



Dave Yost • Auditor of State

CITY OF CINCINNATI
HAMILTON COUNTY

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CITY OF CINCINNATI, OHIO
Schedule of Expenditures of Federal Awards
(Non-GAAP Budgetary Basis)
For the Fiscal Year ended June 30, 2014

(Amounts in thousands)

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	\$886	(\$987)	
Hamilton County WIC Program	391	10.557	31-2-001-1-WA-0714	NAM	Health	2,366	(2,286)	
Total for CFDA No. 10.557					3,252	-	(3,273)	-
* Passed through Ohio Department of Education								
CACFP- Child & Adult Care Food Program	324	10.558	009070	NAR	Recreation	100	(84)	
Total for CFDA No. 10.558					100	-	(84)	-
TOTAL DEPARTMENT OF AGRICULTURE					3,352	-	(3,357)	-
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	24	(24)	
(a.) Total for CFDA No. 93.575					24	-	(24)	-
* Passed through Ohio Department of Health								
Social Services Block Grant	323	93.667		APR	Recreation	24	(24)	
Total for CFDA No. 93.667					24	-	(24)	-
* Passed through Council on Aging of Southwestern Ohio								
Special Programs for the Aging Title III Part B	324	93.044		NAR	Recreation	24	(24)	
(b.) Total for CFDA No. 93.044					24	-	(24)	-
Special Programs for the Aging Title III Part C	324	93.045		NAR	Recreation	207	8	(228)
(b.) Total for CFDA No. 93.045					207	8	(228)	-
* Passed through Ohio Department of Health								
Medical Assistance - T.R. Waivers	324	93.778		NAR	Recreation	23	(5)	
(c.) Total for CFDA No. 93.778					23	-	(5)	-
* Passed through YMCA of Greater Cincinnati								
Temporary Assistance for Needy Families	323	93.558		APR	Recreation	48	(48)	
(h.) Total for CFDA No. 93.558					48	-	(48)	-
* Passed through Ohio Department of Health								
Homeless Health Care Program	448	93.151	Contract #15x0059	NAM	Health	186	(113)	
Total for CFDA No. 93.151					186	-	(113)	-
* Passed through Ohio Department of Health								
Cincinnati Health Network	446	93.224	H80CS25683	NAM	Health	559	(597)	
(j.) Total for CFDA No. 93.224					559	-	(597)	-
* Passed through Ohio Department of Health								
Immunization Action Plan Special	415	93.268	31-2-001-2-IM-0613	NAM	Health	146	(176)	
Immunization Action Plan Special	415	93.268	31-2-001-2-IM-0714	NAM	Health	127	(126)	
Total for CFDA No. 93.268					273	-	(302)	-
* Passed through Ohio Department of Health								
Heart Health in Hamilton County	425	93.991	31-2-001-4-CC-0514	NAM	Health	50	(44)	
Heart Health in Hamilton County	425	93.991	31-2-001-4-CC-0413	NAM	Health	58	(63)	
Total for CFDA No. 93.991					108	-	(107)	-
Adv. Conformance w/Voluntary NRFRPSG	350	93.103	1U18FD004688-01	NAM	Health	25	(21)	
Total for CFDA No. 93.103					25	-	(21)	-

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CITY OF CINCINNATI, OHIO
Schedule of Expenditures of Federal Awards
(Non-GAAP Budgetary Basis)
For the Fiscal Year ended June 30, 2014

(Continued)

(Amounts in thousands)

Grantor/Program Title	Fund	CFDA #	Grant #	Agency	Grant and Contract Revenue Received	Contributions and other Revenue	CFS Expenditures	Advances (Repayments) or Adjustments	
<i>* Passed through Ohio Department of Health</i>									
Reproductive Health and Wellness	350	93.217	31-2-001-1-RH-0213	NAM	Health	213	-		
Reproductive Health and Wellness	350	93.217	31-2-001-1-RH-0314	NAM	Health	323	(323)		
Reproductive Health and Wellness	350	93.217	31-2-001-1-RH-0414	NAM	Health	340	(311)		
Total for CFDA No. 93.217						876	-	(634)	-
<i>* Passed through Ohio Department of Health</i>									
Public Health Emergency Preparedness	350	93.069	31-2-001-2-PH-0312	NAM	Health	-	(7)		
Public Health Emergency Preparedness	350	93.069	31-2-001-2-PH-0413	NAM	Health	219	(244)		
Public Health Emergency Preparedness	350	93.069	31-2-001-2-PH-0514	NAM	Health	415	(249)		
Total for CFDA No. 93.069						634	-	(500)	-
<i>* Passed through Ohio Department of Health</i>									
Safety Net Dental Care	350	93.994	31-2-001-1-SC-0714	NAM	Health	57	(42)		
Total for CFDA No. 93.994						57	-	(42)	-
Affordable Care Act Grants/SBHCCP	353	93.501	C-12-CS-21795	NAM	Health	512	(512)		
Total for CFDA No. 93.501						512	-	(512)	-
TOTAL DEPARTMENT OF HEALTH AND HUMAN SERVICES					3,580	8	(3,181)	-	
3 U.S. Department of Housing & Urban Development									
Community Development Block Grant	304	14.218	B12-MC390003	NAC	Comm Dev	5,900	-	(5,346)	
Community Development Block Grant	304	14.218	B13-MC390003	NAC	Comm Dev	3,645	1,100	(4,950)	
Community Development Block Grant	304	14.218	B14-MC390003	NAC	Comm Dev	-	485	(614)	
Neighborhood Stabilization Program 3	438	14.218	B11-MN390003	NAO	Comm Dev	72	177	(370)	
Neighborhood Stabilization Program 1	438	14.218	B08-MN390003	NAO	Comm Dev	-	1	(1)	
(d.) Total for CFDA No. 14.218						9,617	1,763	(11,281)	-
Community Development Block Grant	305	14.248	CDBG Section 108 Loan	NAC	Comm Dev	8,905	22	(8,905)	
Total for CFDA No. 14.248						8,905	22	(8,905)	-
Emergency Shelter Grant	445	14.231	S10MC390003	NAO	Comm Dev	7	-	(7)	
Emergency Shelter Grant	445	14.231	E-11-MC-39-0003	NAO	Comm Dev	80	-	(80)	
Emergency Shelter Grant	445	14.231	E-12-MC-39-0003	NAO	Comm Dev	448	-	(366)	
Emergency Shelter Grant	445	14.231	E-13-MC-39-0003	NAO	Comm Dev	628	-	(628)	
Total for CFDA No. 14.231						1,163	-	(1,081)	-
HOME-Shelter Plus Care	410	14.238	OH16C70-001	NAO	Comm Dev	-	-	-	
HOME-Shelter Plus Care	410	14.238	OH16C70-001	NAO	Comm Dev	-	-	-	
HOME-Shelter Plus Care	410	14.238	OH0002C5E000800	NAO	Comm Dev	43	-	(43)	
HOME-Shelter Plus Care	410	14.238	OH0003C5E000800	NAO	Comm Dev	141	-	(141)	
HOME-Shelter Plus Care	410	14.238	OH0006C5E000800	NAO	Comm Dev	86	-	(86)	
HOME-Shelter Plus Care	410	14.238	OH0331C5E001001	NAO	Comm Dev	-	-	-	
HOME-Shelter Plus Care	410	14.238	OH0009C5E001104	NAO	Comm Dev	28	-	(28)	
HOME-Shelter Plus Care	410	14.238	OH0302C5E000900	NAO	Comm Dev	59	-	(59)	
HOME-Shelter Plus Care	410	14.238	OH0307C5E000900	NAO	Comm Dev	55	-	(55)	
HOME-Shelter Plus Care	410	14.238	OH0308C5E000900	NAO	Comm Dev	156	-	(156)	
HOME-Shelter Plus Care	410	14.238	OH0362C5E001000	NAO	Comm Dev	395	-	(395)	
HOME-Shelter Plus Care	410	14.238	OH0009L5E001205	NAO	Comm Dev	4,824	-	(4,886)	
Total for CFDA No. 14.238						5,787	-	(5,849)	-

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CITY OF CINCINNATI, OHIO
Schedule of Expenditures of Federal Awards
(Non-GAAP Budgetary Basis)
For the Fiscal Year ended June 30, 2014

(Continued)

(Amounts in thousands)

Grantor/Program Title	Fund	CFDA #	Grant #	Agency	Grant and Contract Revenue Received	Contributions and other Revenue	CFS Expenditures	Advances (Repayments) or Adjustments
HOME	411	14.239	M-09-MC-39-0213	NAC Comm Dev	0	-	-	-
HOME	411	14.239	M-10-MC-39-0213	NAC Comm Dev	1,339	-	(1,339)	-
HOME	411	14.239	M-11-MC-39-0213	NAC Comm Dev	162	-	(162)	-
HOME	411	14.239	M-12-MC-39-0213	NAC Comm Dev	177	-	(177)	-
HOME	411	14.239	M-13-MC-39-0213	NAC Comm Dev	201	31	(231)	-
HOME	411	14.239	M-14-MC-39-0213	NAC Comm Dev	-	201	(169)	-
2 HOME	411	14.239	Outstanding CFDA Loans	NAC Comm Dev	-	-	(32,211)	-
Total for CFDA No. 14.239					1,879	232	(34,289)	-
Housing Opportunities For People With Aids	465	14.241	O-HH-12-F001	NAO Comm Dev	77	-	-	-
Housing Opportunities For People With Aids	465	14.241	O-HH-13-F001	NAO Comm Dev	643	-	(584)	-
Total for CFDA No. 14.241					720	-	(584)	-
ARRA - Neighborhood Stabilization Program	502	14.256	B-09-CN-OH-0033	NAO Comm Dev	-	49	(36)	-
Total for CFDA No 14.256					-	49	(36)	-
Metro West HUD- 03668	980	14.408	B-10-SP-OH-0080	CP Econ Dev	93	-	(423)	-
Total for CFDA No 14.408					93	-	(423)	-
Sustainable Housing Grant -10253	980	14.704	CCPOHOO19-10	CP Econ Dev	714	-	(492)	-
Total for CFDA No. 14.704					714	-	(492)	-
Lead Hazard Control Grant	381	14.905	OHLHD0217-10	NAM HEALTH	935	0	(792)	-
Cincinnati Lead Abatement Program	387	14.905	OHLHD 0245-12	NAO Comm Dev	646	1	(798)	-
Total for CFDA No. 14.905					1,581	1	(1,590)	-
TOTAL DEPARTMENT OF HOUSING & URBAN DEVELOPMENT					30,459	2,067	(64,530)	-
4 U.S. Department of the Interior								
* Passed through Ohio Department of Natural Resources								
ODNR-Hooked on Fishing	324	15.605		NAR Recreation	6	-	(8)	-
(e.) Total for CFDA No. 15.605					6	-	(8)	-
TOTAL DEPARTMENT OF THE INTERIOR					6	-	(8)	-
5 U.S. Department of Justice								
* Passed through Ohio Department of Youth Services								
Juvenile Accountability - 12JABG	368	16.540	2010-JB-012-A242-A	NAS Police	15	-	(15)	-
Juvenile Accountability - 13JABG	368	16.540	2011-JB-011-A242-S	NAS Police	2	-	(2)	-
Total for CFDA No. 16.540					17	-	(17)	-
* Passed through Ohio Office of Criminal Justice Services								
VALU/SVAA 13VALU	368	16.575	2013-VAGENE757	NAS Police	18	-	(12)	-
VALU/SVAA 14VALU	368	16.575	2014-VAGENE757	NAS Police	27	-	(33)	-
Total for CFDA No. 16.575					45	-	(45)	-
* Passed through Ohio Office of Criminal Justice Services								
Domestic Violence Advocacy	368	16.588	2012-WF-VA5-8583	NAS Police	45	-	(45)	-
Domestic Violence Advocacy	368	16.588	2013-WF-VA5-8583	NAS Police	15	-	(15)	-
Total for CFDA No. 16.588					60	-	(60)	-
* Passed through Ohio Office of Criminal Justice Services								
Bulletproof Vests	368	16.607	100415	NAS Police	18	-	(18)	-
Total for CFDA No. 16.607					18	-	(18)	-

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CITY OF CINCINNATI, OHIO
Schedule of Expenditures of Federal Awards
(Non-GAAP Budgetary Basis)
For the Fiscal Year ended June 30, 2014

(Continued)

(Amounts in thousands)

Grantor/Program Title	Fund	CFDA #	Grant #	Agency	Grant and Contract Revenue Received	Contributions and other Revenue	CFS Expenditures	Advances (Repayments) or Adjustments
Project Safe Neighborhood - 12PSN	368	16.609	2012-PS-PSN-419	NAS Police	55		(61)	-
Total for CFDA No. 16.609					55	-	(61)	-
2011 COPS Hiring - 11COPS	368	16.710	2011-UL-WX-0024	NAS Police	2,130		(2,040)	-
Total for CFDA No. 16.710					2,130	-	(2,040)	-
Justice Assistance Grant - 12HOME	368	16.738	2012-JG-A02-6810	NAS Police	36		(36)	-
Justice Assistance Grant - 10SMART	368	16.738	2010-DJ-BX-0003	NAS Police	-		(15)	-
Justice Assistance Grant - 10JAG	478	16.738	2010-DJ-BX-0260	NAS Police	-	0	(165)	-
Justice Assistance Grant - 11JAG	478	16.738	2011-DJ-BX-3278	NAS Police	-	2	(108)	-
Justice Assistance Grant - 12JAG	478	16.738	2012-DJ-BX-0145	NAS Police	-	2	(16)	-
Justice Assistance Grant - 13JAG	478	16.738	2013-DJ-BX-0194	NAS Police	382	-	(172)	-
(i.) Total for CFDA No. 16.738					418	4	(512)	-
2008 Earmark-Cameras	368	16.753	2008-DD-BX-0175	NAS Police	-	-	-	-
Total for CFDA No. 16.753					-	-	-	-
DOJ Equitable Sharing/Asset Forfeiture	367	16.000		NAS Police	320	2	(259)	-
Total for CFDA No. 16.000					320	2	(259)	-
TOTAL DEPARTMENT OF JUSTICE					3,063	6	(3,012)	-
* Passed through Ohio Department of Transportation								
Uptown Access Improvement West MLK Dr-11	980	20.205	PID 87036 ODOT	CP 980	3,160	-	(3,160)	-
M.L. King/1-71 Interchange '06 -03221	980	20.205	PID 77628 ODOT	CP 980	294	-	(183)	-
Montana - Boudinot to Farrell '09-03618	980	20.205	PID 79088 ODOT	CP 980	84	-	(84)	-
Colerain Avenue Virginia to Leeper Improv. -1	980	20.205	PID 81845	CP 980	225		(237)	-
Ohi River Trail - Downtown to Salem -11340	980	20.205	PID 80530	CP 980	112		1	-
Kennedy Connector-03354	980	20.205	PID 88706	CP 980	4,831		(4,831)	-
Harrison Avenue Improvements-11338	980	20.205	PID 81853	CP 980	3,364		(3,364)	-
4 (f.) Sub-total for ODOT - CFDA No. 20.205					12,070	-	(11,858)	-
* Passed through Southwest Ohio Regional Transit Authority								
3 FTA -Urban Circulator Grant - 03678	980	20.500	OH-03-0303-00	CP 980	2,626		(2,626)	-
(k.) Total for CFDA No. 20.500					2,626		(2,626)	-
* Passed through Southwest Ohio Regional Transit Authority								
3 CMAQ Grant - 03678	980	20.507	OH-95-X054-00	CP 980	4,000		(4,000)	-
(k.) Total for CFDA No. 20.507					4,000		(4,000)	-
* Passed through Southwest Ohio Regional Transit Authority								
3 Tiger Grant - 03678	980	20.933	OH-79-002	CP 980	745		(745)	-
Total for CFDA No. 20.933					745	-	(745)	-
* Pass through City of Blue Ash, Ohio								
* DUI	368	20.600	OVITF-2013-31-00377-00	NAS Police	29	-	(29)	-
* DUI	368	20.600	HVEO-2013-31-00332-00	NAS Police	63	-	(63)	-
* DUI	368	20.600	HVEO-2014-31-00307-01	NAS Police	36	-	(27)	-
* DUI	368	20.600	OVITF-2014-31-00311-00	NAS Police	30	-	(30)	-
(g.) Total for CFDA No. 20.600					158	-	(149)	-

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CITY OF CINCINNATI, OHIO
Schedule of Expenditures of Federal Awards
(Non-GAAP Budgetary Basis)
For the Fiscal Year ended June 30, 2014

(Continued)

(Amounts in thousands)

Grantor/Program Title	Fund	CFDA #	Grant #	Agency	Grant and Contract Revenue Received	Contributions and other Revenue	CFS Expenditures	Advances (Repayments) or Adjustments
<i>Pass through State of Ohio, Dept of Public Safety</i>								
* Construction Zone	368	20.600	CZ-2014-31-00-00-00479-00	NAS	Police	44	-	(44)
(g.) Total for CFDA No. 20.600						44	-	(44)
Local Match Funds - FAA Project-10346	980	20.106	3-39-0018-2112	CP	DOTe	195	-	(195)
Total for CFDA No. 20.106						195	-	(195)
TOTAL DEPARTMENT OF TRANSPORTATION						19,838	-	(19,617)
<i>* Pass through Ohio Water Development Authority</i>								
OWDA Loan Project	756	66.468	FS390255-0008	CP	GCWW	35	-	(35)
OWDA Loan Project	756	66.468	FS390255-0015	CP	GCWW	57	-	(57)
OWDA Loan Project	756	66.468	FS390255-0028	CP	GCWW	543	-	(543)
OWDA Loan Project	756	66.468	FS390255-0023	CP	GCWW	94	-	(94)
OWDA Loan Project	756	66.468	FS390255-0026	CP	GCWW	402	-	(402)
OWDA Loan Project	756	66.468	FS390255-0022	CP	GCWW	272	-	(272)
OWDA Loan Project	756	66.468	FS390255-0020	CP	GCWW	88	-	(88)
OWDA Loan Project	756	66.468	FS390255-0019	CP	GCWW	47	-	(47)
OWDA Loan Project	756	66.468	FS390255-0025	CP	GCWW	38	-	(38)
OWDA Loan Project	756	66.468	FS390255-0024	CP	GCWW	192	-	(192)
OWDA Loan Project	756	66.468	FS390255-0017	CP	GCWW	644	-	(644)
OWDA Loan Project	756	66.468	FS390255-0027	CP	GCWW	1,242	-	(1,242)
OWDA Loan Project	756	66.468	FS390255-0029	CP	GCWW	59	-	(59)
OWDA Loan Project	756	66.468	FS390255-0021	CP	GCWW	15	-	(15)
OWDA Loan Project	756	66.468	FS390255-0031	CP	GCWW	532	-	(532)
OWDA Loan Project	756	66.468	FS390255-0030	CP	GCWW	723	-	(723)
OWDA Loan Project	756	66.468	FS390255-0032	CP	GCWW	6,049	-	(6,049)
(l.) Total for CFDA No . 66.468						11,032	-	(11,032)
TOTAL ENVIRONMENTAL PROTECTION AGENCY						11,032	-	(11,032)

(Continued)

CITY OF CINCINNATI, OHIO
Schedule of Expenditures of Federal Awards
(Non-GAAP Budgetary Basis)
For the Fiscal Year ended June 30, 2014

(Continued)

(Amounts in thousands)

Grantor/Program Title	Fund	CFDA #	Grant #	Agency	Grant and Contract Revenue Received	Contributions and other Revenue	CFS Expenditures	Advances (Repayments) or Adjustments
* <i>Passed through Ohio Dept. of Natural Resources</i>								
Paddle Safe Cincinnati-Kids in Kayak	324	97.012	11-05	NAR	Recreation	-	(6)	-
Total for CFDA No . 97.012						-	(6)	-
* <i>Passed through Ohio Dept. of Public Safety</i>								
FEMA 2011 Spring Rains	461	97.036	FEMA 4002-DR-061-15000	NAO	Finance	631	89	(622)
Total for CFDA No . 97.036						631	89	(622)
Assistance to Firefighters Grant - FY09	472	97.044	EMW-2009-FO-10718	NAS	Fire	27		(35)
Assistance to Firefighters Grant - FY10	472	97.044	EMW-2010-FO-09685	NAS	Fire	3		(4)
Assistance to Firefighters Grant - FY11	472	97.044	EMW-2011-FO-09648	NAS	Fire	106		(138)
Assistance to Firefighters Grant - FY12	472	97.044	EMW-2012-FO-06745	NAS	Fire	62	2	(78)
Assistance to Firefighters Grant - FY11	472	97.044	EMW-2011-FP-01090	NAS	Fire	26		(32)
Total for CFDA No . 97.044						224	2	(287)
FY08Port Security Grant Program(PSGP)	368/472	97.056	2008-GB-T8-K082	NAS	Police/Fire	258		(192)
FY09Port Security Grant Program(PSGP)	368/472	97.056	2009-PU-T9-K016	NAS	Police/Fire	560		(537)
FY10Port Security Grant Program(PSGP)	368/472	97.056	2010-PU-T0-K020	NAS	Police/Fire	162		(188)
FY13Port Security Grant Program(PSGP)	368	97.056	2013-PU-00176-S01	NAS	Police	19		(21)
FY13Port Security Grant Program(PSGP)	472	97.056	2013-PU-00520-50	NAS	Fire	22		(22)
Total for CFDA No . 97.056						1,021	-	(960)
* <i>Passed through Ohio Emergency Management Agency</i>								
FY09 Urban Area Security Initiative	476	97.067	0000020717	NAS	Fire/Pol	34		(34)
FY10 Urban Area Security Initiative	476	97.067	EMW-2011-22-00070	NAS	Fire/Pol	1,937		(1,934)
FY11 Urban Area Security Initiative	476	97.067		NAS	Fire/Pol	108		(104)
Metropolitan Medical Response System FY10	454	97.067	0000025496	NAS	Fire	244		3
Metropolitan Medical Response System FY11	454	97.067	0000034791	NAS	Fire	75		(294)
Total for CFDA No. 97.067						2,398	-	(2,363)
* FY11 Staffing for Adequate Fire & Emergency	472	97.083	EMW-2011-FH-01122	NAS	Fire	3,299		(3,232)
* FY12 Staffing for Adequate Fire & Emergency	472	97.083	EMW-2012-FH-00918	NAS	Fire	1,967		(1,908)
Total for CFDA No. 97.083						5,266	-	(5,140)
TOTAL DEPARTMENT OF HOMELAND SECURITY						9,540	91	(9,378)
TOTAL FEDERAL GRANTS & SUBSIDIES (Non-GAAP Basis)						80,870	2,172	(114,115)
Less Amount Recognized as Contributed Capital						(31)		
Less Accrual of Federal Grant & Subsidies at 12/31/11						(2,166)		
Plus Accrual of Federal Grant & Subsidies at 12/31/12						1,947		
Plus 502 Receivables @12/31/2011. AJE #46						(16)		
Amount Recognized as Federal Grants & Subsidies (GAAP Basis)						\$80,604		

CITY OF CINCINNATI, OHIO
Notes to the Schedule of Expenditures of Federal Awards
(Non-GAAP Budgetary Basis)
For the Fiscal Year ended June 30, 2014

1 * Indicates Federal monies passed through another agency to the City of Cincinnati.

2 Total Community Development loans outstanding at June 30, 2014 totaled \$15,975,810.91 under CFDA 14.218, \$32,211,350.45 under CFDA 14.239, \$8,904,930.00 under CFDA 14.248, and \$570,499.40 under CFDA 14.256.

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:

3	The Urban Circulator Grant	20.500	\$ 24,990,000.00
	Congestion Mitigation & Air Quality (CMAQ) Grant	20.205	\$ 4,000,000.00
	TIGER 3 Grant	20.933	\$ 10,920,000.00

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.

4	SAFETEA-LU Grant	20.205	\$ 8,430,076.00
	OKI - Grant from FHWA	20.205	\$ 16,436,014.00
	Local Major Bridge Fund Grant	20.205	\$ 8,700,000.00

5 **CLUSTERS**

- a. CCDF Cluster
- b. Aging Cluster
- c. Medicaid Cluster
- d. CDBG - Entitlement Grant Cluster
- e. Fish and Wildfire Cluster
- f. Highway Planning and Construction Cluster
- g. Highway Safety Cluster
- h. Temporary Assistance for Needy Families(TANF)State Programs Cluster
- i. JAG Program Cluster
- j. Consolidated Health Centers Cluster
- k. Federal Transit Cluster
- l. Drinking Water State Revolving Fund Cluster

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Dave Yost • Auditor of State

INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS REQUIRED BY *GOVERNMENT AUDITING STANDARDS*

City of Cincinnati
Hamilton County
801 Plum Street
Cincinnati, Ohio 45202

To the Honorable Mayor and Members of the City Council:

We have audited, in accordance with auditing standards generally accepted in the United States and the Comptroller General of the United States' *Government Auditing Standards*, 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, Hamilton County, Ohio (the City) as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise the City's basic financial statements wherein we noted the City has implemented the provisions of GASB Statement 67 and have issued our report thereon dated February 26, 2015.

