22,812	22,664
Birth and Death Certificates	86,938	83,213	84,314	82,876	78,187	68,568	66,990	63,349	55,483	45,330
Sanitation										
Total solid waste collected and disposed	116,500	114,377	115,000	106,463	103,504	100,045	99,946	99,203	95,571	90,570
Water Works										
Water Delivered to Water Mains (Gallons)	48,574,063,000	49,005,613,000	50,246,239,000	47,990,075,000	53,410,396,000	49,566,715,000	45,554,623,000	47,328,971,000	44,396,749,000	45,233,282,700
Total Water Consumption (Gallons)	39,700,260,000	41,206,219,000	42,128,497,000	40,061,250,000	44,161,654,000	41,510,868,000	37,844,460,000	39,300,198,000	37,331,342,000	38,142,387,000
Percent of Unmetered Water	18%	16%	16%	17%	17%	16%	17%	17%	16%	16%
Average Daily Delivery (Gallons)	133,080,000	134,038,000	137,661,000	131,480,000	146,330,000	135,428,000	124,807,000	129,668,000	121,635,000	123,588,200
Maximum Daily Pumpage (Gallons)	207,864,000	176,763,000	213,827,000	211,468,000	229,517,000	220,566,000	169,260,000	200,712,000	206,325,000	230,258,100
Minimum Daily Pumpage (Gallons)	98,580,000	106,310,000	108,872,000	102,592,000	106,102,000	99,924,000	95,420,000	95,904,000	95,848,000	86,648,900

N/A = Not Available

City of Cincinnati
Operating Information
Schedule 3
Capital Asset and Infrastructure Statistics by Function/Program
Last Ten Fiscal Years

<u>Function/Program</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>
Public Safety										
Police										
Stations	5	5	5	5	5	5	5	5	5	5
Welcome Center										1
Fire										
Fire Stations	26	26	26	26	26	26	26	26	26	26
Paramedic Units	4	4	4	4	4	4	6	6	12	12
Life Support Ambulances	6	6	6	6	6	6	8	8	0	0
Aircraft Rescue	1	1	1	1	1	1	1	1	1	1
Transportation and Engineering										
Streets (lane miles)	2,840	2,840	2,840	2,840	2,840	2,840	3,050	3,050	3,000	3,050
Sidewalks (miles)	1,700	1,700	1,700	1,700	1,700	1,700	1,700	1,700	1,700	1,700
Street Signs	300,000	300,000	300,000	300,000	300,000	150,000	150,000	150,000	150,000	150,000
Bridges	71	66	68	68	63	62	62	62	65	64
Retaining Walls (miles)	49	49	51	51	52	52	52	52	50	50
Public Recreation										
Parks										
Acreage	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000
Regional Parks	5	5	5	5	5	5	5	5	5	5
Neighborhood parks	70	70	70	70	70	70	70	70	70	71
Preserves and Nature areas	34	34	34	34	34	34	34	34	34	34
Nature Education Centers	5	5	5	5	5	5	5	5	5	5
Playgrounds	52	52	52	52	52	52	52	52	52	52
Hiking Trails (miles)	50	50	65	65	65	65	65	65	65	65
Plant Species - Krohn Conservatory	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000
Park Facilities & Structures	121	121	121	121	121	121	121	121	121	121
Street Trees	80,000	80,000	80,000	80,000	80,000	80,000	80,000	80,000	80,000	80,000
Recreation										
Acreage	2,300	2,300	2,600	2,600	2,600	2,600	2,600	2,600	2,600	2,600
Recreation and Senior Centers	40	40	40	40	38	38	38	38	32	30
Play Areas	108	108	108	108	108	108	108	108	108	96
Swimming Pools	40	40	40	40	38	38	38	22	33	32
Spray Grounds								6	6	6
Tennis Courts	122	122	122	122	122	122	122	122	103	103
Public Services										
Traffic Engineering										
Traffic Signs	725	725	739	745	758	749	757	757	765	758
Street Lights	31,500	31,500	32,000	32,000	32,000	28,706	12,000	12,000	12,200	8,515
Public Health										
Health Centers	6	6	6	6	6	6	6	6	6	6
Water Works										
Total Assets (in thousands)	\$ 759,982	\$ 751,109	\$ 877,497	\$ 877,914	\$ 970,706	\$ 979,428	\$ 1,080,499	\$ 1,081,596	\$ 1,144,127	1,229,795
Water Customer Accounts	236,945	238,460	239,630	240,472	241,040	241,416	241,500	241,704	241,714	241,707
Miles of Water Main in the System	3,012	3,058	3,079	3,102	3,109	3,121	3,128	3,133	3,316	3,145
Municipal Golf										
Golf Courses	7	7	7	7	7	7	7	7	7	7
General Aviation										
Acreage	1,000	1,000	1,000	1,000	870	1,353	1,353	1,353	1,353	1,353
Convention Center										
Meeting Rooms	41	41	N/A	37	37	37	37	37	36	36
Exhibit Space (Square Feet)	162,000	162,000	162,000	195,000	195,000	195,000	195,000	195,000	195,000	195,000
Meeting/Ballroom Space (Square Feet)	82,000	82,000	82,000	102,000	102,000	102,000	102,000	102,000	102,000	102,000
Parking Facilities										
Parking Lots/Garages	10	10	15	14	14	14	14	14	14	14*
Parking Meters	6,400	6,400	5,700	5,700	5,400	5,400	5,400	5,400	5,400	4,979
Stormwater Management										
Miles of Storm Sewers	315	315	315	315	350	350	350	350	350	350

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COMPREHENSIVE ANNUAL FINANCIAL REPORT

for the year ended December 31, 2012

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