Internal Control Over Financial Reporting

As part of our financial statement audit, we considered the City's internal control over financial reporting (internal control) to determine the audit procedures appropriate in the circumstances to the extent necessary to support our opinion on the financial statements, but not to the extent necessary to opine on the effectiveness of the City's internal control. Accordingly, we have not opined on it.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, when performing their assigned functions, to prevent, or detect and timely correct misstatements. A *material weakness* is a deficiency, or combination of internal control deficiencies resulting in a reasonable possibility that internal control will not prevent or detect and timely correct a material misstatement of the District's financial statements. 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 internal control deficiencies that might be material weaknesses or significant deficiencies. Therefore, unidentified material weaknesses or significant deficiencies may exist. Given these limitations, we did not identify any deficiencies in internal control that we consider material weaknesses. We did identify a certain deficiency in internal control, described in the accompanying schedule of findings that we consider a significant deficiency in internal control. We consider finding 2014-001 to be a significant deficiency.

Compliance and Other Matters

As part of reasonably assuring whether the City's financial statements are free of material misstatement, we tested its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could directly and materially affect the determination of financial statement amounts. However, opining on compliance with those provisions was not an objective of our audit and accordingly, we do not express an opinion. The results of our tests disclosed no instances of noncompliance or other matters we must report under *Government Auditing Standards*.

City's Response to Findings

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

Purpose of this Report

This report only describes the scope of our internal control and compliance testing and our testing results, and does not opine on the effectiveness of the City's internal control or on compliance. This report is an integral part of an audit performed under *Government Auditing Standards* in considering the City's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



Dave Yost
Auditor of State

Columbus, Ohio

February 26, 2015



Dave Yost • Auditor of State

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR FEDERAL PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY OMB CIRCULAR A-133

City of Cincinnati
Hamilton County
801 Plum Street
Cincinnati, Ohio 45202

To the Honorable Mayor and Members of the City Council:

Report on Compliance for Each Major Federal Program

We have audited the City of Cincinnati's (the City) compliance with the applicable requirements described in the U.S. Office of Management and Budget (OMB) *Circular A-133, Compliance Supplement* that could directly and materially affect each of the City's major federal programs for the year ended June 30, 2014. The *Summary of Auditor's Results* in the accompanying schedule of findings identifies the City's major federal programs.

Management's Responsibility

The City's Management is responsible for complying with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to opine on the City's compliance for each of the City's major federal programs based on our audit of the applicable compliance requirements referred to above. Our compliance audit followed auditing standards generally accepted in the United States of America; the standards for financial audits included in the Comptroller General of the United States' *Government Auditing Standards*; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. These standards and OMB Circular A-133 require us to plan and perform the audit to reasonably assure whether noncompliance with the applicable compliance requirements referred to above that could directly and materially affect 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 our audit provides a reasonable basis for our compliance opinion on the City's major programs. 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 of Cincinnati complied, in all material respects with the compliance requirements referred to above that could directly and materially affect each of its major federal programs for the year ended June 30, 2014.

Report on Internal Control Over Compliance

The City's management is responsible for establishing and maintaining effective internal control over compliance with the applicable compliance requirements referred to above. In planning and performing our compliance audit, we considered the City's internal control over compliance with the applicable requirements that could directly and materially affect a major federal program, to determine our auditing procedures appropriate for opining on each major federal program's compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not to the extent needed to opine on the effectiveness of internal control over compliance. Accordingly, we have not opined 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, when performing their assigned functions, to prevent, or to timely detect and correct, noncompliance with a federal program's applicable compliance requirement. *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 federal program compliance requirement will not be prevented, or timely detected and corrected. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with federal program's applicable compliance requirement 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 would not necessarily identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

This report only describes the scope of our internal control compliance tests and the results of this testing based on OMB Circular A-133 requirements. Accordingly, this report is not suitable for any other purpose.

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

We have also audited 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, Hamilton County (the City) as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise the City's basic financial statements. We issued our unmodified report thereon dated February 26, 2015. Our opinion also explained that the City implemented the provisions of GASB Statement 67 during the fiscal year. We conducted our audit to opine on the City's' basic financial statements. The accompanying schedule of federal awards expenditures presents additional analysis required by the U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations* and is not a required part of the basic financial statements. The schedule is management's responsibility, and was derived from and relates directly to the underlying accounting and other records management used to prepare the basic financial statements.

We subjected this schedule to the auditing procedures we applied to the basic financial statements. We also applied certain additional procedures, including comparing and reconciling this schedule directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, in accordance with auditing standards generally accepted in the United States of America. In our opinion, this schedule is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

A handwritten signature in black ink that reads "Dave Yost". The signature is written in a cursive style with a large, looping "D" and "Y".

Dave Yost
Auditor of State

Columbus, Ohio

February 26, 2015

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CITY OF CINCINNATI
HAMILTON COUNTY

SCHEDULE OF FINDINGS
OMB CIRCULAR A -133 § .505
JUNE 30, 2014

1. SUMMARY OF AUDITOR'S RESULTS

<i>(d)(1)(i)</i>	Type of Financial Statement Opinion	Unmodified
<i>(d)(1)(ii)</i>	Were there any material control weaknesses reported at the financial statement level (GAGAS)?	No
<i>(d)(1)(ii)</i>	Were there any significant deficiencies in internal control reported at the financial statement level (GAGAS)?	Yes
<i>(d)(1)(iii)</i>	Was there any reported material noncompliance at the financial statement level (GAGAS)?	No
<i>(d)(1)(iv)</i>	Were there any material internal control weaknesses reported for major federal programs?	No
<i>(d)(1)(iv)</i>	Were there any significant deficiencies in internal control reported for major federal programs?	No
<i>(d)(1)(v)</i>	Type of Major Programs' Compliance Opinion	Unmodified
<i>(d)(1)(vi)</i>	Are there any reportable findings under § .510(a)?	No
<i>(d)(1)(vii)</i>	Major Programs (list):	HOME Program CFDA #14.239 Federal Transit Cluster CFDA #20.500 and #20.507 CDBG Loan Program CFDA #14.248 OWDA CFDA #66.468 Lead Hazard Control/Cincinnati Lead Abatement Program CFDA #14.905 Homeland Security CFDA #97.067
<i>(d)(1)(viii)</i>	Dollar Threshold: Type A/B Programs	Type A: > \$ 3,000,000 Type B: > \$300,000
<i>(d)(1)(ix)</i>	Low Risk Auditee?	Yes

**2. FINDINGS RELATED TO THE FINANCIAL STATEMENTS
REQUIRED TO BE REPORTED IN ACCORDANCE WITH GAGAS**

FINDING NUMBER 2014-001

Significant Deficiency

City management is responsible for preparing and fairly presenting their financial statements in accordance with accounting principles generally accepted in the United States of America; this includes designing, implementing, and maintaining internal controls relevant to preparing and fairly presenting financial statements that are free from material misstatement, whether due to fraud or error.

We noted the following conditions related to the City's financial statements and financial operations:

- When reconciling the investment balances recorded between the City's Accounts and Audits Division and the City's Treasurer Division, we noted a difference of \$4,686,385. The Accounts and Audit Division explained that the difference was caused because the Treasurer's Division investment balances are recorded less of any applicable Discounts, Premiums or Accrued Interest applicable to each investment and does not include a project surety certificate of deposit; however, the City currently does not prepare a formal reconciliation between the two amounts to explain this variance. The Accounts and Audit's balances did agree to amounts reported in the Comprehensive Annual Financial Report.
- The City's Construction In Progress included a completed parking garage in the amount of \$20,221,214, which should have been reported as a building instead of Construction In Progress.
- The total amount of capital assets reported in the financial statements was compared to the capital asset listing kept by the City. The amount reported in the statements did not agree to the capital asset listing by \$25,605,166. Amounts that were reported as deletions in the previous statements have not yet been recorded in the capital asset system.
- The City prepared the original 2014 Statement of Cash Flows and reported the 2013 amounts in the Reconciliation of Operating Activities for the Waterworks Fund. This caused the Net Cash Provided by Operating Activities to not agree to the Net Cash Provided by Operating Activities in the Reconciliation of Operating Income.

Lack of internal controls over accounting and financial reporting increases the risk that errors, theft or fraud could occur and not be detected in a timely manner. Failure to accurately post financial activity can lead to material misstatements in financial reporting.

We recommend that the City exercise due care when posting entries to the financial records and financial statement preparation to prevent errors and assist in properly reflecting the City's financial activity in the financial statements and properly disclose all activities of the financial statements as required. We also recommend that the City reconcile the capital asset amounts reported in the financial statements to make sure that all additions or deletions are also properly reflected in the capital asset listing/system. We recommend that the City's Accounts and Audits Division and City Treasurer reconcile the amounts that each has recorded as investments and investigate any discrepancies that they may have in their records.

The City has posted audit adjustments to the financial statements and ledgers where appropriate. The City has corrected the related notes to the financial statements.

**FINDING NUMBER 2014-001
(Continued)**

Officials' Response:

The City Treasurer's Division reports the investments at face or par value, while the City's cash trial balances record the investments at amortized cost and the Comprehensive Annual Financial Report (CAFR) reports at fair market value. The process of the reconciliation between these investment records will be included in the CAFR workpapers.

The Finance Department and the Trade and Development Division of Community Development have discussed improvements to the communication between, developers, Trade and Development, and Accounts & Audits when City assets are being improved or constructed by external entities. The improvements will lead to Accounts & Audits recording the related fixed assets in a more timely manner.

The process for the deletion of capital assets has been improved to ensure that the deletions are recorded in the fixed assets system in a timely manner and that the fixed asset system records directly support the financial statements.

The Statement of Cash Flows issues for the Waterworks fund related to a software issue which has been addressed by the software provider in a newer software version which is being installed before the next financial statements are prepared.

3. FINDINGS FOR FEDERAL AWARDS

None

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**CITY OF CINCINNATI
HAMILTON COUNTY**

**SCHEDULE OF PRIOR AUDIT FINDINGS
OMB CIRCULAR A -133 § .315 (b)
JUNE 30, 2014**

Finding Number	Finding Summary	Fully Corrected?	Not Corrected, Partially Corrected; Significantly Different Corrective Action Taken; or Finding No Longer Valid; <i>Explain</i>
2013-001	Audit adjustments	No	Not Corrected – Reissued as 2014-001

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COMPREHENSIVE ANNUAL FINANCIAL REPORT

for the fiscal year ended June 30, 2014



city of
CINCINNATI



2014

CINCINNATI, OHIO

COMPREHENSIVE ANNUAL FINANCIAL REPORT

for the fiscal year ended June 30, 2014

Director of Finance:

Reginald E. Zeno

Assistant Director of Finance:

Karen Alder

Finance Manager:

Mark Ashworth

city of
CINCINNATI 
2014
CINCINNATI, OHIO

INTRODUCTORY SECTION

**CITY OF CINCINNATI, OHIO
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 For the fiscal year ended June 30, 2014**

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February 26, 2015

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 fiscal year ended June 30, 2014. 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 24. 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.

In 2012, the City made the decision to change from a calendar year to a fiscal year beginning July 1st and ending June 30th. This resulted in 2013 being a six month conversion year. The Auditor of the State of Ohio has audited the accompanying financial statements for fiscal year 2014. 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. The Auditor of the State of Ohio conducted the single audit for the 2014 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 period 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 and are included as expenditures in the current period 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 and strong economic base has been and continues to be a source of financial stability for the City. The City is a world leader in the production of machine tools, playing cards, soaps and detergents. It is a prominent producer of building materials, cans, chemicals, clothing, cosmetics, electronic equipment, jet engines and valves. Cincinnati is home to nine Fortune 500 companies and 2 Fortune 100 companies.

According to the Greater Cincinnati Chamber of Commerce in its Economic Outlook 2014, the economy recovered at a slow rate in calendar year 2013 and is expected to continue to improve in 2015. The region's businesses continue to move forward and we expect to see more momentum in 2015. Regional unemployment is still lower than the national rate and continued job growth is expected for 2015.

The unemployment rate in the Cincinnati MSA reached a high of 9.9% in 2009. While the rate has dropped consistently to 7.4% in 2013 and 7.3% in 2014, it is not expected to reach the pre-recession employment level. Modest job growth is expected to continue into 2015. 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 businesses 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 2013 population estimates made by the Census Bureau has the Cincinnati population increasing to 297,517.

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 period 1985 through FY2014. The target reserve of \$21.5 million (6.03% of FY2014 General Fund revenue) has already been achieved.

Actual Non-GAAP General Fund expenditures/encumbrances for fiscal year 2014 were \$364.3 million which is a \$7.8 million decrease compared with budgeted fiscal year 2014 expenditure/encumbrances of \$372.1 million. Actual Non-GAAP revenue for fiscal year 2014 of \$356.3 million was more than budgeted fiscal year 2014 revenues of \$350.4 million. The actual revenue exceeded the original fiscal year 2014 revenue estimate of \$350.4 million by \$5.45 million.

Moody's rates the City's general obligation bonds "Aa2", the third highest rating. The City's bond rating by Standard and Poor was downgraded from "AA+" to "AA-", the fourth highest rating. The rationale for the downgrade reflects the City's high direct debt as a percent of total revenue as well as exposure to high pension liabilities.

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, Ohio Municipal securities, and City of Cincinnati notes/bonds. 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 June 30, 2014 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 City utilizes the services of two professional investment management firms, Bond Tech, Inc. and Nuveen Asset Management, to manage a portion of the City's investment portfolio. The portfolios managed by these firms must follow the same laws and investment policies that guide the City's internally managed portfolio. As of June 30, 2014 the par value of City assets managed by these firms was \$150.25 million by Bond Tech and \$197.24 million by Nuveen Asset Management.

The par value of the assets managed internally by the City's Treasury Division was \$462.61 million. The assets managed internally include the assets invested from the sale of bond proceeds as well as the assets needed to satisfy the cash requirements of the City. As of June 30, 2014, the investment allocation of the aggregate portfolio was as follows:

U. S. Treasury Notes: 30.29%
U.S. Agency Securities: 32.35%
Certificates of Deposit 1.49%
Ohio Municipal Debt 9.67%
City of Cincinnati Notes 9.42%
Overnight Funds/ Cash 16.78%

The City maintains a comprehensive all-risk property insurance program through a commercial carrier, covering approximately \$1.36 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 net plan assets were \$2.3 billion as of June 30, 2014 compared to \$2.1 billion as of June 30, 2013. The net investment return for the fiscal year ending June 30, 2014 was 18.5%. The Cincinnati Retirement System's actuary reported the December 31, 2013 pension funded ratio of 63.2% and the health care funded ratio of 109.1%. This compares to the December 31, 2012 pension funded ratio of 61.3% and health care funded ratio of 98.8%.

In 2011, the City approved certain benefit changes to the pension and health care programs to reduce liabilities and stabilize plan financials. Following these changes, certain active and retired members filed various lawsuits. The City and the adverse parties agreed to a collaborative mediation in Federal District Court to attempt to reach an agreed resolution. Pursuant to Ordinance No. 38-2014, adopted by the City Council on March 19, 2014 (the "Mediation Ordinance"), the City Manager has been authorized to negotiate and enter into a global consent decree with respect to the pension issues. The mediation is ongoing and may result in a termination of the pending pension lawsuits.

Natural Resources and the Environment

Metropolitan Sewer District of Greater Cincinnati (MSD) operates and maintains the stormwater/wastewater collection and treatment system, utilizing best practices and industry recognized asset management programs making economical and efficient investments that improve public health and the environment as required under the Clean Water Act. Through its work with stakeholders and utilizing sound practices and good science, MSD efforts have led to improvements in watershed health of the rivers and streams within our service area. MSD fosters greater understanding and value of our watersheds to the general public through school programs and sharing information at community events and facility tours. The role MSD plays through management and improvement of our assets has tremendous impact on our natural resources. Water quality within our rivers and streams has improved over the last decade and continues to show improvements. MSD has posted data on its website and we regularly partner with local environmental community to share expertise and develop action plans to improve water quality for the benefit of our ratepayers and the community we serve.

MSD's Project Groundwork is a major capital improvement program to implement sustainable infrastructure solutions to reduce the amount and speed of stormwater runoff entering our collection systems to help reduce the amount of traditional infrastructure and capital investments that are needed to maintain water quality. MSD is implementing integrated watershed solutions that couple CSO reduction projects with green infrastructure and community revitalization that will achieve better environmental outcomes than traditional grey solutions. Our sustainable solutions result in better stream habitat and aquatic life.

Protection and restoration of our watersheds also helps support the City's community development efforts. Bike trails along greenways and redevelopment along day lighted streams are ways green infrastructure leads to stronger communities. MSD is exploring ways to work in collaboration with utilities, policy leaders and environmental activists to encourage the Governmental Accounting Standards Board to consider modifying accounting standards to include the economic value of natural resources in determining the capital asset value of water, wastewater and power utilities. The value of these assets would then be included in the planning for and funding of capital projects.

Major Initiatives

In 2014, 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.

General Electric Global Operations Center. General Electric (GE) is locating its U.S. Global Operations Center to a new 10 story office tower at The Banks in the City's riverfront area. It will be one of five such centers in the world. GE will employ 1,800 at the operations center who perform functions, such as, finance and information technology for its myriad business units. The total private investment is expected to be \$90 million. Construction is underway and will be completed in the fall of 2016. It is estimated that 371 people will work on the construction of the building.

dunnhumby Centre at 5th and Race. Construction is well underway on the new 9 story, \$36 million, 200,000 square foot headquarters for dunnhumbyUSA at the downtown corner of Fifth and Race. The new office building also includes a \$52 million 1000 space parking garage that will open in November, 2014 and an additional 27,000 square feet of new commercial and retail space. dunnhumbyUSA anticipates it will grow to 1,000 employees over the next five years and 550 of those 1,000 jobs will be new jobs. The entire \$88 million project is on schedule to be completed in April 2015.

Former Enquirer Building. The 246,160 square foot former Cincinnati Enquirer Building in downtown is being renovated by SREE Hotels into two distinct hotels. Hampton Inn and Homewood Suites will both open within the same building. Combined, the hotels will total 243 rooms. Total private investment in the project will be about \$27 million. Construction will be completed the end of 2014. When finished, the historic building will be Leadership in Energy & Environmental Design (LEED) certified, and will employ 35 FTEs.

Streetcar Project. The City is constructing a modern streetcar system connecting the Central Business District (CBD) and the Uptown area through the Over-the-Rhine (OTR) neighborhood. Phase 1a of the system consists of a 3.6 mile circulator route through the CBD and OTR extending from The Banks riverfront development at 2nd Street to Henry Street near Findlay Market. The Phase 1a route will be serviced by five modern streetcar vehicles operating on embedded rail in shared right-of-way, with 18 station stops and a maintenance facility at the northern end of the route. The City broke ground on the initial utility relocation work in February 2012. In September 2012, CAF USA was selected to build the five streetcar vehicles. In July 2013, the City executed a construction contract with Messer/Prus/Delta Railroad JV (MPD) and construction work began. Construction of the entire Phase 1a system is expected to be completed in March 2016, with revenue service scheduled to begin in September 2016.

Renaissance Hotel - Bartlett Building. Construction was completed this past year and the Renaissance Hotel in the former Bartlett Building downtown opened in September. The project achieved LEED Silver Certification and has created 125 permanent full time jobs. A tax exemption for the redevelopment of the building into a 323-room luxury hotel was granted on the estimated construction cost of \$33 million. Built as the Union Trust Building, the 18-story tower stood as Ohio's tallest building for three years and Cincinnati's tallest for 12 years. It was added to the National Register of Historic Places in 2008 and was vacant since 2010.

7th and Broadway Tower. Broadway Development 2001, Ltd. and Al Neyer Inc. are currently constructing a new seven floor, 111-unit apartment tower above the City's existing seven story parking garage in downtown. The tower will have a mix of units ranging from studios to two bedroom units with a den. The average unit will be 850 square feet. The lease rates are expected to be consistent with the top end of the downtown market. The total project cost is estimated at \$22.3 million and is on schedule for completion in 2015.

Mabley Place. The former Tower Place Mall has been reinvented into a new 775 parking spaces and retail complex called Mabley Place. The \$9 million renovation of the garage was completed in 2014 by Chinedum Ndukwe of Kingsley Wells Enterprises, LLC and Jake Warm of JDL Warm Construction. Also, a

2,400 square foot new Domino's Pizza store, with dine-in eating, was completed and opened. This is the first Dominos Pizza to locate in Downtown.

Holiday Inn at 7th and Broadway. Ground breaking took place in November 2014 for a new 115 suite \$11.5 million Holiday Inn. The 6 story facility will be Cincinnati's first downtown hotel construction in 30 years. It will include an indoor pool, meeting rooms, and a first floor kitchen and restaurant.

Oakley Station. A 74-acre redevelopment of abandoned industrial space in one of the City's most rapidly appreciating neighborhoods, Oakley Station is anticipated to be an 855,000 square foot mixed-use development containing retail, entertainment, office and residential components. The total cost of the project is estimated to be \$120 million. The developer anticipates that at full build-out, over 1,700 people will work on the site and the City estimates that those employees will generate nearly \$800,000 in earnings tax each year. The City is assisting the project in three ways: 1) providing up to \$9.9 million in tax increment financing for roadway improvements; 2) secured a \$3.3 million in Clean Ohio grants for environmental remediation; 3) completing a major roadway improvement, the Kennedy Connector. In 2011, the developer completed above-grade environmental remediation and demolition. Public roadway and utility improvements were completed in 2013.

Cincinnati Children's Hospital Medical Center. Construction on a new 1.4 million square foot research facility commenced in 2012. The project will give Children's Hospital the largest pediatric research facility in the country. The new tower will cost \$180 million, with no financial assistance from the City. The 15-story tower will add 425,000 square feet to the Burnet Avenue campus, creating enough space for Children's to hire up to 100 new research employees over the next five years. The hospital plans to raise about \$54 million from private donations and pay for the rest of the tower with operating earnings, reserves and investment income. The research tower is scheduled for completion by summer 2015.

The Gantry. Milhaus Development has purchased vacant City-owned property at Hamilton and Blue Rock in Northside and other underutilized property nearby. The company has begun construction of a mixed-use development with approximately 130 apartments and 8,000 square feet of storefronts, not to mention the renovation of standalone historic building which will become the home of a business called Wire & Twine. In total, the development represents over \$13 million in private investment. The City has committed up to \$400,000 to improving public infrastructure adjacent to the property.

University Station. The University Station development consists of two phases; the first largely in Norwood, and the second largely in Cincinnati. The \$54 million first phase, which consists of apartments, retail, and office space, has been substantially completed. Most of the space has been leased and some is already occupied. A speculative restaurant pad has been completed on the Cincinnati side of the corporation line, and a second phase of approximately 120,000 square feet of office space is anticipated to begin on the Cincinnati side along Dana Avenue once tenants are committed. The next phase is anticipated to start in 2015.

Mercy Health Headquarters. Mercy Health, the largest health care organization in Ohio and formerly known as Catholic Health Partners, has committed to consolidating its headquarters and administrative functions at the former Showcase Cinema property in Bond Hill. The company is receiving an incentive package from the City worth potentially as much as \$24.5 million, in exchange for making \$70 million in private investments in 350,000 square feet of office space, creating 650 new jobs, and retaining 400 existing jobs in Cincinnati. Construction is expected to begin in 2015 and be completed in 2016.

Keystone Parke/Select Medical. The next phase of Neyer Properties' Keystone Parke office campus in Evanston, Keystone II, is set to begin construction in late 2014. This phase consists of an acute care hospital facility which is a joint venture of Select Medical Corporation and TriHealth, which represents \$20 million in private investment and 200 total new and retained jobs. The City is taking out an Ohio State Infrastructure Bank (SIB) financing package in the amount of \$5 million for public parking and public

roadway improvements in conjunction with the new construction of the 70,000 square foot medical building.

DeSales Corner Redevelopment Activity. The City allocated \$900,000 in TIF District funds in 2014 for the purpose of acquisition and redevelopment of key commercial properties in the DeSales Corner business district of East Walnut Hills. The project is being implemented by the Walnut Hills Redevelopment Foundation. To date, 1527 and 1535 Madison Road have been acquired, which represent two high-profile historic buildings that have been vacant or underutilized for many years. The property located at 1535 Madison Road is being marketed for restaurant users, while 1527 Madison has been sold to Bloomfield/Schon+Partners for a \$1.5 million office and retail conversion of the 10,000 square foot building that has just begun renovation. In addition, multiple food/beverage/retail tenants are in the process of opening in the district as of fall 2014, representing excellent momentum in an area whose development had been mostly stalled since the recent recession.

Awards and Acknowledgements

Certificate of Achievement and Budget Award

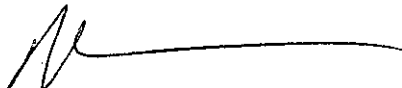
During fiscal year 2014, the Government Finance Officers Association of the United States and Canada (GFOA) awarded two Certificates of Achievement for Excellence in Financial Reporting to the City of Cincinnati for its comprehensive annual financial report for the fiscal year ended December 31, 2012 and the fiscal period ended June 30, 2013. 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.

The City has received this award for thirty-four consecutive fiscal periods. In 1979, for our 1978 annual financial report, we were the first governmental unit in Ohio to receive the Certificate. As of December 31, 2013, 124 municipal reporting entities in Ohio and only 1,913 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 2014/2015 biennial budget. This is the 27th consecutive year that the City has received this award. For the fiscal years beginning in 2013, only 25 entities in Ohio 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,



Reginald Zeno
Director of Finance

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Government Finance Officers Association

**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

June 30, 2013

Executive Director/CEO

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CITY OF CINCINNATI, OHIO

Principal City Officials

CITY COUNCIL

John Cranley, Mayor
First term

David Mann, Vice Mayor, First term
Amy Murray, Second Term
Chris Seelbach, Second term
Yvette Simpson, Second term
PG Sittenfeld, Second Term

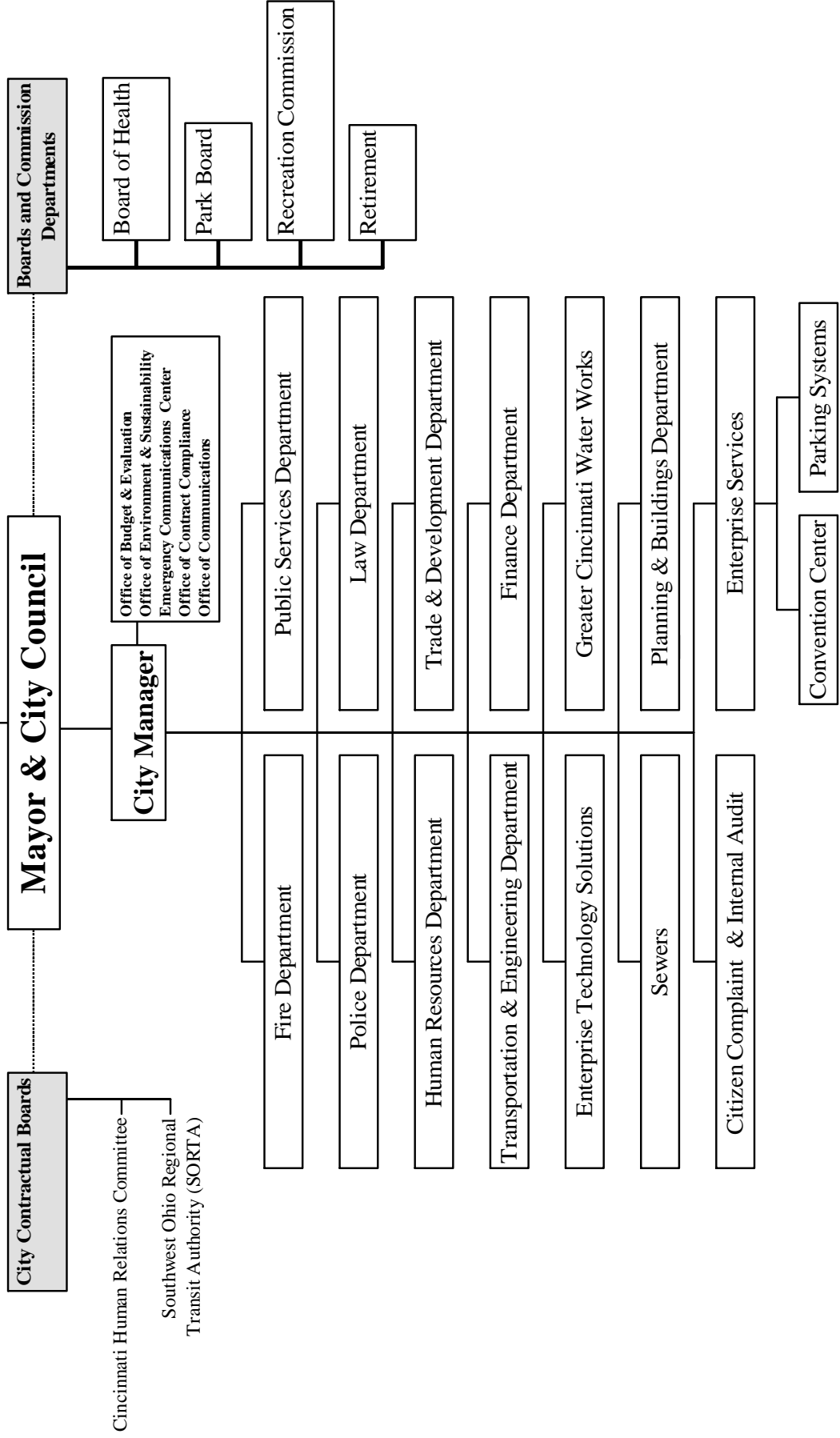
Christopher Smitherman, Second
Kevin Flynn, First term
Charles Winburn, Third term
Wendell Young, Third term

CITY MANAGER

Harry Black

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Citizens of Cincinnati



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FINANCIAL SECTION



Dave Yost • Auditor of State

INDEPENDENT AUDITOR'S REPORT

City of Cincinnati
Hamilton County
801 Plum Street
Cincinnati, Ohio 45202

To the Honorable Mayor and Members of the City Council:

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, Hamilton County, Ohio (the City), as of and for the year ended June 30, 2014, 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 preparing and fairly presenting these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes designing, implementing, and maintaining internal control relevant to preparing and fairly presenting financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to opine on these financial statements based on our audit. We audited in accordance with auditing standards generally accepted in the United States of America and the financial audit standards in the Comptroller General of the United States' *Government Auditing Standards*. Those standards require us to plan and perform the audit to reasonably assure the financial statements are free from material misstatement.

An audit requires obtaining evidence about financial statement amounts and disclosures. The procedures selected depend on our judgment, including assessing the risks of material financial statement misstatement, whether due to fraud or error. In assessing those risks, we consider internal control relevant to the City's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not to the extent needed to opine on the effectiveness of the City's internal control. Accordingly, we express no opinion. An audit also includes evaluating the appropriateness of management's accounting policies and the reasonableness of their significant accounting estimates, as well as our evaluation of the overall financial statement presentation.

We believe the audit evidence we obtained is sufficient and appropriate to support our audit opinions.

Opinion

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, Hamilton County, Ohio, as of June 30, 2014, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with the accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Note 1N to the financial statements, during the year ended June 30, 2014, the City adopted the provisions of Governmental Accounting Standard No. 67, *Financial Reporting for Pension Plans*. We did not modify our opinion regarding this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require this presentation to include *Management's discussion and analysis*, and other required supplementary information as listed in the table of contents, to supplement the basic financial statements. Although this information is not part of the basic financial statements, the Governmental Accounting Standards Board considers it essential for placing the basic financial statements in an appropriate operational, economic, or historical context. We applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, consisting of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, to the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not opine or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to opine or provide any other assurance.

Supplementary and Other Information

Our audit was conducted to opine on the City's basic financial statements taken as a whole.

The introductory section, the financial section's combining statements, individual fund statements and schedules and the statistical section information present additional analysis and are not a required part of the basic financial statements.

The statements and schedules are management's responsibility, and derive from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. We subjected these statements and schedules to the auditing procedures we applied to the basic financial statements. We also applied certain additional procedures, including comparing and reconciling statements and schedules directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves in accordance with auditing standards generally accepted in the United States of America. In our opinion, these statements and schedules are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

We did not subject the introductory section and statistical section information to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion or any other assurance on them.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated February 26, 2015, on our consideration of the City's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. That report describes the scope of our internal control testing over financial reporting and compliance, and the results of that testing, and does not opine 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.

A handwritten signature in black ink that reads "Dave Yost". The signature is written in a cursive style with a large, looping "D" and "Y".

Dave Yost
Auditor of State

Columbus, Ohio

February 26, 2015

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 June 30, 2014. 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 - 11 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

- In 2013, the City of Cincinnati changed its fiscal year end from December 31 to June 30. This report is for the first twelve month fiscal year ending June 30, 2014. The Fiscal Year was changed to provide adequate time for new council members to become familiar with the city operations and to minimize budgetary impacts at the calendar year end.
- 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 \$1.9 billion (net position). Of this amount, negative \$15.4 million is considered unrestricted. The unrestricted net position of the City's governmental activities has a balance of negative \$90.5 million. The unrestricted net position of the City's business type activities are \$75.1 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 \$1.9 billion in 2014. Net position of the governmental activities increased by \$105.2 million which represents a 12.0% change from the 2013 balance. Net position of business-type activities increased \$21.0 million or 2.4% change from 2013. Governmental activities net investment in capital assets increased \$69.4 million. Governmental activities restricted net position decreased \$27.2 million. Business-type activities net investment in capital assets decreased \$2.4 million. Business-type activities restricted net position increased by \$13.4 million.
- As of the close of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$430.3 million, in comparison to \$408.2 million at June 30, 2013. On a combined basis approximately \$5.8 million is considered nonspendable, \$329.1 million is restricted for specific purposes, \$25.0 million has been committed by council and \$6.6 million 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 \$7.8 million, while total fund balance reached \$81.5 million, 22.8% of total 2014 general fund expenditures. \$2.3 million is considered nonspendable. There was a \$4.8 million decrease in general fund balance for the fiscal year ended June 30, 2014.
- The City's total general obligation and revenue debt for governmental activities increased by \$44.4 million or 8.1% during the current fiscal year.
- The unrestricted net position of the City's governmental activities have a balance of negative \$90.5 million due primarily to increases in noncurrent liabilities related to net pension obligation and the increase in net position being restricted because of funding from federal and state sources.

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 39 to 41 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 42 to 46 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 27 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 24 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 risk management fund, self-insurance 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 47 to 51 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 52 and 53 of this report.

Notes to 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 financial statements can be found on pages 57 to 111 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 118 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 185 of this report.

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

	Governmental Activities		Business-type Activities		Total	
	June 30 2014	June 30* 2013	June 30 2014	June 30* 2013	June 30 2014	June 30* 2013
Current and other assets	775,173	740,830	271,130	272,399	1,046,303	1,013,229
Capital assets	1,366,169	1,277,480	1,279,274	1,264,820	2,645,443	2,542,300
Total Assets	2,141,342	2,018,310	1,550,404	1,537,219	3,691,746	3,555,529
Deferred Outflows	6,127	3,777	2,595	2,942	8,722	6,719
Long-term liabilities outstanding	932,467	831,382	584,140	592,740	1,516,607	1,424,122
Other liabilities	177,029	206,019	49,293	48,532	226,322	254,551
Total liabilities	1,109,496	1,037,401	633,433	641,272	1,742,929	1,678,673
Deferred Inflows	55,812	107,678	12,223	12,524	68,035	120,202
Net Position:						
Net Investment in Capital Assets	866,831	797,444	741,619	743,892	1,608,450	1,541,336
Restricted	205,812	233,054	90,651	77,273	296,463	310,327
Unrestricted	(90,482)	(153,490)	75,073	65,200	(15,409)	(88,290)
Total net position	982,161	877,008	907,343	886,365	1,889,504	1,763,373

* Six Month Fiscal Period

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 \$1.9 billion at the close of the most recent fiscal period.

The largest portion of the City's net position \$1.6 billion (85.1%) 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 \$296.5 million (15.7%) represents resources that are subject to external restrictions on how they may be used. The remaining balance negative \$15.3 million represents *unrestricted net position*. It is important to note that although the total unrestricted net position is negative \$15.3 million; the unrestricted net position of the City's business-type activities, \$75.2 million, may not be used to fund governmental activities which has a balance of negative \$90.5 million.

The governmental unrestricted net position balance is negative \$90.5 million. Overall, net position of the City increased \$126.1 million in the fiscal year 2014. Net position for governmental activities increased \$105.2 million, while net position of business-type activities increased \$21.0 million.

There was a decrease of \$27.2 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 \$13.4 million in 2014. The key factors in these changes were the increase in funds restricted for capital projects. The reason for the increase in business type assets is an increase in capital funding.

The City's governmental activities net investment in capital assets increased \$69.4 million due to the addition of major projects in 2014. The City's business-type activities net investment in capital assets, decreased \$2.4 million.

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

	Governmental		Business-type		Total	
	June 30	June 30*	June 30	June 30*	June 30	June 30*
	2014	2013	2014	2013	2014	2013
Revenues:						
Program Revenues:						
Charges for Services	\$ 143,974	\$ 47,472	\$ 178,341	\$ 84,665	\$ 322,315	\$ 132,137
Operating Grants and Contributions	58,425	21,967			58,425	21,967
Capital Grants and Contributions	36,456	21,416	2,197	359	38,653	21,775
General Revenues:						
Property Taxes	58,714	23,730			58,714	23,730
Income Taxes	351,262	159,275			351,262	159,275
Admission Taxes	5,278	1,720			5,278	1,720
Shared Revenues	50,004	14,817			50,004	14,817
Occupancy Taxes	2,705	1,092	1,640	836	4,345	1,928
Unrestricted Investment Earnings	10,357	(2,963)	4,443	(449)	14,800	(3,412)
Miscellaneous	41,048	17,474	3,057	4,301	44,105	21,775
Total Revenues	<u>758,223</u>	<u>306,000</u>	<u>189,678</u>	<u>89,712</u>	<u>947,901</u>	<u>395,712</u>
Expenses:						
General Government	122,523	33,404			122,523	33,404
Community Development	10,122	25,076			10,122	25,076
Parks and Recreation	50,777	25,399			50,777	25,399
Public Safety	231,266	128,138			231,266	128,138
Transportation and Engineering	59,104	11,671			59,104	11,671
Transit System	48,877	23,976			48,877	23,976
Public Services	60,855	28,611			60,855	28,611
Public Health	50,063	26,279			50,063	26,279
Interest on long-term debt	20,623	11,957			20,623	11,957
Water Works			123,598	64,130	123,598	64,130
Parking Facilities			12,174	4,296	12,174	4,296
Convention Center			12,625	6,964	12,625	6,964
General Aviation			2,503	1,120	2,503	1,120
Municipal Golf			6,179	3,318	6,179	3,318
Stormwater Management			10,481	4,621	10,481	4,621
Total Expenses	<u>654,210</u>	<u>314,511</u>	<u>167,560</u>	<u>84,449</u>	<u>821,770</u>	<u>398,960</u>
Change in net position before transfers	104,013	(8,511)	22,118	5,263	126,131	(3,248)
Transfers	<u>1,140</u>	<u>(1,051)</u>	<u>(1,140)</u>	<u>1,051</u>	<u>-</u>	<u>-</u>
Change in net position	105,153	(9,562)	20,978	6,314	126,131	(3,248)
Net position – Beginning	<u>877,008</u>	<u>886,570</u>	<u>886,365</u>	<u>880,051</u>	<u>1,763,373</u>	<u>1,766,621</u>
Net position – Ending	<u>\$ 982,161</u>	<u>\$ 877,008</u>	<u>\$ 907,343</u>	<u>\$ 886,365</u>	<u>\$ 1,889,504</u>	<u>\$ 1,763,373</u>

* Six Month Fiscal Period

Governmental activities. Governmental activities increased the City's net position in the fiscal year 2014 by \$105.2 million. Key elements of the change in net position include:

Revenues

The City shows an increase in governmental revenues for fiscal year 2014 when compared to the six month period ended June 30, 2013 due to the difference in the length of the reporting period. More information on governmental revenue trends is available in the Statistical Section, Financial Trends Information beginning on page 215.

Expenses

Expenses for governmental activities for the fiscal year ended June 30, 2014 were \$654.2 million. The City shows an increase in governmental expenses for fiscal year 2014 when compared to the six month period ended June 30, 2013 due to the difference in the length of the reporting period. The net costs of operations covered by charges for service, grants and contributions are as follows (amounts in thousands):

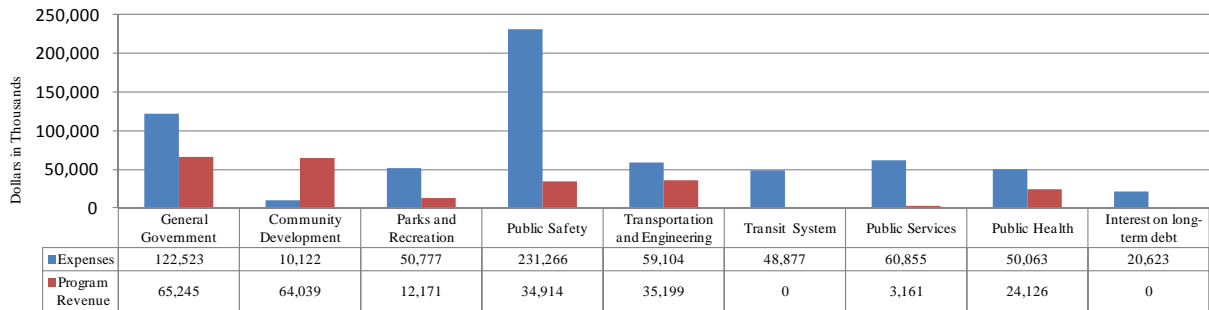
City of Cincinnati, Ohio
Statement of Activities
For the fiscal year ended June 30, 2014
(Amounts in Thousands)

	Expenses	Total Program Revenue	Net Revenue (Expense) Per Activity	Percent Covered
Governmental Activities:				
Public Safety	\$ 231,266	\$ 34,914	\$ (196,352)	15.10%
General Government	122,523	65,245	(57,278)	53.25%
Public Services	60,855	3,161	(57,694)	5.19%
Public Health	50,063	24,126	(25,937)	48.19%
Parks and Recreation	50,777	12,171	(38,606)	23.97%
Community Development	10,122	64,039	53,917	632.67%
Transit System	48,877	-	(48,877)	0.00%
Transportation and Engineering	59,104	35,199	(23,905)	59.55%
Long Term Debt	20,623	-	(20,623)	0.00%
Total governmental activities	<u>\$ 654,210</u>	<u>\$ 238,855</u>	<u>\$ (415,355)</u>	

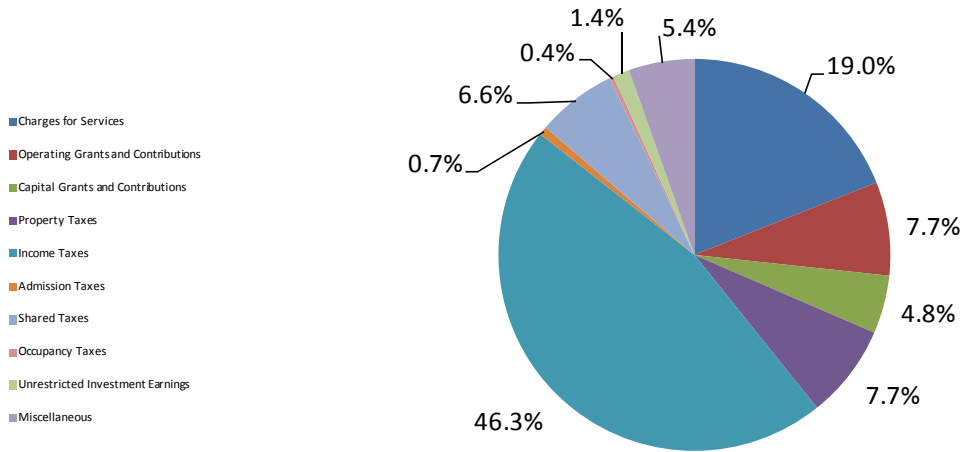
Business-type activities. Business-type activities increased the City's net position in fiscal year 2014 by \$21.0 million. The net costs of the business type operations are as follows:

(Amounts in Thousands)	Expense	Program Revenue	Net Revenue (Expense) Per Activity	Percent Covered Activity
Business type activities:				
Water Works	\$ 123,598	\$ 141,637	\$ 18,039	114.59%
Parking Facilities	12,174	13,468	1,294	110.63%
Convention Center	12,625	6,693	(5,932)	53.01%
General Aviation	2,503	2,043	(460)	81.62%
Municipal Golf	6,179	5,392	(787)	87.26%
Stormwater Management	10,481	11,305	824	107.86%
Total Business-type activities	<u>\$ 167,560</u>	<u>\$ 180,538</u>	<u>\$ 12,978</u>	

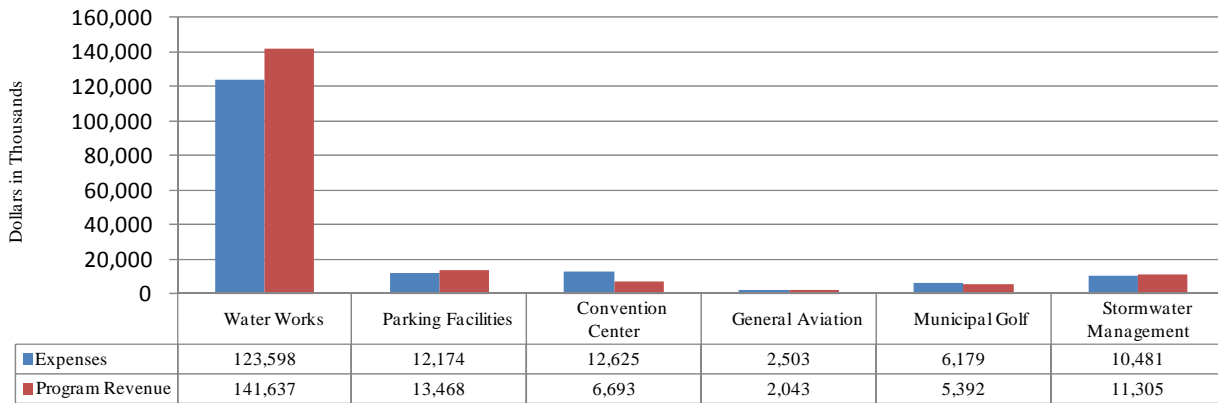
Governmental Activities Expenses and Program Revenue For the Year Ending June 30, 2014



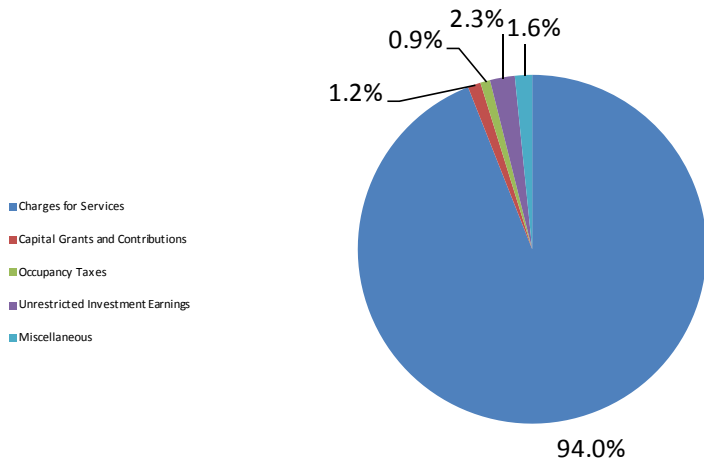
Governmental Activities Revenues by Source For the Year Ending June 30, 2014



Business-Type Activities Expenses and Program Revenue For the Year Ending June 30, 2014



Business-type Activities Revenues by Source For the Year Ending June 30, 2014



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 cannot 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 \$430.3 million, an increase of \$22.0 million in comparison with the prior year. Approximately 76.5% or \$329.1 million of this total amount constitutes *restricted fund balance*, which is available for spending for a specific purpose. The *committed fund balance*, \$25.0 million or 5.8%, 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 \$21.3 million. The total unassigned fund balance of the general fund (including the working capital reserve) was \$64.8 million, which is 17.9% of 2014 general fund revenues.

The fund balance of the City's general fund decreased by \$4.8 million during the current fiscal year compared to the fund balance as of June 30, 2013. The revenues and expenditures are provided below as an analysis of the affect on fund balance for the fiscal year ended June 30, 2014:

(Amounts in Thousands)	General Fund	
	06/30/14	06/30/13 *
REVENUES		
Taxes	\$ 284,346	\$ 133,027
Licenses and Permits	12,682	4,947
Use of Money and Property	9,232	35
Intergovernmental Revenue	27,840	17,303
Charges for Current Services	20,748	9,177
Miscellaneous	1,826	1,368
Total Revenues	<u>\$ 356,674</u>	<u>\$ 165,857</u>
EXPENDITURES		
Current:		
General Government	\$ 60,078	\$ 22,119
Community Development	6,607	2,238
Parks and Recreation	24,049	9,957
Public Safety	219,333	80,067
Transportation and Engineering	3,779	1,991
Public Services	20,991	8,155
Public Health	21,863	7,570
Employee Benefits	0	45,936
Total Expenditures	<u>\$ 356,700</u>	<u>\$ 178,033</u>

*Six month fiscal period

The capital projects fund has a total fund balance of \$135.2 million which is the same as 2013. Although there was not a significant change in fund balance, the following occurred:

- Transfers in increased by \$76.5 million.
- General obligation bonds of \$17.9 million were issued.
- Capital Outlay increased by \$84.2 million.
- Debt Service principal and interest increased by \$11.0 million.

The total fund balance of the debt service funds was \$108.6 million which is restricted for the payment of debt service. The net increase in fund balance was \$18.5 million. *Debt* service principal payments in fiscal year 2014 were \$36.2 million and general obligation bonds of \$67.1 million were issued.

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 enterprise funds is \$75.1 million. The total change in net position was an increase of \$23.2 million for the Water Works fund and a decrease of \$3.2 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 fiscal year 2014 were \$347.3 million and were less than the actual revenue of \$355.8 million. The original appropriations were \$360.4 million, while the final appropriations were \$364.3 million. The general fund deficit was filled by: \$4.7 million increase of actual income tax revenue from the original budget, \$2.4 million from the encumbrance cancellations and \$6.1 million in carryover from the 2013 budget.

Appropriation increases were made for 2014 general fund departments. Detailed information by department can be found on pages 123 to 128 in the General Fund Budgetary statement. Major increases were made in the following departments:

- Department of the City Manager \$893,000.
- Department of Community Development \$1,337,000.
- Department of Public Services \$3,172,000.

Detailed information by department can be found on pages 145 to 172 in the Other Governmental Fund Budgetary statement. Appropriation changes for 2014 from other restricted funds are as follows:

- Increase in Municipal Motor Vehicle License Tax Fund of \$490,926.
- Increase in Infrastructure Fund of \$843,473.
- Increase in Transit Fund of \$14,750
- Increase in Street Construction and Maintenance Fund of \$879,576.

Capital Asset and Debt Administration

Capital Assets. The City's investment in capital assets for its governmental and business-type activities as of June 30, 2014 is \$2.6 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 \$103.1 million (6.9% \$88.7 million for governmental activities and 1.1% \$14.5 million for business-type activities).

City of Cincinnati's Capital Assets

(net of depreciation)

(AMOUNTS IN THOUSANDS)

	Governmental Activities		Business-type Activities		Total	
	June 30	June 30*	June 30	June 30*	June 30	June 30*
	2014	2013	2014	2013	2014	2013
Land	\$ 187,947	\$ 176,097	\$ 43,216	\$ 43,205	\$ 231,163	\$ 219,302
Buildings	121,389	103,910	146,624	125,157	268,013	229,067
Improvements	212,885	218,467	873,909	847,020	1,086,794	1,065,487
Machinery and Equipment	33,869	40,934	96,495	89,092	130,364	130,026
Infrastructure	584,060	557,423			584,060	557,423
Construction in Progress	225,799	180,449	117,615	158,661	343,414	339,110
Property Acquired under Capital Leases	220	200	1,415	1,685	1,635	1,885
Total	\$1,366,169	\$1,277,480	\$1,279,274	\$1,264,820	\$2,645,443	\$ 2,542,300

* Six Month Fiscal Period

Total capital assets, net of accumulated depreciation, increased \$103.1 million. Major capital asset events during the fiscal year ended June 30, 2014 included the following:

- Governmental activities capital assets increased \$88.7 million in fiscal year ended June 30, 2014 net of depreciation and included:
 - Land increased \$11.9 million.
 - Construction in progress increased \$45.4 million.
 - Infrastructure improvement for bridges, retaining walls, traffic signal upgrades and street improvements and upgrades increased by \$26.6 million (net of depreciation).
 - Machinery and equipment decreased \$7.1 million (net of depreciation).
 - Buildings increased \$17.5 million (net of depreciation).
 - Improvements decreased \$5.6 million (net of depreciation).
- Business-type activities capital assets increased \$14.5 million net of depreciation and included:
 - Improvements increased \$26.8 million.
 - Construction in progress decreased \$41.1 million.
 - Machinery and equipment increased \$7.4 million (net of depreciation).
 - Buildings increased by \$21.5 million (net of depreciation).

Additional information on the City's capital assets can be found in note 14 on pages 92 to 94 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, \$505.9 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 Activities		Business-type Activities		Total	
	June 30 2014	June 30* 2013	June 30 2014	June 30* 2013	June 30 2014	June 30* 2013
General Obligation Bonds	\$ 533,482	\$ 457,101	\$ 10,322	\$ 13,649	\$ 543,804	\$ 470,750
Revenue Bonds	90,023	93,520	496,570	491,165	586,593	584,685
Total	<u>\$ 623,505</u>	<u>\$ 550,621</u>	<u>\$ 506,892</u>	<u>\$ 504,814</u>	<u>\$ 1,130,397</u>	<u>\$ 1,055,435</u>

* Six Month Fiscal Period

During the current fiscal year, the City’s total debt increased by \$75.0 million (7.1%). Key events contributing to the change in long-term debt balances are as follows:

- During fiscal year 2014 general obligation bonds of \$85.0 million were issued
- During fiscal year 2014 \$41.9 million of general obligation bonds were refunded.

The City’s general obligation bond rating by Standard and Poor’s Corporation and Moody’s Investor Services, Inc. is “AA-” and “Aa2”, 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 \$299.3 million and a legal debt margin for unvoted debt of \$36.9 million.

Additional information about the City’s long-term debt can be found in note 9 on pages 82 to 88 of this report.

Economic Factors and Next Year's Budgets and Rates

- The unemployment rate for the Cincinnati MSA was 7.3% at June 30, 2014 compared to 7.4% a year prior. This rate is higher than the State's average unemployment rate of 7.2% and is lower than the national average rate of 7.6%.
- The vacancy rate of the central business district A office space was 14.97% at the end of fiscal year 2014.
- 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 2014:

General Fund revenues for the fiscal year 2014 were \$5.94 million more than the estimate resulting in an increase in unappropriated fund balance at June 30, 2014. The General Fund balance is estimated to be \$25.3 million, on a budgetary basis. At the end of the fiscal year 2014 the reserve balance was \$41.9 million (composed of \$21.3 working capital reserve, \$2.4 million emergency reserve and the estimated \$18.2 million in carryover fund balance), and was 11.8% of 2014 General Fund revenues.

The 2015 fiscal year General Fund budget estimated current revenues of \$358.2 million are equal to the fiscal year 2015 estimated expenses of \$358.2. The 2015 fiscal year budget is structurally balanced.

A continuing major budget priority for 2014 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 Pogue's Garage Project with F & C Development, Streetcar Project 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
June 30, 2014
(Amounts in Thousands)

	Governmental Activities	Business-Type Activities	Total
ASSETS			
<u>Current Assets</u>			
Cash and Equivalents	\$ 85,024	\$ 1,824	\$ 86,848
Equity in City Treasury	78,918	16,537	95,455
Advances and Petty Cash	152		152
Investments, at Fair Value	66,958		66,958
Receivables:			
Taxes	90,210	422	90,632
Accounts, Net	68,487	27,342	95,829
Special Assessments	29,696		29,696
Accrued Interest	1,420	364	1,784
Due from Fiduciary Activities	1		1
Due from Other Governments	9,368	8,429	17,797
Prepaid Items and Other Assets	3,378	12,412	15,790
Inventory	3,847	5,222	9,069
Restricted Assets:			
Cash and Cash Equivalents		7,864	7,864
Equity in City Treasury		6,883	6,883
Investments, at Fair Value		60,080	60,080
Internal Balances	(21,383)	21,383	
Total Current Assets	416,076	168,762	584,838
<u>Noncurrent Assets</u>			
Equity in City Treasury	344,912	72,288	417,200
Restricted Equity in City Treasury Cash		30,080	30,080
Accounts Receivable, Net	14,185		14,185
Land	187,947	43,216	231,163
Buildings, net of Accumulated Depreciation	121,389	146,624	268,013
Improvements, net of Accumulated Depreciation	212,885	873,909	1,086,794
Machinery and Equipment, net of Accumulated Depreciation	33,869	96,495	130,364
Construction in Progress	225,799	117,615	343,414
Property Acquired under Capital Leases, net of Accumulated Amortization	220	1,415	1,635
Infrastructure Assets, net of Accumulated Depreciation	584,060		584,060
Total Noncurrent Assets	1,725,266	1,381,642	3,106,908
Total Assets	2,141,342	1,550,404	3,691,746
DEFERRED OUTFLOWS OF RESOURCES			
Loss on Defeasance	6,127	2,595	8,722

(Continued)

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

City of Cincinnati, Ohio
Statement of Net Position
June 30, 2014
(Amounts in Thousands)

(Continued)

LIABILITIES:	Governmental Activities	Business-Type Activities	Total
<u>Current</u>			
Accounts Payable	\$ 45,360	\$ 4,166	\$ 49,526
Withholdings and Other Deposits	2,475		2,475
Due to Fiduciary Activities	844	248	1,092
Due to Other Governmental Agencies		1,689	1,689
Accrued Payroll	15,952	2,099	18,051
Accrued Liabilities	6,161	1,213	7,374
Accrued Interest	2,270	1,813	4,083
Deposits Payable	20,319	17	20,336
Unearned Revenue		705	705
Obligations Under Capital Leases	93	249	342
Compensated Absences Payable	5,234	4,920	10,154
Unpaid Claims	28,581	261	28,842
Ohio Public Works Commission Loan	211	219	430
Ohio Water Development Authority Loan		1,729	1,729
Matured Bonds and Interest Payable	521		521
Notes Payable	599		599
General Obligation Bonds	43,718	3,097	46,815
Revenue Bonds	4,335	20,620	24,955
Other	95		95
Advances from Other Governments	261		261
Payable from Restricted Assets:			
Construction Contracts		4,576	4,576
Deposits Payable		1,672	1,672
Total Current Liabilities	177,029	49,293	226,322
<u>Noncurrent</u>			
Non-Current Obligations Under Capital Leases	28	1,252	1,280
Notes Payable	11,353		11,353
General Obligation Bonds	489,764	7,225	496,989
Revenue Bonds	85,688	475,950	561,638
Compensated Absences Payable	96,681	3,410	100,091
Other Liabilities	400		400
Ohio Public Works Commission Loan	1,898	2,652	4,550
Ohio Water Development Authority Loan		35,320	35,320
Unpaid Claims Payable	29,134		29,134
Net Pension Obligation	145,137	39,119	184,256
Net Other Post Employment Benefit Obligation	72,384	19,212	91,596
Total NonCurrent Liabilities	932,467	584,140	1,516,607
Total Liabilities	1,109,496	633,433	1,742,929
DEFERRED INFLOWS OF RESOURCES			
Gain on Defeasance	113	85	198
Service Concession Arrangement		12,138	12,138
Revenues Levied for the next year	55,699		55,699
Total Deferred Inflows of Resources	55,812	12,223	68,035
<u>Net Position</u>			
Net Investment in Capital Assets	866,831	741,619	1,608,450
Restricted Net Position for:			
Tax Increment Financing	24,942		24,942
Debt Service	33,872	90,651	124,523
Capital Projects	66,403		66,403
Public Transit	15,645		15,645
Public Safety	7,025		7,025
Parks and Recreation	14,206		14,206
Street Improvement	3,961		3,961
Infrastructure	6,731		6,731
Public Health	493		493
Community Development	643		643
Other Purposes	21,011		21,011
Fleet Services	688		688
Permanent Funds - Expendable	7,755		7,755
Permanent Funds - Nonexpendable	2,437		2,437
Unrestricted Net Position	(90,482)	75,073	(15,409)
Total Net Position	\$ 982,161	\$ 907,343	\$ 1,889,504

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

City of Cincinnati, Ohio
Statement of Activities
For the fiscal year ended June 30, 2014
(Amounts in Thousands)

Functions/Programs	Program Revenues				Net (Expense) Revenue and Changes in Net Position		
	Expenses	Charges for Services	Capital		Governmental Activities	Business-Type Activities	Total
			Operating Grants and Contributions	Grants and Contributions			
Governmental Activities:							
General Government	\$ 122,523	\$ 59,231	\$ 4,330	\$ 1,684	\$ (57,278)	\$	\$ (57,278)
Community Development	10,122	31,726	29,820	2,493	53,917		53,917
Parks and Recreation	50,777	10,775	1,396		(38,606)		(38,606)
Public Safety	231,266	22,032	12,882		(196,352)		(196,352)
Transportation and Engineering	59,104	3,233	59	31,907	(23,905)		(23,905)
Transit System	48,877				(48,877)		(48,877)
Public Services	60,855	2,789		372	(57,694)		(57,694)
Public Health	50,063	14,188	9,938		(25,937)		(25,937)
Interest on long-term debt	20,623				(20,623)		(20,623)
Total governmental activities	654,210	143,974	58,425	36,456	(415,355)		(415,355)
Business type activities:							
Water Works	123,598	139,635		2,002		\$ 18,039	18,039
Parking Facilities	12,174	13,468				1,294	1,294
Convention Center	12,625	6,693				(5,932)	(5,932)
General Aviation	2,503	1,848		195		(460)	(460)
Municipal Golf	6,179	5,392				(787)	(787)
Stormwater Management	10,481	11,305				824	824
Total Business-type activities	167,560	178,341		2,197		12,978	12,978
Total	\$ 821,770	\$ 322,315	\$ 58,425	\$ 38,653	(415,355)	12,978	(402,377)
General Revenues:							
Taxes:							
Property taxes					58,714		58,714
Income taxes					351,262		351,262
Admission taxes					5,278		5,278
Occupancy taxes					2,705	1,640	4,345
Shared Revenues					50,004		50,004
Unrestricted investment earnings					10,357	4,443	14,800
Miscellaneous					41,048	3,057	44,105
Transfers between governmental and business-type activities					1,140	(1,140)	
Total general revenues and transfers					520,508	8,000	528,508
Change in net position					105,153	20,978	126,131
Net position-beginning					877,008	886,365	1,763,373
Net position-ending					\$ 982,161	\$ 907,343	\$ 1,889,504

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

City of Cincinnati, Ohio
Balance Sheet
Governmental Funds
June 30, 2014
(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	\$ 178	\$ 78,741		\$ 5,764	\$ 84,683
Equity in City Treasury Cash	76,554	112,755	\$ 96,936	78,325	364,570
Advances and Petty Cash	152				152
Investments, at Fair Value		48,770	2,021	16,167	66,958
Receivables:					
Taxes	50,819	2,325	30,867	6,199	90,210
Accounts, Net	10,962	16,706	18,878	35,700	82,246
Special Assessments	312	926		28,458	29,696
Accrued Interest and Dividends	869	149	202	53	1,273
Due from Other Funds	9,052	104	10,878	8,827	28,861
Due from Other Governments	3,130			6,097	9,227
Inventory	2,304	797		321	3,422
Advances to Other Funds	1,704			4,521	6,225
Total Assets	<u>\$ 156,036</u>	<u>\$ 261,273</u>	<u>\$ 159,782</u>	<u>\$ 190,432</u>	<u>\$ 767,523</u>
LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES					
Liabilities:					
Accounts Payable	\$ 5,021	\$ 26,186	\$ 36	\$ 10,042	\$ 41,285
Withholdings and Other Deposits	2,475				2,475
Due to Other Funds	1,795	47,558		951	50,304
Due to Fiduciary Funds	539		2	252	793
Accrued Payroll	13,399	3	14	2,119	15,535
Accrued Liabilities	179	91	0	4,562	4,832
Deposits Payable	5,340	7,588	559	2,771	16,258
Estimated Liability for Unpaid Claims	304	15,000		185	15,489
Advances from Other Funds	4,521	11,421			15,942
Advances from Other Governments	260	1			261
Matured Bonds and Interest Payable			521		521
Total Liabilities	<u>33,833</u>	<u>107,848</u>	<u>1,132</u>	<u>20,882</u>	<u>163,695</u>
Deferred Inflow of Resources:					
Revenues Levied for the next year and Unavailable Revenue	40,708	18,216	50,075	64,518	173,517
Fund Balances:					
Nonspendable	2,304	797		2,713	5,814
Restricted		134,412	108,575	86,126	329,113
Committed	7,793			17,218	25,011
Assigned	6,620				6,620
Unassigned	64,778			(1,025)	63,753
Total Fund Balances	<u>81,495</u>	<u>135,209</u>	<u>108,575</u>	<u>105,032</u>	<u>430,311</u>
Total Liabilities, Deferred Inflows and Fund Balances	<u>\$ 156,036</u>	<u>\$ 261,273</u>	<u>\$ 159,782</u>	<u>\$ 190,432</u>	<u>\$ 767,523</u>

The accompanying notes to 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
June 30, 2014
(Amounts in Thousands)

Total fund balances - governmental funds \$ 430,311

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. 1,366,169

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. 117,705

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. 1,682

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 \$15,116 as it relates to the internal service funds is included in the capital asset amount above. 33,288

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. 8,753

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 payable	(495,489)
Revenue bonds payable	(90,131)
Long Term Notes Payable	(11,952)
Unamortized bond premium	(38,560)
Compensated absences	(100,390)
Net Pension Obligation	(134,999)
Net Other Post Employment Benefit Obligation	(67,971)
Ohio Public Works Commission Loans	(2,109)
Unpaid claims payable	(24,838)
Accrued interest on bonds	(2,270)
Accrued Liabilities	(6,161)
Other liability	(495)
Capital leases payable	(121)
Advances from Other Governments	(261)
	(495,489)

Total net position - - governmental activities (page 40) \$ 982,161

The accompanying notes to 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 fiscal year ended June 30, 2014
(Amounts in Thousands)

	General	Capital Projects	Debt Service	Other Governmental Funds	Total Governmental Funds
REVENUES					
Taxes	\$ 284,346	\$ 24,620	\$ 32,298	\$ 68,360	\$ 409,624
Licenses and Permits	12,682			1,359	14,041
Use of Money and Property	9,232	1,688	24,316	9,418	44,654
Special Assessments		140		5,921	6,061
Intergovernmental Revenue	27,840	1,353	8,945	17,825	55,963
Federal Grants		20,746		49,083	69,829
State Grants and Subsidies		7,389		1,995	9,384
Charges for Current Services	20,748	217		19,710	40,675
Miscellaneous	1,826	6,021	9,074	30,707	47,628
Total Revenues	<u>356,674</u>	<u>62,174</u>	<u>74,633</u>	<u>204,378</u>	<u>697,859</u>
EXPENDITURES					
Current:					
General Government	60,078	538	1,412	30,063	92,091
Community Development	6,607		3	6,318	12,928
Parks and Recreation	24,049	379		11,502	35,930
Public Safety	219,333			10,274	229,607
Transportation and Engineering	3,779	10		5,427	9,216
Transit System				48,877	48,877
Public Services	20,991			19,670	40,661
Public Health	21,863			22,601	44,464
Capital Outlay		157,178		29,053	186,231
Debt Service:					
Principal Retirement		7,621	36,187	4,645	48,453
Interest		3,865	12,746	5,987	22,598
Bond Issuance Cost			900		900
Total Expenditures	<u>356,700</u>	<u>169,591</u>	<u>51,248</u>	<u>194,417</u>	<u>771,956</u>
Excess (Deficiency) of Revenues over (under) Expenditures	(26)	(107,417)	23,385	9,961	(74,097)
OTHER FINANCING SOURCES(USES)					
General Obligation Bonds Issued		17,865	67,074		84,939
Refunding Bonds Issued			41,940		41,940
Payments to Refunded Bonds Escrow Agent			(46,841)		(46,841)
Premium on Bonds Issued			16,296		16,296
Transfers In	1,715	92,722	6,517	470	101,424
Transfers (Out)	(6,502)	(3,137)	(89,874)	(2,135)	(101,648)
Total Other Financing Sources(Uses)	<u>(4,787)</u>	<u>107,450</u>	<u>(4,888)</u>	<u>(1,665)</u>	<u>96,110</u>
Net change in fund balances	(4,813)	33	18,497	8,296	22,013
Fund Balances at July 1	<u>86,308</u>	<u>135,176</u>	<u>90,078</u>	<u>96,736</u>	<u>408,298</u>
Fund Balances at June 30	<u>\$ 81,495</u>	<u>\$ 135,209</u>	<u>\$ 108,575</u>	<u>\$ 105,032</u>	<u>\$ 430,311</u>

The accompanying notes to 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 fiscal year ended June 30, 2014
(Amounts in Thousands)

Net change in fund balances - total governmental funds	\$	22,013
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 (\$186,231) exceeded depreciation (\$28,458) in the current period.		
		157,773
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 (\$3,245) and accumulated depreciation of the disposed asset (\$2,690).		
		(555)
Statement of activities reports an increase in revenues due to current activity in deferred inflows which is not reported at fund level.		
		47,442
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.		
		1,317
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 a reduction of an expense in the statement of activities.		
		729
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.		
		(23,372)
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.		
		(2,979)
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.		
		(89,840)

(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 fiscal year ended June 30, 2014
(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.	\$ 2,219
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.	(16,296)
Net Gain 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	113
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	(21)
Internal balances between the governmental activities and the business type activities are not reported at the fund level.	(1,030)
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>7,640</u>
Change in net position of governmental activities (page 41)	<u><u>\$ 105,153</u></u>

City of Cincinnati, Ohio
Statement of Net Position
Proprietary Funds
June 30, 2014
(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	\$ 1,547	\$ 277	\$ 1,824	\$ 341
Equity in City Treasury Cash	11,983	4,554	16,537	11,035
Receivables:				
Taxes		422	422	
Accounts, Net	23,327	4,015	27,342	472
Accrued Interest	287	77	364	147
Due from Other Funds	10,990	2,714	13,704	8,245
Due from Fiduciary Funds				1
Due from Other Governments	8,429		8,429	95
Prepaid Items	11,955	457	12,412	1,513
Inventory	5,222		5,222	425
Advances to Other Funds	50	9,809	9,859	1,612
Restricted Assets:				
Cash and Equivalents	7,864		7,864	
Equity in City Treasury Cash	6,883		6,883	
Investments, at Fair Value	60,080		60,080	
Total Current Assets	148,617	22,325	170,942	23,886
<u>Noncurrent:</u>				
Equity in City Treasury Cash	52,377	19,911	72,288	48,225
Restricted Equity in City Treasury Cash	30,080		30,080	
Restricted Investments, at Fair Value				
Land	2,728	40,488	43,216	283
Buildings, net of Accumulated Depreciation	138,896	7,728	146,624	
Improvements, net of Accumulated Depreciation	699,589	174,320	873,909	4,689
Machinery and Equipment, net of Accumulated Depreciation	95,181	1,314	96,495	10,106
Construction in Progress	97,162	20,453	117,615	
Property Acquired under Capital Leases, net of Accumulated Amortization	88	1,327	1,415	38
Other Assets				1,865
Total Noncurrent Assets	1,116,101	265,541	1,381,642	65,206
Total Assets	1,264,718	287,866	1,552,584	89,092
DEFERRED OUTFLOWS OF RESOURCES				
Loss on Defeasance	2,566	29	2,595	

(Continued)

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

CITY OF CINCINNATI, OHIO
Statement of Net Position
Proprietary Funds
June 30, 2014
(Amounts in Thousands)

	Business-Type Activities - Enterprise Funds			Governmental Activities
	Water Works	Other Enterprise Funds	Total Enterprise Funds	Internal Service Funds
(Continued)				
LIABILITIES				
Current:				
Accounts Payable	\$ 3,497	\$ 669	\$ 4,166	\$ 4,075
Due to Other Funds	256	242	498	8
Due to Fiduciary Funds	222	26	248	51
Due to Other Governments	1,689		1,689	
Accrued Payroll	1,897	202	2,099	417
Accrued Liabilities		1,213	1,213	278
Accrued Interest	1,782	31	1,813	
Obligations under Capital Lease	31	218	249	62
Deposits Payable		17	17	618
Unearned Revenue		705	705	
Compensated Absences payable	4,575	345	4,920	843
Unpaid Claims payable	261		261	8,954
Ohio Public Works Commission Loan	219		219	
Ohio Water Development Authority Loan	1,729		1,729	
General Obligation Bonds and Notes Payable	1,800	1,297	3,097	
Revenue Bonds Payable	20,620		20,620	
Payable from Restricted Assets:				
Construction Contracts	4,576		4,576	
Deposits Payable	1,672		1,672	
Total Current Liabilities	44,826	4,965	49,791	15,306
<u>Noncurrent:</u>				
Compensated Absences Payable	2,861	549	3,410	682
Obligations Under Capital Lease	58	1,194	1,252	52
Ohio Public Works Commission Loan	2,652		2,652	
Ohio Water Development Authority Loan	35,320		35,320	
Estimated liability for Unpaid Claims				8,434
Advances from Other Funds				1,754
Advances from Other Governments				23
Revenue Bonds Payable	475,950		475,950	
General Obligation Bonds and Notes Payable		7,225	7,225	
Net Pension Obligation	34,772	4,347	39,119	10,138
Net Other Post Employment Benefit Obligation	16,996	2,216	19,212	4,413
Total Noncurrent Liabilities	568,609	15,531	584,140	25,496
Total Liabilities	613,435	20,496	633,931	40,802
DEFERRED INFLOWS				
Gain on Defeasance		85	85	
Service Concession Arrangement		12,138	12,138	
		12,223	12,223	
NET POSITION				
Net Investment in Capital Assets	505,839	235,780	741,619	15,002
Restricted Net Position				
Water Works	90,651		90,651	
Fleet Services				1,865
Unrestricted Net Position	57,359	19,396	76,755	31,423
Total Net Position	\$ 653,849	\$ 255,176	909,025	\$ 48,290
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.			(1,682)	
Net position of business type activities			\$ 907,343	

The accompanying notes to 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 fiscal year ended June 30, 2014
(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	\$ 138,346	\$ 38,706	\$ 177,052	\$ 109,010
Miscellaneous	3,970	386	4,356	1,887
Total Operating Revenues	<u>142,316</u>	<u>39,092</u>	<u>181,408</u>	<u>110,897</u>
OPERATING EXPENSES				
Personal Services	47,074	6,396	53,470	12,042
Contractual Services	8,330	19,342	27,672	4,625
Maintenance and Repairs	4,825	2,932	7,757	795
Materials and Supplies	9,250	1,094	10,344	11,682
Utilities	8,882	819	9,701	2,320
Insurance	157	158	315	64,394
Taxes	11	1,752	1,763	
Depreciation and Amortization	22,620	10,682	33,302	5,199
Rent	1,428	270	1,698	1,631
Other expense	1,812	107	1,919	72
Total Operating Expenses	<u>104,389</u>	<u>43,552</u>	<u>147,941</u>	<u>102,760</u>
Operating Income(Loss)	37,927	(4,460)	33,467	8,137
NONOPERATING REVENUES(EXPENSES)				
Interest revenue	2,417	447	2,864	848
Build America Bond Subsidy	1,579		1,579	
Occupancy tax receipts		1,640	1,640	
Interest expense	(18,339)	(409)	(18,748)	(8)
Loss on disposal of assets	(1,910)		(1,910)	
Nonoperating Revenues(Expenses)	<u>(16,253)</u>	<u>1,678</u>	<u>(14,575)</u>	<u>840</u>
Income (Loss) before Contributions and Transfers	21,674	(2,782)	18,892	8,977
Transfers In		860	860	2,788
Transfers (Out)	(500)	(1,500)	(2,000)	(1,424)
Capital contributions	2,002	194	2,196	26
Change in Net Position	23,176	(3,228)	19,948	10,367
Net Position at July 1	630,673	258,404		37,923
Net Position at June 30	<u>\$ 653,849</u>	<u>\$ 255,176</u>		<u>\$ 48,290</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.

1,030

Change in net position of business type activities

\$ 20,978

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

City of Cincinnati, Ohio
Statement of Cash Flows
Proprietary Funds
For the fiscal year ended June 30, 2014
(Amounts in Thousands)

	<u>Business-Type Activities - Enterprise Funds</u>			<u>Governmental</u>
	<u>Water Works</u>	<u>Other Enterprise Funds</u>	<u>Total Enterprise Funds</u>	<u>Internal Service Funds</u>
<u>Cash Flows from Operating Activities:</u>				
Receipts from Customers	\$ 142,312	\$ 38,306	\$ 180,618	\$ 13,252
Receipts from Other Funds		860	860	99,464
Receipts from Retirement System				170
Payments to Suppliers	(35,219)	(21,163)	(56,382)	(85,062)
Payments to Other Funds		(6,280)	(6,280)	(2,021)
Payments to Employees	(40,483)	(5,646)	(46,129)	(10,540)
Payments for Property Taxes	(11)	(1,196)	(1,207)	
Net Cash Provided (Used) by Operating Activities	<u>66,599</u>	<u>4,881</u>	<u>71,480</u>	<u>15,263</u>
<u>Cash Flows from Noncapital Financing Activities:</u>				
Repayment of Advances Made To Other Funds		834	834	
Amount Due from Other Funds for City Notes	(316)	(96)	(412)	(1,068)
Repayment of Amount Due to Other Funds				(835)
Advances To Other Funds		(578)	(578)	
Occupancy Tax Receipts		1,623	1,623	
Transfers to Other Funds	(500)	(1,500)	(2,000)	(1,424)
Transfers from Other Funds		860	860	2,729
Net Cash Provided(Used) by Noncapital Financing	<u>(816)</u>	<u>1,143</u>	<u>327</u>	<u>(598)</u>
<u>Cash Flows from Capital and Related Financing Activities:</u>				
Capital Contributed by Other Sources	174	194	368	26
Capital Items Expensed		3,156	3,156	590
Proceeds from the Sale of Capital Assets	111		111	
Proceeds from Ohio Water Development Authority Loan	11,735		11,735	
Acquisition of Property, Plant and Equipment	(32,425)	(73)	(32,498)	(644)
Interest Paid on Bonds and Notes	(20,335)	(412)	(20,747)	(8)
Principal Paid on Bonds and Notes	(22,049)	(1,298)	(23,347)	
Principal Paid on Ohio Public Works Bonds	(219)		(219)	
Principal Paid on Ohio Water Development Authority Loan	(1,438)		(1,438)	
Payments on Long Term Capital Lease Obligations	46	(231)	(185)	(499)
Additions to Construction in Progress	(14,188)	(5,244)	(19,432)	(825)
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>(78,588)</u>	<u>(3,908)</u>	<u>(82,496)</u>	<u>(1,360)</u>
<u>Cash Flow from Investing Activities:</u>				
Investment (Purchases)Sales	13,972		13,972	(565)
Interest on Investments	3,971	440	4,411	811
Net Cash Provided (Used) by Investing Activities	<u>17,943</u>	<u>440</u>	<u>18,383</u>	<u>246</u>
Net Increase (Decrease) in Cash and Cash Equivalents	5,138	2,556	7,694	13,551
Cash and Cash Equivalents at Beginning of Period	<u>105,596</u>	<u>22,186</u>	<u>127,782</u>	<u>46,050</u>
Cash and Cash Equivalents at End of Period	<u>\$ 110,734</u>	<u>\$ 24,742</u>	<u>\$ 135,476</u>	<u>\$ 59,601</u>

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

City of Cincinnati, Ohio
Statement of Cash Flows
Proprietary Funds
For the fiscal year ended June 30, 2014
(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)	\$ 37,927	\$ (4,460)	\$ 33,467	\$ 8,136
Depreciation and Amortization	22,620	10,682	33,302	5,199
Amortization of Deferred Inflows and Outflows	346	(386)	(40)	
Changes in Assets and Liabilities:				
(Increase) Decrease in:				
Receivables	(654)	370	(284)	(258)
Due from Other Funds	61	(2)	59	1,167
Due from Fiduciary Funds				51
Due from Other Governments	589		589	150
Inventory	141		141	19
Prepaid Items	(1,896)	2	(1,894)	(38)
Increase (Decrease) in:				
Accounts Payable	614	(44)	570	291
Deposits Payable		13	13	766
Due to Other Funds	(147)	(2,238)	(2,385)	(1,327)
Due to Fiduciary Funds	(82)	(6)	(88)	(83)
Due to Other Governmental Agencies	480		480	
Accrued Payroll	166	21	187	(52)
Accrued Liabilities		94	94	(10)
Unearned Revenue		83	83	
Liability for Compensated Absences	(541)	17	(524)	(69)
Estimated Liability for Unpaid Claims	9		9	(315)
Net Pension Obligation	6,246	658	6,904	1,466
Net Other Post Employment Benefit Obligation	720	77	797	170
Net Cash Provided (Used) by Operating Activities	<u>\$ 66,599</u>	<u>\$ 4,881</u>	<u>\$ 71,480</u>	<u>\$ 15,263</u>
<u>Schedule of Noncash Investing, Capital</u>				
<u>and Financing Activities:</u>				
Change in Fair Value of Investments	\$	\$ 230	\$ 230	\$ 434
Acquisition of Property, Plant and Equipment from Capital Contributions	<u>1,828</u>		<u>1,828</u>	
Total Noncash Investing, Capital and Financing Activities	<u>\$ 1,828</u>	<u>\$ 230</u>	<u>\$ 2,058</u>	<u>\$ 434</u>

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

City of Cincinnati, Ohio
Statement of Fiduciary Net Position
Fiduciary Funds
June 30, 2014
(Amounts in Thousands)

	Pension Trust	Investment Trust Fund	Agency
ASSETS			
Cash and Equivalents	\$ 40,712		
Equity in City Treasury Cash		\$ 115,566	\$ 3,146
Cash with Fiscal Agent			101
Investments, at fair value:			
U. S. Treasury Bills and Notes			397,850
Canadian Bonds	0		
International Bonds	17,453		
Convertible Bonds	211		
US Government Bonds	95,046		
Tax Exempt Government Municipal	1,265		
Corporate Fixed Income	45,870		
State and Local Obligations	2,789		
US Agencies	90,784		
Equities - Common Stock	1,174,350		
Private Equity	226,200		
Real Estate	189,039		
Private Placements	23,959		
Other Assets (Alternatives)	457,475		
	2,324,441		397,850
Total Investments, at Fair Value			
Collateral on Loaned Securities	139,559		
Receivables:			
Accounts, Net	1,387		61,930
Accounts Receivable for Securities Sold	30,800		
Accrued Interest and Dividends	3,686		355
Due from Primary Government	1,092		
Due from Other Governments	569		
Loans Receivable	1,234		
Machinery and Equipment	795		
Accumulated Depreciation	(738)		
Total Assets	2,543,537	115,566	463,382
LIABILITIES			
Accounts Payable	3,803		20,615
Accounts Payable for Securities Purchased	40,325		
Due to Primary Government	1		
Due to Other Governmental Agencies			429,013
Obligations Under Securities Lending	139,559		
Accrued Payroll	51		1,967
Accrued Liabilities	26,620		51
Deposits Payable			2,835
Estimated Liability for Compensated Absences	119		8,901
Total Liabilities	210,478		\$ 463,382
NET POSITION			
Held in Trust for External Pool Participant	0	115,566	
Held in Trust for Employees' Pension Benefits	1,578,751		
Held in Trust for Employees' Postemployment Healthcare Benefits	754,308		
Total Net Position	\$ 2,333,059	\$ 115,566	

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

City of Cincinnati, Ohio
Statement of Changes in Fiduciary Net Position
Fiduciary Funds
For the fiscal year ended June 30, 2014
(Amounts in Thousands)

	<u>Pension Trust</u>	<u>Investment Trust Fund</u>
ADDITIONS		
Contributions:		
Plan members	\$ 15,059	
Employer	37,740	
Other	2,048	
Participant Deposits		\$ 430,227
Total Contributions	<u>54,847</u>	<u>430,227</u>
 Transfers From Other Retirement Systems	 447	
 Investment earnings:		
Interest and Dividends	34,669	831
Net Appreciation in the Fair Value of Investments	<u>356,507</u>	<u>1,057</u>
Total Investment Earnings	391,176	1,888
Less Investment Management Expenses	<u>11,907</u>	
Net Income From Investing Activities	<u>379,269</u>	<u>1,888</u>
 From Security Lending Activities:		
Securities Lending Income	<u>365</u>	
Securities Lending Expense:		
Borrower Rebates	215	
Management Fees	<u>(116)</u>	
Total Securities Lending Expenses	<u>99</u>	
Net Income from Securities Lending Activities	<u>464</u>	
 Total Additions	<u>435,027</u>	<u>432,115</u>
 DEDUCTIONS		
Benefit Payments:		
Pension and Annuities	154,744	
Distributions to Participants		446,553
Hospital and Medical Care	38,583	
Death Benefits, Active and Retired	665	
Transfers - Retirement to other systems	<u>1,187</u>	
Total Benefits Payments	<u>195,179</u>	<u>446,553</u>
 Refunds of Contributions	 <u>1,785</u>	
 Administrative expenses:		
Personal Services	1,170	
Contractual Services	511	
Materials and Supplies	254	
Depreciation	<u>98</u>	
Total Administrative Expenses	<u>2,033</u>	
Total Deductions	<u>198,997</u>	<u>446,553</u>
 Change in Net Position	 236,030	 (14,438)
Net Position at July 1	<u>2,097,029</u>	<u>130,004</u>
Net Position at June 30	<u>\$ 2,333,059</u>	<u>\$ 115,566</u>

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

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CITY OF CINCINNATI, OHIO
NOTES TO FINANCIAL STATEMENTS

For the fiscal year ended June 30, 2014

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 four-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.

In 2012, the decision was made to change the City's fiscal year from January 1 through December 31 to July 1 through June 30 to accommodate the new council members and implementation of budgetary adjustments. This report is for the first full year from July 1, 2013 through June 30, 2014.

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 \$20,735,000 for the fiscal year ending June 30, 2014 and \$10,095,000 for the six month period ending June 30, 2013.

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 non-fiduciary 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 is 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.

Inter-fund 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 inter-fund 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 the fiscal year ended June 30, 2014 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 – This 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 – This 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 – This 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 – This 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 – These funds are used to 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 accounted for as a single-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. Non-exchange 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 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 \$1,362,000,000 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 \$ 36,930,635 at June 30, 2014, 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 (i.e., 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) is 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 include 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, such as, gains on defeasance of debt and certain transactions under service concession arrangements. Deferred inflows arise when 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 non-operating 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 non-operating 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 2014 Financial Statements* - 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 70, *Accounting and Financial Reporting for Non-exchange Financial Guarantees* was issued in April 2013. The provisions of this Statement are effective for financial statements for periods beginning after June 15, 2013. Earlier application is encouraged. This Statement requires a government that extends a non-exchange financial guarantee to recognize a liability when qualitative factors and historical data, if any, indicate that it is more likely than not that the government will be required to make a payment on the guarantee. The amount of the liability to be recognized should be the discounted present value of the best estimate of the future outflows related to the guarantee expected to be incurred. When there is no best estimate but a range of the estimated future outflows can be

established, the amount of the liability to be recognized should be the discounted present value of the minimum amount within the range. This Statement requires a government that has issued an obligation guaranteed in a non-exchange transaction to recognize revenue to the extent of the reduction in its guaranteed liabilities. This Statement also requires a government that is required to repay a guarantor for making a payment on a guaranteed obligation or legally assuming the guaranteed obligation to continue to recognize a liability until legally released as an obligor. When a government is released as an obligor, the government should recognize revenue as a result of being relieved of the obligation. This Statement also provides additional guidance for intra-entity non-exchange financial guarantees involving blended component units. Except for disclosures related to cumulative amounts paid or received in relation to a financial guarantee, the provisions of this Statement are required to be applied retroactively. Disclosures related to cumulative amounts paid or received in relation to a financial guarantee may be applied prospectively.

- O. *Pronouncements Issued But Not Yet Effective* – 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.

Governmental Accounting Standards Board (GASB) Statement Number 69, *Government Combinations and Disposals of Government Operations* was issued in January 2013. The provisions of this Statement are effective for financial statements for periods beginning after December 15, 2013. Earlier application is encouraged. This Statement establishes accounting and financial reporting standards related to government combinations and disposals of government operations. This Statement requires the use of carrying values to measure the assets and liabilities in a government merger. This Statement requires measurements of assets acquired and liabilities assumed generally to be based upon their acquisition values. This Statement also provides guidance for transfers of operations that do not constitute entire legally separate entities and in which no significant consideration is exchanged. A disposal of a government's operations results in the removal of specific activities of a government. This Statement provides accounting and financial reporting guidance for disposals of government operations that have been transferred or sold. This Statement requires disclosures to be made about government combinations and disposals of government operations to enable financial statement users to evaluate the nature and financial effects of those transactions.

Governmental Accounting Standards Board (GASB) Statement Number 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date – an amendment of GASB Statement No. 68* was issued in November 2013. The provisions of this Statement are required to be applied simultaneously with the provisions of Statement No. 68 effective for financial statements for periods beginning after December 15, 2013. Earlier application is encouraged. The objective of this Statement is to address an issue regarding application of the transition provisions of Statement No. 68, *Accounting and Financial Reporting for Pensions*. The issue relates to amounts associated with contributions, if any, made by a state or local government employer or non-employer contributing entity to a defined benefit pension plan after the measurement date of the government's beginning net pension liability. Statement 68 requires a state or local government employer (or non-employer contributing entity in a special funding situation) to recognize a net pension liability measured as of a date (the measurement date) no earlier than the end of its prior fiscal year. If a state or local government employer or non-employer contributing entity makes a contribution to a defined benefit

pension plan between the measurement date of the reported net pension liability and the end of the government's reporting period, Statement 68 requires that the government recognize its contribution as a deferred outflow of resources. In addition, Statement 68 requires recognition of deferred outflows of resources and deferred inflows of resources for changes in the net pension liability of a state or local government employer or non-employer contributing entity that arise from other types of events. At transition to Statement 68, if it is not practical for an employer or non-employer contributing entity to determine the amounts of *all* deferred outflows of resources and deferred inflows of resources related to pensions, paragraph 137 of Statement 68 required that beginning balances for deferred outflows of resources and deferred inflows of resources not be reported. Consequently, if it is not practical to determine the amounts of all deferred outflows of resources and deferred inflows of resources related to pensions, contributions made after the measurement date of the beginning net pension liability could not have been reported as deferred outflows of resources at transition. This could have resulted in a significant understatement of an employer or non-employer contributing entity's beginning net position and expense in the initial period of implementation. This Statement amends paragraph 137 of Statement 68 to require that, at transition, a government recognize a beginning deferred outflow of resources for its pension contributions, if any, made subsequent to the measurement date of the beginning net pension liability. Statement 68, as amended, continues to require that beginning balances for other deferred outflows of resources and deferred inflows of resources related to pensions be reported at transition only if it is practical to determine all such amounts.

- 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 each fiscal period 1985 through 2014. The working capital reserve for at June 30, 2014 was \$21,339,000 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.
- R.** *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 fiscal year end the carrying amount of the City's deposits, including certificates of deposit with various financial institutions was \$211,749,000 and the bank balance was \$211,711,000. 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 fiscal year ended June 30, 2014 book balance was \$40,712,000. The June 30, 2014 bank balance was \$17,333,000 and the cash balance was \$17,155,000. The cash balance was held by the City Treasurer. The cash equivalents of \$23,557,000 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 June 30, 2014 was \$1,066,502,000. These investments include \$46,568,000 in Money Market Funds, \$522,084,000 in U. S. Treasury Securities, \$409,748,000 in U. S. Government Agencies, \$324,000 in Bond Mutual Funds, \$86,382,000 in Ohio Municipals, and \$1,396,000 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 June 30, 2014 was \$2,334,220,000. These investments include \$95,987,000 in U.S. Government Bonds, \$90,784,000 in U.S. Government Agencies, \$47,179,000 in Corporate Fixed Income, \$226,200,000 in Private Equity, \$1,181,879,000 in Equity Securities, \$2,789,000 in State and Local Obligations, \$456,597,000 in Other Investments, \$189,040,000 in Real Estate Investments, \$878,000 in Derivatives, \$23,959,000 in Private Placements, \$1,265,000 in Tax Exempt Government Municipals and \$17,663,000 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 Venture Capital 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 June 30, 2014, 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	\$ 522,084	\$ 60,708	\$ 452,456	\$ 8,920
U.S. Agencies	409,748	26,359	383,389	
Tax Exempt Ohio Municipals	86,382	2,369	84,013	
Total	\$ 1,018,214	\$ 89,436	\$ 919,858	\$ 8,920

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 June 30, 2014 the City held the following investments (amounts in thousands):

Investment Type	Total Fair Value	A-/A3 and Above	BBB-/Baa3 to BBB+/Baa1	Not Rated	Full Faith & Credit
U.S. Treasury Obligations	\$ 522,084	\$ 492,454		\$	\$ 29,630
U.S. Agencies	409,748	365,478		44,270	
Tax Exempt Ohio Municipals	86,382	64,488	\$ 647	21,247	
Total	\$ <u>1,018,214</u>	\$ <u>922,420</u>	\$ <u>647</u>	\$ <u>65,517</u>	\$ <u>29,630</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 June 30, 2014 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 June 30, 2014, total investments were \$1,720,000. 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 \$1,396,000, and bond mutual funds with a fair value of \$324,000. 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 B by Standard and Poor's and 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 June 30, 2014 the Park Board had total investments with a fair value of \$9,781,000 which included equity securities with a fair value of \$7,530,000, real estate with a fair value of \$1,000, and bond mutual funds with a fair value of \$402,000. The remaining \$1,848,000 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
U.S. Treasury Obligations	\$ 940	\$ 239	\$ 701
Corporate Bonds	908	51	857
Total	\$ <u>1,848</u>	\$ <u>290</u>	\$ <u>1,558</u>

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

Investment Type	Total	A-/A3	Not
	Fair Value	and Above	Rated
U.S. Government Treasury	\$ 941	\$ 941	
Corporate Bonds	907	654	\$ 25
Fixed Income Mutual Funds	402		402
Total	\$ 2,250	\$ 1,595	\$ 427

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 variance of 6%, 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%, hedge fund of funds 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 bonds the average effective duration may not vary more than 25%. At June 30, 2014, 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	\$ 23,573	\$ 23,573			
Convertible Bonds	211		211		
Fixed Investments					
Corporate Bonds	45,870	7,721	\$ 21,676	10,266	\$ 6,207
International Bonds	17,452	2,179	10,582	1,380	3,311
Other Government Obligations	2,789		3		2,786
Private Placements	23,959	3,939	6,253	4,480	9,287
Tax Exempt US Municipals	1,265			144	1,121
US Agencies	90,784	4,892	7,993	1,578	76,321
US Governments	95,046	12,599	33,674	37,440	11,333
Preferred Stock	4,704	3,485			1,219
Derivatives					
Forwards	(144)	(144)			
Swaps	743	42	707	(6)	
Options	(36)	(32)	(4)		
Future Contracts	315	263	4	8	40
Total	\$ 306,531	\$ 58,517	\$ 81,099	\$ 55,290	\$ 111,625

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 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 June 30, 2014 (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	\$ 23,573	\$ 500				\$ 23,073
Convertible Bonds	211		\$ 211			
Fixed Investments						
Corporate Bonds	45,870	10,273	27,187	\$ 6,741	\$ 1,245	424
International Bonds	17,452	827	11,823	4,802		
Other Government Obligations	2,789	2,673	113			3
Private Placements	23,959	12,254	4,821	5,224	1,428	232
Tax Exempt US Municipals	1,265	1,265				
US Agencies	90,784	71,859	1,997	2,160	857	13,911
US Governments	95,046	95,046				
Preferred Stock	4,704		897	1,688		2,119
Derivatives						
Forwards	(144)					(144)
Swaps	743					743
Options	(36)					(36)
Future Contracts	315					315
Total	\$ 306,531	\$ 194,697	\$ 47,049	\$ 20,615	\$ 3,530	\$ 40,640

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 10% in developed large cap, 5% in small cap, and 6% 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 June 30, 2014 is as follows (amounts in thousands):

Currency	Fair Value	Equity	Fixed Income	Derivatives	Cash
Australian Dollar	\$ 3,492	\$ 5,529			(2,037)
Canadian Dollar	0				0
Danish Krone	2,303	2,292			11
Euro Currency	68,282	69,898	11,954	12	(13,582)
Hong Kong Dollar	9,563	9,537			26
Indian Rupee	0				
Indonesian Rupian	0				
Japanese Yen	34,244	35,194			(950)
Malaysian Ringgit	0				
Mexican New Peso	1,085			58	1,027
New Taiwan Dollar	1,068	1,068			
New Zealand Dollar	0				
S African Comm Rand	3,475	3,446			29
Singapore Dollar	6,241	6,219			22
South Korean Won	0				
Swedish Krona	3,092	3,077			15
Swiss Franc	23,678	23,440			238
United Kingdom Pound Sterling	35,496	35,431	3,293		(3,228)
Total	\$ 192,019	\$ 195,131	\$ 15,247	\$ 70	\$ (18,429)

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 40 days for the fiscal year ended June 30, 2014. Cash collateral is invested in a short-term investment pool, which had an average weighted maturity of 6 day as of June 30, 2014. 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 June 30, 2014, 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	\$ 46,180	\$ 47,088
U.S. Corporate Fixed Income	6,317	6,477
U.S. Equities	64,074	65,401
Non-U.S. Equities	6,641	7,106
Total	\$ 123,212	\$ 126,072

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	1 to 5	More than 15	Total
Asset Backed Security	\$ 0		\$ 2,570	\$ 2,570
Certificate of Deposit	8,201			8,201
Commercial Paper	15,595			15,595
Fixed Rate Notes	2,700			2,700
Floating Rate Notes	57,064	\$ 26,186		83,250
Repurchase Agreements	2,278			2,278
Total	\$ 85,838	\$ 26,186	\$ 2,570	\$ 114,594

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

Investment Type	Fair Value	A-/A3 and Above	C/C to CCC/Caa	D Default	Not Rated
Asset Backed Security	\$ 2,570		\$ 326	\$ 2,244	
Certificate of Deposit Float	8,201	\$ 8,201			
Commercial Paper	15,595	15,595			
Fixed Rate Notes	2,700	2,700			
Floating Rate Notes	83,250	83,250			
Repurchase Agreements	2,278				\$ 2,278
Total	\$ 114,594	\$ 109,746	\$ 326	\$ 2,244	\$ 2,278

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 the end of the fiscal period 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 June 30, 2014, 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 following table presents the classification of the investment derivatives at June 30, 2014 (amounts in thousands):

Investment Derivatives	Changes in Fair Value		Fair Value at 6/30/14	
	Classification	Gain/(Loss)	Classification	Amount
Forward Contracts	Net appreciation(depreciation)	\$ -	Other Assets	\$ (144)
Interest Rate Swaps	Net appreciation(depreciation)	106	Other Assets	525
Credit Default Swaps	Net appreciation(depreciation)	25	Other Assets	218
Options	Net appreciation(depreciation)	64	Other Assets	(36)
Future Contracts	Net appreciation(depreciation)	315	Other Assets	315
	Total	\$ 510	Total	\$ 878

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 June 30, 2014 CRS held the following forward contracts (amounts in thousands):

Broker	Notional Value	Fair Value at 6/30/14	Base Exposure
Bank of America NA	\$ 3,199	\$ (7)	6.10%
The Bank of New York Mellon Corp	2,598	(44)	4.95%
Barclays Bank PLC	6,933	(39)	13.22%
BNP Paribas Securities Corp	741	(26)	1.41%
Citibank NA	9,224	(5)	17.59%
Credit Suisse AG	843	-	1.61%
Deutsche Bank AG/London	1,798	(8)	3.43%
Goldman Sachs Bank	10,565	(2)	20.15%
HSBC Securities Inc	285	3	0.54%
JPMorgan Chase Bank NA	772	(7)	1.47%
Morgan Stanley Capital Services LLC	3,571	-	6.81%
National Australia Bank Ltd	2,265	1	4.32%
The Royal Bank of Scotland PLC	399	(1)	0.76%
UBS AG/Stamford CT	9,248	(9)	17.64%
	\$ 52,441	\$ (144)	100.00%

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 June 30, 2014 are presented in the next chart (amounts in thousands):

Counterparty	Swap Description	CRS Pays	CRS Receives	Maturity Date	Notional Amount	Cumulative Gain(Loss)	Fair Value at 6/30/13	
<i>Interest Rate Swaps:</i>								
Chicago Mercantile Exchange	IRS USD 1.500 03/18/15- 1Y (RED) CME	3M LIBOR	1.50%	3/18/16	\$ 3,200	\$ 3	\$ 28	
Barclays Bank PLC	IRS MXN R 5.600 09/13/11- 5Y* BRC	MXN- TIIE- Banxico- Bloomberg	5.60%	9/6/16	917	28	34	
HSBC BANK USA, N.A.	IRS MXN R 5.600 09/13/11- 5Y* HUS	MXN- TIIE- Banxico- Bloomberg	5.60%	9/6/16	62	2	2	
Chicago Mercantile Exchange	IRS USD 1.500 12/16/15- 1Y (RED) CME	3M LIBOR	1.50%	12/16/16	18,600	19	34	
Chicago Mercantile Exchange	IRS USD 1.750 06/15/16- 1Y (GRN) CME	3M LIBOR	1.75%	6/15/17	4,900	(2)	(2)	
Barclays Bank PLC	IRS MXN R 5.000 09/19/12- 5Y* BRC	MXN- TIIE- Banxico- Bloomberg	5.00%	9/13/17	462	10	11	
Barclays Bank PLC	IRS MXN R 5.500 09/19/12- 5Y* BRC	MXN- TIIE- Banxico- Bloomberg	5.50%	9/13/17	231	12	9	
Chicago Mercantile Exchange	IRS MXN 5.500 09/19/12- 5Y* CME	MXN- TIIE- Banxico- Bloomberg	5.50%	9/13/17	77	0	3	
Morgan Stanley Capital Services	IRS MXN R 5.000 09/19/12- 5Y* MYC	MXN- TIIE- Banxico- Bloomberg	5.00%	9/13/17	694	14	16	
Chicago Mercantile Exchange	IRS USD 3.000 09/21/16- 1Y (GRN) CME	3M LIBOR	3.00%	9/21/17	42,100	26	398	
Chicago Mercantile Exchange	OIS USD FEDL01/1.0 10/15/15 CME	US Federal Funds Rate	1.00%	10/15/17	100	(1)	(1)	
HSBC BANK USA, N.A.	IRS MXN R 5.500 09/14/12- 10Y* HUS	MXN- TIIE- Banxico- Bloomberg	5.50%	9/2/22	31	0	(1)	
Morgan Stanley Capital Services	IRS MXN R 5.500 09/14/12- 10Y* MYC	MXN- TIIE- Banxico- Bloomberg	5.50%	9/2/22	39	0	(1)	
Chicago Mercantile Exchange	IRS USD 2.750 06/18/14- 10Y CME	0.0275	3M LIBOR	6/18/24	400	(5)	(5)	
					Interest Rate Swaps Total	\$ 71,813	\$ 106	\$ 525
<i>Credit Default Swaps:</i>								
Societe Generale Paris	UNITED KINGDOM GOV'T SW SP SOG	Upon Default	1.00%	3/20/15	\$ 100	\$ -	\$ 1	
Barclays Bank PLC	CDX EM13 SP BRC	Upon Default	5.00%	6/20/15	600	(64)	12	
Deutsche Bank AG	CDX EM13 SP DUB	Upon Default	5.00%	6/20/15	1,000	(110)	21	
Goldman Sachs International	UNITED KINGDOM GOV'T SW SP GST	Upon Default	1.00%	6/20/15	100	0	1	
JP Morgan Chase Bank, N.A.	BRAZIL LA SP JPM	Upon Default	1.00%	6/20/15	1,000	18	7	
Deutsche Bank AG	BERKSHIRE HATHAWAY INC SNR S* SP DUB	Upon Default	1.00%	12/20/15	1,000	27	13	
Deutsche Bank AG	GECC SNR S* SP DUB	Upon Default	1.00%	12/20/15	1,000	27	11	
UBS AG STAMFORD	JAPAN GOV'T JP SP UAG	Upon Default	1.00%	12/20/15	500	6	7	
UBS AG STAMFORD	UNITED STATES GOV'T SW SP UAG	Upon Default	0.25%	9/20/16	685	9	2	
Barclays Bank PLC	BRAZIL LA SP BRC	Upon Default	1.00%	12/20/16	400	13	3	
Bank of America NA	MEXICO LA SP BOA	Upon Default	1.00%	3/20/19	6,200	90	117	
Intercontinental Exchange	CDX IG22 5Y BP ICE	Upon Default	1.00%	6/20/19	600	3	12	
Intercontinental Exchange	CDX ITRAXX MAIN215Y BP ICE	Upon Default	1.00%	6/20/19	616	6	11	
					Credit Default Swaps Total	\$ 13,801	\$ 25	\$ 218
					Total Swaps	\$ 85,614	\$ 131	\$ 743

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. The following chart describes the options held at June 30, 2014 (amounts in thousands):

Buyer	Seller	Premium Amount	Notional Value	Effective Date	Termination Date	Market Value
Bank of America NA	CRS	\$ (6)	\$ (100)	01/30&01/31/2013	09/12/2014	\$ 4
Citibank NA	CRS	(4)	(300)	9/27/2010	02/18/2019	(4)
JPMorgan Chase Bank NA	CRS	(2)	(900)	02/20,02/28,03/25&04/03/2013	09/29/2020	-
JPMorgan Chase Bank NA	CRS	(3)	(1,300)		07/28/2014	(1)
JPMorgan Chase Bank NA	CRS	(19)	(1,300)		09/02/2014	(1)
Morgan Stanley Capital Services LLC	CRS	(2)	(500)	01/28,01/30&01/31/2013	09/02/2014	(5)
Morgan Stanley Capital Services LLC	CRS	(9)	(1,400)	01/28,01/30&01/31/2013	09/02/2014	(2)
Morgan Stanley Capital Services LLC	CRS	(2)	(800)	06/19/2013	07/28/2014	(9)
Royal Bank of Scotland PLC/The	CRS	(10)	(2,000)	02/12,03/28,04/01&04/02/2013	07/28/2014	-
Royal Bank of Scotland PLC/The	CRS	(2)	(500)	02/12,03/28,04/01&04/02/2013	09/02/2014	(12)
Royal Bank of Scotland PLC/The	CRS	(1)	(400)	05/10/2013	09/02/2014	(2)
Royal Bank of Scotland PLC/The	CRS	(52)	(3,000)	05/10/2013	07/28/2014	-
Traded on Public Stock Exchange	CRS	11	87	06/12&06/13/2013	09/02/2014	(4)
Total		\$ (101)	\$ (12,413)		Total	\$ (36)

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 June 30, 2014, CRS had the following exposure via futures contracts (Notional and Fair Value in thousands):

Futures Contract	Expiration	Long/ Short	Quantity	Notional Value*	Fair Value
US TREAS BD FUTURE (CBT)	09/19/2014	Long	12	\$ 1,646	\$ 18
US TREAS BD FUTURE (CBT)	09/19/2014	Long	7	960	14
US TREAS BD FUTURE (CBT)	09/19/2014	Long	15	2,058	10
US 10YR TREAS NTS FUTURE (CBT)	09/19/2014	Long	20	2,504	1
US 10YR TREAS NTS FUTURE (CBT)	09/19/2014	Long	3	376	(1)
US 10YR TREAS NTS FUTURE (CBT)	09/19/2014	Long	17	2,128	8
S & P 500 EMINI IND FUT (CME)	09/19/2014	Long	216	21,086	259
US ULTRA BOND (CBT)	09/19/2014	Short	-4	(600)	(2)
MSCI EAFE INDEX FUTURE (NYF)	09/19/2014	Long	17	1,674	3
MINI MSCI EMG MKT FUTURE (NYF)	09/19/2014	Long	10	520	1
US 5YR TREAS NTS FUTURE (CBT)	09/30/2014	Long	26	3,106	6
US 5YR TREAS NTS FUTURE (CBT)	09/30/2014	Long	22	2,628	(3)
US 2YR TREAS NTS FUT (CBT)	09/30/2014	Short	-8	(1,757)	1
			Total	<u>\$ 36,329</u>	<u>\$ 315</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 economic 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 the end of the fiscal period. 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	\$ 71,936	\$ 71,936		
Certificates of Deposit	11,736	11,736	0.35% to 2.51 %	7/1/14 to 4/17/19
U. S. Treasury Notes	223,715	223,861	0.5% to 10.625%	8/31/14 to 5/31/19
FHLB/FNMA/FHLB/FHLMC Securities	240,876	241,151	0.25% to 8.2%	8/31/14 to 6/26/19
Ohio Municipal	86,359	86,382	0.00% to 6%	9/1/14 to 12/1/18
Cash	33,264	33,264		
Total	<u>\$ 667,886</u>	<u>\$ 668,330</u>		

The Mixed Investment Pool does not issue a separate report. The Mixed Investment Pool's financial statements follow:

**Mixed Investment Pool
Statement of Net Position
As of June 30, 2014**
(Amounts in Thousands)

<u>Assets</u>	
Equity in City Treasury	\$ 668,330
<u>Net Position</u>	
Held in Trust for Internal Pool Participants	\$ 552,764
Held in Trust for External Pool Participant	115,566
Total Net Position	\$ 668,330

**Mixed Investment Pool
Statement of Changes in Net Position
For the fiscal year ended June 30, 2014**
(Amounts in Thousands)

	<u>Internal Participants</u>	<u>External Participants</u>	<u>Total</u>
Additions:			
Contributions:			
Participant Deposits	\$ 868,891	\$ 430,227	\$1,299,118
Investment earnings:			
Interest and dividends	6,201	831	7,032
Net appreciation in the fair value of investments	4,778	1,057	5,835
Total investment earnings	10,979	1,888	12,867
Total additions	879,870	432,115	1,311,985
Deductions:			
Distributions to Participants	859,567	446,553	1,306,120
Change in Net Position	20,303	(14,438)	5,865
Net Position - beginning	532,461	130,004	662,465
Net Position - ending	\$ 552,764	\$ 115,566	\$ 668,330

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 (\$56.7 million) and subordinate (\$17.8 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 2014.

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. An appropriation and payment of \$592,700 was made for 2014 operations. The City has also committed capital investment, subject to discretion, to be used in the implementation of the work plan. 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’s outstanding encumbrances at June 30, 2014 are as follows:

Summary of Encumbrances Outstanding (Amounts in Thousands)

	General Fund	Capital Projects	Debt Service	Non Major Governmental	Total
General Government	\$ 4,955		\$ 32	\$ 2,438	\$ 7,425
Community Development	489			15,988	16,477
Parks & Recreation	1,225	\$ 80		1,832	3,137
Public Safety	1,899			1,448	3,347
Transportation & Engineering	47			159	206
Public Services	2,094			3,106	5,200
Public Health	127			3,539	3,666
Employee Benefits	328				328
Capital Outlay		191,369			191,369
Long Term Interest					-
Total	\$ 11,164	\$191,449	\$ 32	\$ 28,510	\$231,155

5. INTER-FUND ASSETS/LIABILITIES

The composition of inter-fund balances as of June 30, 2014, is as follows:

DUE FROM/TO OTHER FUNDS (Amounts in Thousands)

Due To	Due From								Total
	General	Capital	Debt	Non Major	Internal	Water Works	Nonmajor	Fiduciary	
	Fund	Projects	Service	Governmental	Service	Enterprise	Enterprise		
General Fund	\$ -	\$ 17	\$ 420	\$ 62	\$ 1,261	\$ 5	\$ 30	\$ 539	\$ 2,334
Capital Projects Fund	8,450	-	10,458	8,613	6,415	10,968	2,654	-	47,558
Debt Service Fund	-	-	-	-	-	-	-	2	2
Non Major Governmental	592	1	-	20	338	-	-	252	1,203
Internal Service Fund	1	-	-	-	5	-	2	51	59
Water Works Fund	5	86	-	-	137	-	28	222	478
Nonmajor Enterprise Funds	4	-	-	132	89	17	-	26	268
Fiduciary Funds	-	-	-	-	1	-	-	-	1
Total	\$ 9,052	\$ 104	\$ 10,878	\$ 8,827	\$ 8,246	\$ 10,990	\$ 2,714	\$ 1,092	\$ 51,903

At year end, the City held \$71.8 million in notes outstanding with accrued interest of \$0.5 million. The notes provide capital project financing. A portion of these notes are held by MSD (\$12.5 million), other Agency funds (\$0.3 million), and Capital Projects Fund (\$12.1 million), and are not included above. The amounts included in inter-fund receivables and payables are as follows (amounts in thousands):

Fund or Fund Type	Due From	Due To
General Fund	8,443	
Capital Projects		47,343
Debt Service	10,458	
Nonmajor Governmental funds	8,431	
Internal Service funds	6,404	
Water Works fund	10,959	
Nonmajor Enterprise Funds	2,648	
	<u>\$ 47,343</u>	<u>\$ 47,343</u>

The outstanding balances between funds result mainly from the time lag between the dates: (1) inter-fund 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 To Other Funds	Advance From Other Funds			
	General	Capital	Internal	Total
	Fund	Projects	Service	
General Fund			\$ 1,704	\$ 1,704
Nonmajor Governmental Funds	\$ 4,521			4,521
Water Works Fund			50	50
Nonmajor Enterprise Funds		\$ 9,809		9,809
Internal Service Fund		1,612		1,612
Total	\$ 4,521	\$ 11,421	\$ 1,754	\$ 17,696

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

6. INTER-FUND TRANSFERS

Inter-fund transfers for the fiscal year ended June 30, 2014, consisted of the following:

TRANSFERS IN/OUT (Amounts in Thousands)

	Transfers Out							Total
	General Fund	Capital Projects Fund	Debt Service	Water Works Fund	Nonmajor Governmental Funds	Internal Service Funds	Nonmajor Enterprise Funds	
Transfers In								
General Fund		\$ 68	\$ -			\$ 147	\$ 1,500	\$ 1,715
Capital Projects Fund			89,874	\$ 500	\$ 1,982	366		92,722
Debt Service Fund	\$ 6,487				1	29		6,517
Water Works Fund								-
Nonmajor Governmental	15	1			152	302		470
Internal Service Fund		2,788						2,788
Nonmajor Enterprise Funds		280				580		860
Total	\$ 6,502	\$3,137	\$89,874	\$ 500	\$ 2,135	\$1,424	\$ 1,500	\$ 105,072

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) Non-spendable, (2) Restricted, (3) Committed, (4) Assigned, and (5) Unassigned. Non-spendable 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. The City Council is the highest level of decision making authority and can commit or rescind a portion of the fund balance to a specific purpose by passing an ordinance. The authority to assign fund balance is inferred by state and municipal law to the fiscal office or his designated official. 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. The following chart displays the fund balance classifications for the governmental funds at June 30, 2014 (Amounts in thousands):

Fund Balances	General Fund	Capital Projects	Debt Service	Non Major Governmental	Total Governmental
Nonspendable					
Inventory	\$ 2,304	\$ 797		\$ 642	\$ 3,743
In accordance with Trusts				2,071	2,071
Restricted					
Debt Service			\$ 108,322		108,322
Capital Projects		134,412	253		134,665
Tax Increment Financing				26,505	26,505
Public Transit				14,715	14,715
Public Safety				7,311	7,311
Parks and Recreation				9,880	9,880
Public Health				1,399	1,399
Street Construction and Maintenance				6,249	6,249
Infrastructure				9,485	9,485
Expendable Trusts				7,755	7,755
Other				2,827	2,827
Committed					
One Time Expenditure Reserve	2,415				2,415
Property Investment Reimbursement Agreements	5,378				5,378
Public Health				1,459	1,459
Parks and Recreation				11,414	11,414
Public Safety				233	233
Other				4,112	4,112
Assigned					
Unrestricted Encumbrances	6,522				6,522
Internal Service Funds	98				98
Unassigned					
Working Capital Reserve Fund	21,339				21,339
Public Safety				113	113
Public Health				(275)	(275)
Community Development				(196)	(196)
Other	43,439			(667)	42,772
Total Fund Balance	\$ 81,495	\$ 135,209	\$ 108,575	\$ 105,032	\$ 430,311

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 at the beginning of each fiscal period 1985 through 2014. For 2014, the target reserve of \$21.3 million (6.07% of 2014 estimated revenues) has already been achieved. Since conditions have not been specifically defined for its use, the \$21.3 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. The June 30, 2014 actual ending balance is \$41.7 million which consists of \$18.0 million fund balance carry over, \$2.4 million from the one time expenditure reserve, and \$21.3 million working capital reserve. The City's minimum fund balance policy is to maintain an un-appropriated surplus of between 8 and 10% of 2014 General Fund revenues. General Fund actual revenues for 2014 were \$355.8 million.

Included in the financial statements are an internal service fund and a non-major governmental fund with a net position deficit as of June 30, 2014. The net position deficit in the internal service fund of Fleet Services (\$118,000) and non-major governmental fund Community Development (\$196,000) 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 \$1,384,000 for the fiscal year ended June 30, 2014. Future minimum lease payments are as follows:

(Amounts in Thousands)

<u>Fiscal Year</u>	<u>Amounts</u>
2015	\$ 247
2016	156
2017	123
2018	78
2019	79
Remaining Years	<u>30</u>
Total Future Minimum Rents	<u>\$ 713</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	\$ 561	\$ 2,653
Less: Accumulated Depreciation	<u>341</u>	<u>1,238</u>
Total	<u>\$ 220</u>	<u>\$ 1,415</u>

The following is a schedule of future minimum capital leases and the present value of the net minimum lease payments at June 30, 2014:

(Amounts in Thousands)

<u>Fiscal Year</u>	<u>Governmental Activities</u>	<u>Business-Type Activities</u>
2014	\$ 104	\$ 284
2015	77	295
2016	22	295
2017	13	295
2018	8	444
2019	<u>-</u>	<u>-</u>
Total Minimum lease payments	224	1,613
Less: Amounts representing interest	<u>14</u>	<u>112</u>
Present value of net minimum lease payments	<u>\$ 210</u>	<u>\$ 1,501</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 June 30, 2014 are included in the financial statements of the following:

(Amounts in Thousands)	Governmental	Business-Type
<u>Fiscal Year</u>	<u>Activities</u>	<u>Activities</u>
2014	\$ 23,224	\$ 1,042
2015	23,118	701
2016	22,766	498
2017	22,718	125
2018	22,594	11
Remaining years	245,321	23
Total Future Minimum Rental Payments	\$ 359,741	\$ 2,400
Total Rentals for Fiscal Year 2014:	\$ 22,951	\$ 1,616

(Amounts in Thousands)	Governmental	Business Type
	<u>Activities</u>	<u>Activities</u>
Land	\$ 3,823	\$ 339
Buildings	15,313	1,759
Accumulated Depreciation	2,071	1,624
Improvements	87,202	
Accumulated Depreciation	87,157	
Depreciation Expense	754	52

Future minimum rentals of the railway line, recorded in Debt Service Fund, are assumed to equal the payments calculated for the current period. 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.

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 fiscal year ending June 30, 2014 were \$1,108,000. The outstanding principal is \$12,735,000.

9. LONG-TERM DEBT

General Obligation Bonds

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)		
Purpose	Interest Rates	Amount
Governmental Activities	0.371%-6.046%	\$ 495,608
Business-Type Activities	1.5% to 5.5%	<u>10,268</u>
		<u>\$ 505,876</u>

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

(Amounts in Thousands)

Year Ending June 30	Governmental Activities		Business-Type Activities		All Activities	
	Principal	Interest	Principal	Interest	Principal	Interest
2015	\$ 43,718	\$ 21,134	\$ 3,097	\$ 387	46,815	21,521
2016	46,086	18,903	1,289	310	47,375	19,213
2017	41,856	17,188	614	281	42,470	17,469
2018	38,336	15,599	609	256	38,945	15,855
2019	34,085	14,103	610	229	34,695	14,332
2020-2024	130,851	51,153	1,789	857	132,640	52,010
2025-2029	97,666	25,194	2,260	316	99,926	25,510
2030-2034	50,680	7,850			50,680	7,850
2035-2038	12,330	659			12,330	659
	<u>\$ 495,608</u>	<u>\$ 171,783</u>	<u>\$ 10,268</u>	<u>\$ 2,636</u>	<u>\$ 505,876</u>	<u>\$ 174,419</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 \$998,905,000 of which \$767,445,000 was issued.

Revenue bonds and notes outstanding at end of the fiscal period are as follows:

(Amounts in Thousands)

<u>Purpose</u>	<u>Interest Rates</u>	<u>Amount</u>
Economic Development	0.11% to 8.48%	\$ 99,432
Water Works	1.0% to 6.458%	<u>471,585</u>
		<u>\$ 571,017</u>

The annual debt service requirements to maturity for the revenue bonds and notes are as follows:

(Amounts in Thousands)

<u>Year Ending</u> <u>June 30</u>	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>All Activities</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2015	\$ 4,335	\$ 3,697	\$ 20,620	\$ 22,507	24,955	26,204
2016	4,765	3,506	24,685	21,498	29,450	25,004
2017	3,815	3,341	25,645	20,412	29,460	23,753
2018	3,930	3,229	26,865	19,229	30,795	22,458
2019	4,290	3,100	28,015	17,936	32,305	21,036
2020-2024	32,837	13,012	144,070	69,813	176,907	82,825
2025-2029	16,735	8,771	84,325	42,240	101,060	51,011
2030-2034	19,080	4,657	82,925	20,721	102,005	25,378
2035-2038	9,645	1,434	34,435	2,656	44,080	4,090
	<u>\$ 99,432</u>	<u>\$ 44,747</u>	<u>\$ 471,585</u>	<u>\$ 237,012</u>	<u>571,017</u>	<u>281,759</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 fiscal year 2014 was \$1,579,000.

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 received a subsidy of \$198,000 for the bond interest in fiscal year 2014. The payments were reduced with the passage of the sequestration cuts made in 2013.

Long-Term State Loans

The Ohio Public Works Commission extends loans to the City. Loans in the amount of \$2,109,000 accounted for as Governmental type and \$2,871,000 as Business-type represent the amounts due on ten loans from the Ohio Public Works Commission (OPWC) for infrastructure improvements. As of June 30, 2014 two additional loans had been approved for up to a total of \$3,080,000. Only that portion of the loan commitment actually disbursed is recognized as a liability by the City. 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 June 30	<u>Governmental</u>	<u>Business-Type</u>
	<u>Activities</u>	<u>Activities</u>
	<u>Principal</u>	<u>Principal</u>
2015	\$ 211	\$ 219
2016	211	219
2017	203	219
2018	176	219
2019	157	219
2020-2024	749	1,044
2025-2029	402	607
2030-2031		125
Total	<u>\$ 2,109</u>	<u>\$ 2,871</u>

The Ohio Water Development Authority extends loans to the City. Notes in the amount of \$37,049,000 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 1.75% 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 June 30	<u>Business-type Activities</u>	
	<u>Principal</u>	<u>Interest</u>
	2015	\$ 1,729
2016	1,765	721
2017	1,803	683
2018	1,842	644
2019	1,881	605
2020-2024	10,030	2,401
2025-2029	10,280	1,322
2030-3034	7,719	340
Total	<u>\$ 37,049</u>	<u>\$ 7,474</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).

(Amounts in Thousands)

	Principal Payment	Interest Payment	Total P&I
2015	\$ 599	\$ 561	\$ 1,160
2016	625	536	1,161
2017	652	509	1,161
2018	680	481	1,161
2019	709	452	1,161
2020-2024	4,030	1,774	5,804
2025-2029	1,398	1,102	2,500
2030-2034	3,171	570	3,741
2035	378	9	387
Total	\$ 12,242	\$ 5,994	\$ 18,236

The following are the total outstanding bonds and notes at June 30, 2014 and the debt service requirement for fiscal year 2015.

Bonds and Notes Outstanding at June 30, 2014

(AMOUNTS IN THOUSANDS)

Description	Interest Rates	Issue Dates	Maturity Dates	Originally Issued	Amount Due 2015	Amount Outstanding 6/30/2014
Bonds:						
General Property Tax Supported	7.875%	1987	2017	\$ 30,000	\$ 1,000	\$ 4,000
Various Rate Issues	1.5-5.82%	2005-2014	2014-2037	260,340	14,915	170,360
Refunding	1.5 to 5.0%	2007-2012	2018-2029	113,127	13,138	88,103
Urban Redevelopment						
Various Rate Issues	1.5% to 5.0%	2014	2021	1,085	155	1,085
Municipal Income Tax	1.23%-5.82%	2005-2014	2015-2035	119,795	6,405	74,060
Refunding	1.5% to 5.00%	2007-2014	2020-2029	19,895	395	19,335
Recreational Facilities						
Refunding	4.25% to 5.00%	2007	2021	4,500	455	3,600
Urban Renewal/Economic Dev.	0.62% to 6.0%	2004-2014	2023-2036	84,485	3,990	71,740
Refunding	2.0% to 5.0%	2012-2014	2020-2029	5,670	165	5,670
Judgement	5.0%	2005	2020	4,300	290	290
Urban Development Taxable						
Various Rate Issues	2.00% to 6.046%	2009-2011	2016-2028	6,660	640	5,420
Refunding	4.25% to 5.00%	2007	2021	2,500	260	1,980
MSD Administration Bldg	2.0% to 5.0%	2009	2029	15,000	600	12,735
Police & Fire Pension						
Refunding	0.371% to 4.5%	2005&2014	2022&2036	49,085	1,310	37,230
Total Governmental Activities Bond Obligations				716,442	43,718	495,608
General Aviation	1.5% to 5.5%	2010	2026	178	12	132
Convention Center	1.5% to 5.5%	2010	2026	675	45	491
Parks & Recreation	1.5%to 4.375%	2006-2014	2018 - 2029	4,205	315	2,045
Stormwater	2.0% to 4.0%	2010	2015	3,375	675	1,350
Parking Facilities	2.0% to 4.0%	2010	2028	5,000	250	4,450
Water Works	4.20%	1999	2014	29,800	1,800	1,800
Total Proprietary Fund Obligations				43,233	3,097	10,268
Total General Obligation Bonds Payable				759,675	46,815	505,876
Notes:						
Economic Development	1.04%	2012	2016	3,800		3,800
Public Transportation	0.60%	2012	2017	15,000		15,000
Urban Redevelopment	0.75%	2012	2017	6,000		6,000
Economic Development	1.3%	2014	2018	12,000		12,000
Economic Development	1.43%	2014	2018	3,500		3,500
Public Buildings	0.11%	2014	2015	3,000	7,000	7,000
Economic Development	1.76%	2014	2019	750		3,000
Economic Development	0.15%	2014	2015	7,000	750	750
Total General Obligation Notes Payable				51,050	7,750	51,050
Total General Obligation Bonds and Notes Payable				\$ 810,725	\$ 54,565	\$ 556,926
Revenue Bonds and Notes	0.11% to 8.48%	1996-2014	2015-2038	\$ 716,395	\$ 45,705	\$ 582,465
Total Outstanding Debt				\$ 1,527,120	\$ 100,270	\$ 1,139,391

Changes in long-term liabilities

Long-term liability activity for the fiscal year ended June 30, 2014, was as follows:

(Amounts in Thousands)

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental Activities:					
Bonds Payable:					
General Obligation Bonds	\$ 457,101	\$ 126,880	\$ (88,373)	\$ 495,608	\$ 43,718
Unamortized premiums	23,857	16,296	(2,279)	37,874	
	<u>480,958</u>	<u>143,176</u>	<u>(90,652)</u>	<u>533,482</u>	<u>43,718</u>
Revenue Bonds	93,520		(3,389)	90,131	4,335
Unamortized premiums	592		(25)	567	
Unamortized discounts	(695)		20	(675)	
	<u>93,417</u>		<u>(3,394)</u>	<u>90,023</u>	<u>4,335</u>
Total Bonds Payable	574,375	143,176	(94,046)	623,505	48,053
Notes Payable	12,817		(865)	11,952	599
Compensated Absences	103,301	34,677	(36,063)	101,915	5,234
Claims and Judgments	58,869	28,581	(29,735)	57,715	28,581
Capital Leases	200		(79)	121	93
Net Pension Obligation	120,299	45,696	(20,858)	145,137	
Net Other Post Employment Benefit Obligation	69,235	3,149		72,384	
State Loans	2,320		(211)	2,109	211
Other	701		(206)	495	95
Governmental Activities Long-term Liabilities	<u>\$ 942,117</u>	<u>\$ 255,279</u>	<u>\$ (182,063)</u>	<u>\$ 1,015,333</u>	<u>\$ 82,866</u>
Business-type Activities:					
Bonds Payable:					
General Obligation Bonds	\$ 13,649	\$ 728	\$ (4,122)	\$ 10,255	\$ 3,097
Unamortized premiums	56	13	(2)	67	
	<u>13,705</u>	<u>741</u>	<u>(4,124)</u>	<u>10,322</u>	<u>3,097</u>
Revenue Bonds	491,165		(19,580)	471,585	20,620
Unamortized premiums	26,927		(1,942)	24,985	
	<u>518,092</u>		<u>(21,522)</u>	<u>496,570</u>	<u>20,620</u>
Total Bonds Payable	531,797	741	(25,646)	506,892	23,717
Compensated Absences	8,854	3,084	(3,608)	8,330	4,920
Claims and Judgments	252	217	(208)	261	261
Capital Leases	1,685	93	(277)	1,501	249
Net Pension Obligation	32,215	12,840	(5,936)	39,119	
Net Other Post Employment Benefit Obligation	18,415	797		19,212	
State Loans	30,445	11,135	(1,660)	39,920	1,948
Business-Type Activities Long-term Liabilities	<u>\$ 623,663</u>	<u>\$ 28,907</u>	<u>\$ (37,335)</u>	<u>\$ 615,235</u>	<u>\$ 31,095</u>

For the governmental activities, claims and judgments are generally liquidated by the general fund. Net Pension Obligation, Net Other Post Employment Benefit Obligation, and compensated absences annual payments are made from the same funds which pay the employees' salaries.

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 fiscal year end, \$1,525,000 of compensated absences, \$17,388,000 of unpaid claims, \$10,138,000 of net pension obligation, \$4,413,000 of net other post employment benefit obligation and \$154,000 in capital leases for the internal service funds are included in the above amounts.

Defeased Bonds

Below is a description of the City's defeased bonds and the outstanding balances at June 30, 2014 (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	Outstanding Amount Defeased	Outstanding Amount 06/30/14
Police and Fire Pension - G1213	3/1/2000	\$42,000		6/25/2005	2011-2035	4.9-6.0	\$ 40,470	\$ 28,885
Various Purpose								
Urban Development GO G1206	12/1/1998	7,200		10/27/2009	2009-2019	6.25	4,800	4,270
UT GO Various Purpose Bonds								
2004A	5/6/2004	44,365	12/1/2013	6/7/2012		4.5-5.0	13,860	13,125
2005A	6/1/2005	26,300	12/1/2014	12/20/2012		3.625-4.25	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 un-voted debt of the City may not exceed 10-1/2% of the City's assessed valuation, and the principal amount of the City's un-voted 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 used to meet operating expenses in the General Fund.

The following table identifies the 1.55% income tax collections to the General Fund for the years 2010 through 2014:

(Amounts in Thousands)

<u>Year</u>	<u>General Fund Collections of 1.55%</u>
2010	\$ 222,497
2011	233,752
2012	238,210
2013*	128,873
2014**	251,682

* This is for the six month period ending June 30, 2013

**This is for the fiscal year ending June 30, 2014

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 2013 and 2014 levies were based was \$4,960,616,820 and 313,437,020 for 2013 and \$4,946,475,290 and \$385,238,120 for 2014. These were 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 - 2014

Lien date	January 1, 2013
Levy date	October 31, 2013
First installment payment due	January 31, 2014
Second installment payment due	June 20, 2014

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. Property tax due in second six months of calendar 2013 and the first six months of calendar 2014 has been included in revenues for the fiscal period 2014. The second installment of 2014 is not recorded as revenue for fiscal year 2014. The Ohio Revised Code requires the second installment of property tax be recorded as a deferred inflow.

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. 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 increases 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 2014, the City received "statutory service payments" totaling \$12.2 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.

Casino Revenue

In 2009, voters approved an amendment to the Ohio Constitution which became HB 519 authorizing one casino in Cincinnati, Cleveland, Columbus and Toledo. A gross revenue tax of 33% was imposed on licensed casino operators. A portion (5%) would be given to the host city. The casino in the City of Cincinnati opened in 2012. Revenues from the casino were \$1,974,000 in 2012 and \$3,564,000 in six month period ending June 30, 2013 and \$8,345,000 in fiscal year 2014.

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 period and outstanding at the end of period include \$71,800,000 in City issued notes that were purchased by the City. For an explanation of the presentation of these notes in the financial statements, refer to Footnote 5 on Inter-fund Assets and Liabilities.

(Amounts in Thousands)	<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	\$20,750	\$ 7,500	\$20,750
General Obligation Bond Anticipation Notes	69,275	26,250	44,475	51,050
	<u>\$ 76,775</u>	<u>\$47,000</u>	<u>\$ 51,975</u>	<u>\$71,800</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	\$ 8,008
Revenue bond Reserve Account - Water Works	60,080
Customer Deposits - Water Works	3,106
Construction Account - Other - Water Works	<u>33,713</u>
Total restricted assets	<u>\$ 104,907</u>

14.

CAPITAL ASSETS

Capital asset activity for the fiscal year ended June 30, 2014 was as follows:

(Amounts in Thousands)	Beginning <u>Balance</u>	<u>Increases</u>	<u>Decreases</u>	Ending <u>Balance</u>
Governmental Activities:				
Capital assets, not being depreciated:				
Land	\$ 176,097	\$ 12,405	\$ (555)	\$ 187,947
Construction in Progress	180,449	148,912	(103,562)	225,799
Total capital assets, not being depreciated	<u>356,546</u>	<u>161,317</u>	<u>(104,117)</u>	<u>413,746</u>
Capital assets, being depreciated:				
Buildings	234,633	33,310	(636)	267,307
Improvements other than buildings	451,501	8,322	(1)	459,822
Machinery and Equipment	149,364	5,593	(1,164)	153,793
Property acquired under capital leases	659	133	(231)	561
Infrastructure	957,906	62,681	(1,379)	1,019,208
Total capital assets, being depreciated	<u>1,794,063</u>	<u>110,039</u>	<u>(3,411)</u>	<u>1,900,691</u>
Less accumulated depreciation for:				
Buildings	(130,723)	(15,831)	636	(145,918)
Improvements other than buildings	(233,034)	(13,928)	25	(246,937)
Machinery and Equipment	(108,430)	(11,779)	285	(119,924)
Property acquired under capital leases	(459)	(83)	201	(341)
Infrastructure	(400,483)	(34,665)		(435,148)
Total accumulated depreciation	<u>(873,129)</u>	<u>(76,286)</u>	<u>1,147</u>	<u>(948,268)</u>
Total capital assets, being depreciated, net	<u>920,934</u>	<u>33,753</u>	<u>(2,264)</u>	<u>952,423</u>
Governmental-type Activities capital assets, net	<u>\$ 1,277,480</u>	<u>\$ 195,070</u>	<u>\$ (106,381)</u>	<u>\$ 1,366,169</u>

Capital asset activity for the fiscal year ended June 30, 2014 was as follows:

(Amounts in Thousands)	Beginning <u>Balance</u>	<u>Increases</u>	<u>Decreases</u>	Ending <u>Balance</u>
Business-type Activities:				
Capital assets, not being depreciated:				
Land	\$ 43,205	\$ 11		\$ 43,216
Construction in Progress	158,661	72,201	(113,247)	117,615
Total capital assets, not being depreciated	<u>201,866</u>	<u>72,212</u>	<u>(113,247)</u>	<u>160,831</u>
Capital assets, being depreciated:				
Buildings	314,566	26,756		341,322
Improvements other than buildings	1,077,703	46,506	(2,963)	1,121,246
Machinery and Equipment	269,627	17,626	(2,327)	284,926
Property acquired under capital leases	2,131	522	-	2,653
Total capital assets, being depreciated	<u>1,664,027</u>	<u>91,410</u>	<u>(5,290)</u>	<u>1,750,147</u>
Less accumulated depreciation for:				
Buildings	(189,409)	(5,289)		(194,698)
Improvements other than buildings	(230,683)	(17,585)	931	(247,337)
Machinery and Equipment	(180,535)	(9,618)	1,722	(188,431)
Property acquired under capital leases	(446)	(793)	1	(1,238)
Total accumulated depreciation	<u>(601,073)</u>	<u>(33,285)</u>	<u>2,654</u>	<u>(631,704)</u>
Total capital assets, being depreciated, net	<u>1,062,954</u>	<u>58,125</u>	<u>(2,636)</u>	<u>1,118,443</u>
Business-type Activities capital assets, net	<u>\$ 1,264,820</u>	<u>\$ 130,337</u>	<u>\$ (115,883)</u>	<u>\$ 1,279,274</u>

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

(Amounts in Thousands)

Governmental activities:	
General Government	\$ 3,002
Community Development	3,184
Parks and Recreation	10,494
Public Safety	5,055
Transportation and Engineering	33,006
Public Services	17,072
Public Health	616
Capital assets held by the City's internal service funds are charged to the various functions based on their usage of the assets	<u>5,212</u>
Total depreciation expense - governmental activities:	<u>\$ 77,641</u>
Business-type activities:	
Water Works	\$ 22,173
Parking Facilities	1,641
Convention Center	4,259
General Aviation	716
Municipal Golf	988
Stormwater Management	<u>3,078</u>
Total depreciation expense - business-type activities:	<u>\$ 32,855</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 June 30, 2014 is comprised of the following:

(Amounts in Thousands)	Project Authorizations	Expended to June 30, 2014	Committed	Required Future Financing
<u>Administering Department</u>				
Transportation and Engineering	\$ 263,972	\$ 95,034	\$ 168,938	\$ 78,467
Community Development	61,672	24,663	36,920	11,939
Economic Development	52,443	27,578	24,865	1,860
Recreation	14,872	11,276	3,596	-
Safety	9,886	9,144	742	4
Parks	19,384	13,120	6,264	5
Public Services	45,906	26,750	19,155	78
Other	19,718	38,456	4,538	(6,134)
Total	\$ 487,853	\$ 246,021	\$ 265,018	\$ 86,219

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

Business Activities Construction in Progress at June 30, 2014 is comprised of the following:

(Amounts in Thousands)	Project Authorizations	Expended to June 30, 2014	Committed	Required Future Financing
<u>Enterprise Fund</u>				
Water Works	\$ 143,865	\$ 97,162	\$ 15,464	\$ -
Parking Facilities	16,411	11,737	4,674	174
Convention Center	2,816	1,817	999	\$ 8
General Aviation	2,414	1,228	1,186	(329)
Municipal Golf	500	500	-	-
Stormwater Management	8,361	5,671	2,690	(146)
Total	\$ 174,367	\$ 118,115	\$ 25,013	\$ (293)

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 June 30, 2014, are as follows: Taxes Receivable (\$1,067,000) and other accounts receivable (\$9,251,000). The uncollectible accounts related to the Debt Service Fund at June 30, 2014 are Taxes Receivable (\$1,216,000). The balance for the allowance for uncollectible accounts in the Capital Projects Fund at June 30, 2014 is (\$86,000). The balance of the allowance accounts for Special Revenue Funds is (\$1,860,000) as of June 30, 2014. The balances of the allowance accounts of the proprietary funds as of June 30, 2014 are as follows: Water Works (\$8,733,000), Enterprise Technology Services (\$46,000), Municipal Golf (\$6,000), General Aviation (\$9,000), Convention Center (\$31,000), Parking Facilities (\$1,000) and Stormwater Management (\$2,384,000).

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 \$6,304,000, 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 June 30, 2014 total \$57,414,000.

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 allowance for uncollectible loans at June 30, 2014 is \$15,475,000. 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 \$37,250,000. The original sales agreement was amended in 2012 per Ordinance 302-2012. There was an initial payment of \$6,000,000 and in fiscal year 2014 a payment of \$750,000 was received. The payments for the remaining 23 fiscal years will be as follow from August 31, 2014 to August 1, 2036: fiscal years 2015-2016 -\$1,000,000 annually, fiscal years 2018-2027 - \$1,250,000 annually and fiscal years 2028-2037 - \$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)

Fiscal Year	Principal	Interest
2015	\$ 907	\$ 93
2016	864	136
2017	823	177
2018	979	271
2019	933	317
2020-2024	4,038	2,212
2025-2029	3,399	3,351
2030-2034	2,975	4,525
2035-2037	1,466	3,034
	<u>\$ 16,384</u>	<u>\$ 14,116</u>

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 fiscal year 2014 were \$412,000 and \$372,000 respectively. Also included in the following schedule is a loan to Mahogany's for \$300,000 to be paid by monthly installments over the next 9 years. The principal and interest payments for fiscal year 2014 were \$8,000 and \$6,000 respectively.

(Amounts In Thousands)

Fiscal Year	Principal	Interest	Total
2015	\$ 455	\$ 183	\$ 638
2016	473	349	822
2017	493	329	822
2018	513	328	841
2019	533	289	822
2020-2024	2,975	1,102	4,077
2025-2029	3,455	468	3,923
2030	385	8	393
Total	\$ 9,282	\$ 3,056	\$ 12,338

16. CONTINGENT LIABILITIES

Federal and State Grants

The City has received Federal and State grants of approximately \$81 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 June 30, 2014. A liability of \$40.2 million was recorded for those claims and judgments as of June 30, 2014 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 were \$3,801,000 as of June 30, 2014. The remaining balance of \$2,938,000 is an accrued liability in 2014. 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 \$2,073,000.

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 June 30, 2014 is approximately \$497,000.

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 fiscal year 2014.

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 – Risk Management" 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 fiscal year 2014 and fiscal period 2013 are as follows:

(Amounts in Thousands)

	General Fund		Water Works Fund		Parking Facilities Fund		Debt Service Fund		Capital Projects Funds		Tax Increment Financing	
	2014	2013	2014	2013	2014	2013	2014	2013	2014	2013	2014	2013
Beginning Balance	\$ 487	\$ 374	\$ 252	\$ 221			\$ 4.00		\$ 15,000	\$ 15,000		\$ 379
Current-Year Claims												
Claims and Changes in Estimates	1,740	630	217	50	1	1	-	(4)				
Claim Payments	(1,923)	(517)	(208)	(19)	(1)	(1)	-	0				(379)
Ending Balance	\$ 304	\$ 487	\$ 261	\$ 252	\$ -	\$ -	\$ -	\$ -	\$ 15,000	\$ 15,000	\$ -	\$ -

	Special Revenue Funds		Self Insurance Risk Management Fund		Workers' Compensation Fund		Governmental Activities Obligations		Totals	
	2014	2013	2014	2013	2014	2013	2014	2013	2014	2013
Beginning Balance	\$ 112	\$ 75	\$ 8,338	\$ 9,354	\$ 11,869	\$ 11,409	\$ 43,869	\$ 28,620	\$ 79,927	\$ 65,436
Current-Year Claims										
Claims and Changes in Estimates	92	56	61,193	27,501	2,976	2,804	2,983	19,445	69,202	50,483
Claim Payments	(19)	(19)	(61,168)	(28,517)	(3,205)	(2,344)	(4,137)	(4,196)	(70,661)	(35,992)
Ending Balance	\$ 185	\$ 112	\$ 8,363	\$ 8,338	\$ 11,640	\$ 11,869	\$ 42,715	\$ 43,869	\$ 78,468	\$ 79,927

The claims liabilities at June 30, 2014 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 Risk Management	Self-Insurance Workers' Compensation
Accounts Payable	\$ 2,163	\$ 299
Accrued Liabilities		153
Estimated Liability For Unpaid Claim	<u>6,200</u>	<u>11,188</u>
Total	<u>\$ 8,363</u>	<u>\$ 11,640</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 current period revenue recognition is \$187,500 and the balance in unearned revenue at June 30, 2014 is \$5.7 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 June 30, 2014 was \$6.5 million. The current period revenue recognition is \$197,545.

19. SUBSEQUENT EVENTS

On August 6, 2014, City Council passed ordinance 213-2014 authorizing the issuance and sale of \$5,440,000 of economic development revenue bonds or notes to be used for improvements at the Keystone Park Project.

On October 15, 2014, City Council passed Ordinance 290-2014 authorizing the issuance and sale of \$1,160,000 of General Obligation bonds or notes for the purpose of making public building improvements.

20. 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 2014, the City budgeted \$300,000 and paid out \$280,000. The benefits unfunded liability for Fiscal year ending 6/30/2014 based on the future value of the liability as calculated by the City is \$6,352,064. Included in the Net Other Postemployment Benefits in the Governmental Activities financials is \$1,933,000 for the Police and Fire death benefit.

21.**PENSION AND RETIREMENT**

City employees are covered by one of three pension systems. They are the Ohio Police and Fire Pension Fund (OP&F), the Ohio Public Employees Retirement System (OPERS), and the City of Cincinnati's Retirement System. OP&F and OPERS 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. The City of Cincinnati's Retirement System is accounted for as a single-employer defined benefit pension 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 10.75% of their annual covered salary. The members will be required to increase their contribution on July 2, 2014 to 11.5%. The rate will increase to 12.25% on July 1, 2015. The City of Cincinnati is required to contribute 19.5% and 24.0% respectively for police officers and fire fighters. The City of Cincinnati's contributions to OP&F for the twelve months ending June 30, 2014 was \$28,540,000. For the short year ended June 30, 2013 the contribution was \$13,993,000. For the calendar years ended in 2012 and 2011, the contributions were \$28,634,000 and \$28,692,000 respectively.

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 contributions for retiree health care benefits. For the fiscal year end June 30, 2014, the employer contribution allocated to the health care plan was 2.85% for police and fire fighters on covered payroll for the six months ended December 31, 2013. The portion of the employer required contribution was lowered to .5% for both police and fire fighters covered payroll beginning on January 1, 2014. 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 fiscal year ended was \$1,237,000. For the short year ended June 30, 2013 the contribution to the post employment benefits was \$2,436,000. For calendar years ended 2012 and 2011 the contributions were \$5,143,000 and \$5,267,000 respectively. For firefighters, the portion of the City's contributions that were used to pay postemployment benefits for the fiscal year ending was \$992,000. For the short year ended June 30, 2013 the contribution to the post employment benefits was \$1,956,000. For calendar years ended 2012 and 2011, the contributions were \$3,869,000 and \$3,785,000 respectively.

State PERS

Plan Description

Rehired retirees of the Ohio Police and Fire Pension Fund, elected officials and certain part time employees are enrolled in Ohio Public Employees Retirement System (OPERS). Prior to February, 2012, newly hired city employees who were members of the OPERS or another Ohio State Retirement System were permitted to remain 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 fiscal year 2014, member and employer contribution rates were consistent across all three plans. Employees contribute 10.0% of their annual compensation. For fiscal year 2014, the City's contribution rate was 14.00% of covered payroll. The portion of the employer contribution allocated to health care was 1.0% for the six months ended December 31, 2013; and 2% for the six months ended June 30, 2014. City of Cincinnati's contributions to OPERS for the fiscal year ending was \$1,740,000. For the short year ended June 30, 2013 the contribution to OPERS was \$931,000. The contributions for calendar years ending in 2012 and 2011 were \$2,105,000 and \$2,144,000 respectively, equal to 100% of the required contributions for each time period. 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 2014 was 14% of covered payroll. The portion of the employer contribution allocated to health care was 1.0% for both the Traditional Plan and Combined Plan beginning on January 1, 2013. The portion of employer contributions was then raised to 2% on January 1, 2014. The portion of the City's employer contributions that were used to fund postemployment benefits for the fiscal year ended June 30, 2014 was \$185,000. In the short year ended June 30, 2013, the city contributed \$335,000 toward the health care program. For calendar years 2012 and 2011 the city contributed \$583,000 and

601,000 respectively, which was equal to 100% of the required contribution for those time periods.

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 accounted for as a single employer defined benefit pension plan. However, employer contributions are received from University Hospital and the University of Cincinnati based upon an agreement when control of these institutions moved from the City to the State of Ohio. Also, although the Metropolitan Sewer District is an agency fund of the City, the employees are members of the City's retirement system. 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. 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. Membership of the Retirement System of the City consisted of the following at December 31, 2013, the date of the latest actuarial valuation:

	Pension	Health
Retirees and beneficiaries receiving benefits	4,409	4,071
Terminated plan members entitled to future benefits	158	52
Spouses currently receiving benefits		1,558
Inactive participants *	6,362	
Active Plan Members		
Full time	2,957	2,957
Part time	1,117	1,117
Total	<u>15,003</u>	<u>9,755</u>

* Participants who are former employees who have an employee account balance in the plan but are not otherwise vested in an employee provided benefit.

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.

Prior Benefits

Pensioners that retired prior to July 1, 2014, the annual retirement allowance was equal to 2.5% or 2.22%

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.

Current Plan Benefits

Active members who were 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 except for Carve out plan where we have approximately 300 remaining participants.

The service retirement allowance vesting 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. The 15 year requirement is universal for all members who retired on or after July 1, 2011.

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 fiscal year 2015 contribution of \$6,177,557 will be paid in September 2014. The contribution will increase each year until 2015 when it will be \$6,177,557 annually through fiscal year 2024.

Contributions

Each member contributes at a rate of 9.0% of his salary for 2013. 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.

The City makes employer contributions based on a percentage of covered payroll of all CRS members. For fiscal year 2014 the contribution rate was 20% on covered payroll from July 1, 2013 to December 31, 2013. The rate was raised to 22% on covered payroll for January 1, 2014 through June 30, 2014. The total covered payroll for CRS members was \$165,225,000. The ARC, including ERIP for fiscal year 2014 based on the 2013 actuarial report was 48.8% on covered payroll for the Pension Fund and 4.6% on covered payroll for the Health Benefits Fund. The City of Cincinnati's approved budget for Fiscal Year

2015 incorporated a contribution rate of 14%. The Employer's contributions (including ERIP) to the City of Cincinnati Retirement System's Pension Fund for the fiscal year ending June 30, 2014 as \$37,739,000. For the short year ended June 30, 2013 the contributions were \$16,651,000. The contributions for calendar years 2012 and 2011 were \$33,608,000 and \$31,160,000 respectively. For Fiscal year 2014, there were no employer contributions made to the Health Plan. The contributions for all of these periods were less than the required contributions. Administrative costs are financed from the system assets.

As of the last actuarial valuation date of December 31, 2013, the pension plan unfunded actuarial accrued liability was \$829,188,000 to be amortized over an open period of 30 years. The funded ratio was 63.2%, and the actuarial value of assets was \$1,424,933,000. The unfunded actuarial accrued liability as a percentage of covered payroll of \$163,477,000 was 507.2%. The Actuarial Accrued Liability at December 31, 2013 was \$2,254,121,000. 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.

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

Annual Pension Cost and Net Pension Obligation

(Amounts in Thousands)

	<u>Fiscal</u> <u>2014</u>	<u>Fiscal</u> <u>2013</u>	<u>Calendar</u> <u>2012</u>
Annual required contribution	\$ 63,340	\$ 33,500	\$ 49,952
Interest on net pension obligation	\$ 9,277	\$ 5,093	\$ 9,643
Adjustment to annual required contribution	\$ (10,473)	\$ (5,750)	\$ (10,707)
Annual pension Costs	<u>\$ 62,144</u>	<u>\$ 32,843</u>	<u>\$ 48,888</u>
Actual Contribution	<u>\$ (30,402)</u>	<u>\$ (16,151)</u>	<u>\$ (33,608)</u>
Increase (decrease) in net pension obligation	\$ 31,742	\$ 16,692	\$ 15,280
Net Pension Obligation beginning of year	<u>\$ 152,514</u>	<u>\$ 135,822</u>	<u>\$ 120,542</u>
Net Pension Obligation end of year	<u><u>\$ 184,256</u></u>	<u><u>\$ 152,514</u></u>	<u><u>\$ 135,822</u></u>
Annual pension costs	\$ 62,144	\$ 32,843	\$ 48,888
Percentage of annual pension cost contribution	48.92%	49.18%	68.74%

Annual OPEB Costs and Net OPEB Obligation

	<u>2014</u>	<u>2013</u>	<u>2012</u>
Annual required contribution	\$ 5,969	\$ 2,849	\$ 453
Interest on net obligation	\$ 5,229	\$ 3,169	\$ 6,944
Adjustment to annual required contribution	\$ (5,491)	\$ (3,577)	\$ (7,710)
Annual OPEB Costs	<u>\$ 5,707</u>	<u>\$ 2,441</u>	<u>\$ (313)</u>
Actual Contribution	<u>\$ (2,048)</u>	<u>\$ (924)</u>	<u>\$ (2,000)</u>
Increase (decrease) in net OPEB obligation	\$ 3,659	\$ 1,517	\$ (2,313)
Net OPEB Obligation beginning of year	<u>\$ 86,004</u>	<u>\$ 84,487</u>	<u>\$ 86,800</u>
Net OPEB Obligation end of year	<u><u>\$ 89,663</u></u>	<u><u>\$ 86,004</u></u>	<u><u>\$ 84,487</u></u>
Annual OPEB costs	\$ 5,707	\$ 2,441	\$ (313)
Percentage of annual OPEB cost contribution	35.89%	37.85%	-638.98%

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.

Rate of Return - For the year ended June 30, 2014, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 16.65%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Investment Allocations

<u>Asset Class</u>	<u>Target Allocation</u>
Domestic Equity	29.5%
International Equity	21.0%
Long Short Equity	10.0%
Fixed Income	17.0%
Real Estate	7.5%
Risk Parity	5.0%
Private Equity	5.0%
Infrastructure	<u>5.0%</u>
Total	<u>100.0%</u>

Net Pension Liability - The components of the city's net pension liability as of June 30, 2014 are as follows:

Total pension liability	\$2,747,109
Plan fiduciary net position	\$1,578,749
Net Pension Liability	\$1,168,360
Plan fiduciary net position as a percentage of the total pension liability	57.47%

Long term expected rate of return – The long-term expected rate of return on pension plan investments was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the pension plan’s target asset allocation as of June 30, 2014 are summarized in the following table:

Asset Class	Target Allocation	Long Term Expected Real Rate of Return
Broad Fixed Income	14.0%	1.1%
High Yield	3.0%	5.6%
Broad US Equity	19.5%	6.6%
US Mid-Cap Equity	5.0%	7.8%
US Small-Cap Equity	5.0%	10.6%
Developed Large-Cap	11.0%	7.8%
Un-US Small-Cap	5.0%	11.9%
Emerging Market	5.0%	11.3%
Hedge Funds	15.0%	4.7%
Real Estate - Core	7.5%	5.1%
Infrastructure	5.0%	8.3%
Private Equity	5.0%	13.2%
Total	100.0%	

Discount Rate – The discount rate used to measure the total pension liability was 5.53% as of June 30, 2013 and 5.59% as of June 30, 2014. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that city contributions will be made at actuarially determined rates. Based on these assumptions, the pension plan’s fiduciary net position was projected to be available to make all projected futures benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability. The municipal bond rate used was 4.27% as of June 30, 2013 and 4.35% as of 2014.

Sensitivity of the net pension liability to changes in the discount rate – The following table present the sensitivity of the net pension liability to a 1 percent decrease (4.59%) and a 1 percent increase (6.59%) from the calculated discount rate.

	1% Decrease (4.59%)	Current Discount Rate(5.59%)	1% Increase (6.59%)
System's Net Pension Liability	\$ 1,491,447	\$ 1,168,360	\$ 896,572

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, 2013 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 for the fiscal year ended June 30, 2014. As of the December 31, 2013, valuation, the healthcare plan's unfunded actuarial accrued liability was (\$56,201,000). The actuarial value of assets was \$674,709,000. The Actuarial Accrued Liability was \$618,508,000. The unfunded actuarial accrued liability as a percentage of covered payrolls of \$163,477,000 was (34.4%). 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.

The current financial statements for the Pension and OPEB trusts funds follow.

CITY OF CINCINNATI, OHIO
Statement of Plan Net Position
Pension Trust
June 30, 2014
(Amounts in Thousands)

	<u>Pension</u>	<u>Healthcare</u>	<u>Total</u>
ASSETS			
Cash and Equivalents	\$ 27,549	\$ 13,163	\$ 40,712
Investments, at fair value:			
International Bonds	11,810	5,643	17,453
Convertible Bonds	143	68	211
US Government Bonds	64,316	30,730	95,046
Tax Exempt Government Municipal	856	409	1,265
Corporate Fixed Income	31,040	14,830	45,870
State and Local Obligations	1,887	902	2,789
US Agencies	61,432	29,352	90,784
Equities - Common Stock	794,667	379,683	1,174,350
Private Equity	153,067	73,133	226,200
Real Estate	127,920	61,119	189,039
Private Placements	16,213	7,746	23,959
Other Assets (Alternatives)	<u>309,568</u>	<u>147,907</u>	<u>457,475</u>
Total Investments, at fair value	<u>1,572,919</u>	<u>751,522</u>	<u>2,324,441</u>
Collateral on Loaned Securities	94,438	45,121	139,559
Receivables:			
Accounts Receivable - Other	939	448	1,387
Accounts Receivable for Securities Sold	20,842	9,958	30,800
Accrued Interest and Dividends	2,494	1,192	3,686
Due from Primary Government	739	353	1,092
Due from Other Governments	385	184	569
Loans Receivable	835	399	1,234
Machinery and Equipment	538	257	795
Accumulated Depreciation	<u>(499)</u>	<u>(239)</u>	<u>(738)</u>
Total Assets	<u>1,721,179</u>	<u>822,358</u>	<u>2,543,537</u>
LIABILITIES			
Accounts Payable	2,573	1,230	3,803
Accounts Payable for Securities Purchased	27,287	13,038	40,325
Due to Primary Government	1	0	1
Obligations under Securities Lending	94,438	45,121	139,559
Accrued Payroll	35	16	51
Accrued Liabilities	18,013	8,607	26,620
Estimated Liability for Compensated Absences	<u>81</u>	<u>38</u>	<u>119</u>
Total Liabilities	<u>142,428</u>	<u>68,050</u>	<u>210,478</u>
NET POSITION			
Held in Trust for Employees' Pension Benefits	1,578,751		1,578,751
Held in Trust for Employees' Post employment Healthcare Benefits		<u>754,308</u>	<u>754,308</u>
Combined Net Position	<u>\$ 1,578,751</u>	<u>\$ 754,308</u>	<u>\$ 2,333,059</u>

CITY OF CINCINNATI, OHIO
Combining Statement of Changes in Plan Net Position
Pension Trust
For the fiscal year ended June 30, 2014
(Amounts in Thousands)

	<u>Pension</u>	<u>Healthcare</u>	<u>Total</u>
ADDITIONS			
Contributions:			
Member	\$ 15,059		\$ 15,059
Employer	37,740		37,740
Other		\$ 2,048	2,048
Total Contributions	<u>52,799</u>	<u>2,048</u>	<u>54,847</u>
Transfers from Other Retirement Systems	447		447
Investment Income			
From Investing Activities:			
Interest & Dividends	23,590	11,079	34,669
Net Appreciation in Fair Value of Investments	<u>242,579</u>	<u>113,928</u>	<u>356,507</u>
Total Investment Earnings	266,169	125,007	391,176
Less Investment Management Expenses	<u>8,102</u>	<u>3,805</u>	<u>11,907</u>
Net Income From Investing Activities	<u>258,067</u>	<u>121,202</u>	<u>379,269</u>
From Security Lending Activities:			
Securities Lending Income	<u>248</u>	<u>117</u>	<u>365</u>
Securities Lending Expense:			
Borrower Rebates	146	69	215
Management Fees	<u>(79)</u>	<u>(37)</u>	<u>(116)</u>
Total Securities Lending Expenses	<u>67</u>	<u>32</u>	<u>99</u>
Net Income from Securities Lending Activities	<u>315</u>	<u>149</u>	<u>464</u>
Total Additions	<u>311,628</u>	<u>123,399</u>	<u>435,027</u>
DEDUCTIONS			
Benefits Payments:			
Pension and Annuities	154,744		154,744
Hospital and Medical Care		38,583	38,583
Death Benefits, Active and Retired	665		665
Transfers - Retirement to Other Systems	<u>1,187</u>		<u>1,187</u>
Total Benefits Payments	<u>156,596</u>	<u>38,583</u>	<u>195,179</u>
Refunds of Contributions	<u>1,785</u>		<u>1,785</u>
Administrative Expenses:			
Personal Services	796	374	1,170
Contractual Services	348	163	511
Materials and Supplies	173	81	254
Depreciation	<u>67</u>	<u>31</u>	<u>98</u>
Total Administration Expenses	<u>1,384</u>	<u>649</u>	<u>2,033</u>
Total Deductions	<u>159,765</u>	<u>39,232</u>	<u>198,997</u>
Change in Net Position	151,863	84,167	236,030
Net Position held in Trust for Benefits			
Beginning of Period	<u>1,426,888</u>	<u>670,141</u>	<u>2,097,029</u>
End of Period	<u>\$ 1,578,751</u>	<u>\$ 754,308</u>	<u>\$ 2,333,059</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	12/31/2013
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 Morality 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 Morality Table (set back 5 years for females)
Withdraw assumption	It was assumed that 100% of vested members who terminate with less than 15 years of service elect to withdraw their contributions, and that 50% of vested who terminate with 15 or more years of service 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. Salary increases are assumed to be lower for a five-year period beginning with the December 31, 2011 valuation. Representative rates are as follows:

Years of Service Ultimate Period	Select	Period
0	7.00%	7.50%
5	4.50%	5.00%
10	3.00%	4.50%
20	3.00%	4.50%
30	3.00%	4.00%

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 2013 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 was less than \$30,000 are 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 a % 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> Beginning January 1, 2012 all Medicare eligible retirees and dependents are 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 are 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 are 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>

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REQUIRED
SUPPLEMENTARY INFORMATION

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REQUIRED SUPPLEMENTARY INFORMATION
Schedule of Changes in Net Pension Liability and Related Ratios *
(Amounts in thousands)

	2014
Total pension liability	
Service Cost	\$ 25,937
Interest	148,408
Benefit changes	-
Difference between expected and actual experience	-
Changes of assumptions	(17,827)
Benefit payments	(156,149)
Refunds of contributions	<u>(1,785)</u>
Net change in total pension liability	(\$1,416)
Total pension liability - beginning	\$ 2,748,525
Total pension liability - ending (a)	\$ 2,747,109
Plan net position	
Contributions – employer	\$ 37,739
Contributions – member	15,059
Net investment income	258,382
Benefit payments	(156,149)
Administrative expense	(1,385)
Refunds of contributions	(1,785)
Other	<u>0</u>
Net change in plan net position	\$ 151,861
Plan net position – beginning	\$ 1,426,888
Plan net position - ending (b)	\$ 1,578,749
Net pension liability - ending (a) - (b)	\$ 1,168,360
Total pension liability	\$ 2,747,109
Plan net position	<u>1,578,749</u>
Net pension liability	\$ 1,168,360
Ratio of plan net position to total pension liability	57.47%
Covered-employee payroll	\$ 163,477
Net pension liability as a percentage of covered-employee payroll	714.69%

* For fiscal year 2014 only one year of data is available. The chart will eventually present ten years.

SCHEDULE OF EMPLOYER CONTRIBUTIONS
(Amounts in thousands)

	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
Actuarially determined employer contribution	\$ 34,148	\$ 23,227	\$ 38,571	\$ 38,767	\$ 43,065	\$ 80,882	\$ 54,875	\$ 49,952	\$ 66,999	\$ 78,101
Actual employer contributions	<u>15,923</u>	<u>24,946</u>	<u>31,763</u>	<u>23,969</u>	<u>26,650</u>	<u>30,029</u>	<u>31,160</u>	<u>33,608</u>	<u>37,192</u>	<u>37,739</u>
Annual contribution deficiency/(excess)	\$ 18,225	\$ (1,719)	\$ 6,808	\$ 14,798	\$ 16,415	\$ 50,853	\$ 23,715	\$ 16,344	\$ 29,807	\$ 40,362
Covered-employee payroll	\$ 175,335	\$ 175,369	\$ 182,396	\$ 164,640	\$ 170,416	\$ 167,589	\$ 165,029	\$ 167,148	\$ 167,148	\$ 163,477
Actual contributions as a percentage of covered-employee payroll	9.08%	14.22%	17.41%	14.56%	15.64%	17.92%	18.88%	20.11%	22.25%	23.09%

NOTES: The City of Cincinnati changed fiscal years in 2013. The information for the 2013 fiscal year is for the six month period ending June 30, 2013.

Valuation date: The actuarially determined contribution rates are calculated as of the December 31, eighteen months prior to the fiscal year end in which contributions are reported.

The following actuarial methods and assumptions were used to determine actuarial contribution rates:

<i>Actuarial cost method:</i> Entry age	<i>Asset Valuation method:</i> 5 year smoothed market
<i>Amortization method:</i> Level dollar, open	<i>Inflation:</i> 3.00%
<i>Remaining amortization period:</i> 30 years	<i>Investment rate of return:</i> 7.5% net of pension plan investment expense including inflation
<i>Salary increase:</i> 3.0 to 7.0 %, including inflation for five year select period beginning 12/31/11; 4.0 to 7.5 %, including inflation thereafter	

Schedule of Funding Progress OPEB

Health Care Plan

Actuarial Valuation Date Actuarial	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) -Entry Age (b)	unfunded Actuarial Accrued Liability (UAAL) (b-a)	% Funded Ratio (a/b)	Covered Payroll (c)	% UAAL as a Percentage of Payroll Covered ((b-a) / C)
12/31/2007	\$ 835,486	\$ 921,985	\$ 86,499	90.62%	\$ 182,396	47.42%
12/31/2008	688,870	998,491	309,621	68.99%	164,640	188.06%
12/31/2009	746,029	877,399	131,370	85.03%	170,416	77.09%
12/31/2010	726,412	657,045	(69,367)	110.56%	167,589	-41.39%
12/31/2011	668,392	653,404	(14,988)	102.29%	165,029	-9.08%
12/31/2012	634,173	641,876	7,703	98.80%	167,148	4.61%
12/31/2013	674,709	618,508	(56,201)	109.09%	163,477	-34.38%

Schedule of Employer's Contributions of OPEB

Year Ended <u>December 31</u>	Health Care Plan 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%
2013	7,363	27.81%

City of Cincinnati, Ohio
Budgetary Comparison Schedule
Non GAAP
For the fiscal year ended June 30, 2014
(Amounts in thousands)

	General Fund			
	Budgeted Amounts		Actual Amounts	Variance with Budget - Positive (Negative)
	Original	Final		
General Fund				
Revenue				
Taxes	\$ 275,469	\$ 278,591	\$ 281,245	\$ 2,654
Licenses and Permits	11,415	11,415	12,681	1,266
Use of Money and Property	7,017	7,017	6,604	(413)
Intergovernmental Revenue	28,128	28,128	29,970	1,842
Charges for Services	21,658	21,658	23,767	2,109
Miscellaneous	3,569	3,569	1,558	(2,011)
Total Revenues	<u>347,256</u>	<u>350,378</u>	<u>355,825</u>	<u>5,447</u>
EXPENDITURES				
Current				
General Government	59,946	62,397	59,130	3,267
Community Development	5,649	6,986	6,756	230
Parks and Recreation	22,992	24,297	24,035	262
Public Safety	220,029	220,543	218,120	2,423
Transportation and Engineering	3,130	3,776	3,621	155
Public Services	18,170	21,342	20,450	892
Public Health	19,590	21,223	21,100	123
Employee Benefits	9,756	10,385	10,118	267
Capital Outlay	167	170	169	1
Debt Service	949	949	811	138
Total Expenditures	<u>360,378</u>	<u>372,068</u>	<u>364,310</u>	<u>7,758</u>
Deficiency of Revenue under Expense	(13,122)	(21,690)	(8,485)	13,205
Other Financing Sources (Uses)				
Transfers In	97	68	68	-
Transfers (Out)	<u>(3,823)</u>	<u>(3,075)</u>	<u>(3,075)</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>(3,726)</u>	<u>(3,007)</u>	<u>(3,007)</u>	<u>-</u>
Change in Fund Balance	(16,848)	(24,697)	(11,492)	13,205
Cancellation of Prior Years Encumbrances	1,802	1,802	2,400	598
Fund balances - beginning	34,423	34,423	34,423	
Fund balances - ending	<u>\$ 19,377</u>	<u>\$ 11,528</u>	<u>\$ 25,331</u>	<u>\$ 13,803</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	\$ (11,492)
(Increases) decreases from revenues:	
Received in cash during year but already accrued as receivables (GAAP) at June 30, 2013	(25,333)
Accrued as receivables at June 30, 2014 but not recognized in budget	28,470
(Increases) decreases from encumbrances:	
Expenditures of amounts encumbered during prior years	(6,592)
Recognized as expenditures in the budget	11,538
(Increases) decreases from expenditures:	
Accrued as liabilities at June 30, 2013 recognized as expenditures (GAAP) but not in budget	7,198
Accrued as liabilities at June 30, 2014	<u>(8,602)</u>
Net Change in fund balance per the Statement of Revenues, Expenditures, and Changes in Fund Balance (Page 44)	<u>\$ (4,813)</u>

See notes to required supplementary information.

City Of Cincinnati, Ohio
Note to the Required Supplementary Information
June 30, 2014

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 the following Special Revenue Funds: Health Services, Street Construction Maintenance and Repair, 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 January 20. By July 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 October 1, City Council must adopt annual appropriation ordinances. Only unencumbered appropriations lapse at end of the fiscal period.

There are several other special revenue appropriated funds whose revenues are mostly grants which are appropriated monthly as revenues are receipted. These funds include: 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 periods' budget. The budgeted revenue is the amount of resources available for expenditures within the period.

Some reimbursement grants funds are encumbered before revenue is receipted resulting in negative fund balances. The Community Development Fund (\$2,334,000) reflects a negative fund balance at June 30, 2014.

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 period, several supplementary appropriations were necessary.

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 June 30, 2014
(Amounts in Thousands)

General Fund	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenue				
Taxes				
Real Property	\$ 24,035	\$ 24,035	\$ 24,174	\$ 139
Personal Property	-	-	7	7
City Income Tax	246,934	250,056	251,683	1,627
Admissions	4,500	4,500	5,279	779
Total Taxes	275,469	278,591	281,143	2,552
Licenses and Permits				
Street Use	4,704	4,704	4,796	92
Police and Protective	35	35	35	-
Beer and Liquor	504	504	531	27
Business and Merchandising	1,914	1,914	1,858	(56)
Amusements	75	75	81	6
Professional and Occupational	174	174	181	7
Buildings, Structures and Equipment	4,009	4,009	5,199	1,190
Total Licenses and Permits	11,415	11,415	12,681	1,266
Use of Money and Property				
Fines, Forfeits and Penalties	4,592	4,592	4,409	(183)
Income from Treasury Investments	2,250	2,250	2,010	(240)
Rents	165	165	177	12
General Concessions and Commissions	10	10	8	(2)
Total Use of Money and Property	7,017	7,017	6,604	(413)
Intergovernmental Revenue				
Proportionately shared State Taxes				
Local Government Fund - Sales, Franchise, State				
Income Tax	13,723	13,723	13,053	(670)
Casino Tax-County Share	5,600	5,600	4,888	(712)
Casino Tax-Host City	4,400	4,400	3,584	(816)
Estate Tax	2,200	2,200	6,161	3,961
State Income Tax - Real Property Tax Reduction	2,205	2,205	2,284	79
Total Intergovernmental Revenue	28,128	28,128	29,970	1,842
Charges for Services				
General Government				
Public Recreation	-	-	1	1
City Planning				
Other Inspection Certificates	1,475	1,475	1,576	101
Elevator Certificates	625	625	576	(49)
Enterprise Technology Services	33	33	-	(33)
Public Safety				
Police and Communication Charges	879	879	352	(527)
Motor Vehicle Response	700	700	612	(88)
Impounded Vehicle Fees	660	660	793	133
Protective Inspection Fees	318	318	206	(112)
Protective Service - Burglary Alarm	350	350	357	7
Emergency Transportation Service	7,000	7,000	7,573	573
Other Public Safety Charges	110	110	243	133
Parking Facilities	1,500	1,500	1,500	-
Public Services				
Recycling Incentive Fee	500	500	416	(84)
Other Public Services Charges	100	100	1,848	1,748
Public Health				
Vital Statistics	546	546	545	(1)
Clinic Fees	106	106	106	-
Other Public Health charges	1	1	-	(1)
Total Charges for Current Services	21,658	21,658	23,767	2,109
Miscellaneous	3,569	3,569	1,660	(1,909)
Total Revenues	347,256	350,378	355,825	5,447

(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 June 30, 2014
(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				
City Council				
Personal Services	\$ 1,991	\$ 1,996	\$ 1,841	\$ 155
Non Personal Services	45	46	39	7
Total City Council	<u>2,036</u>	<u>2,042</u>	<u>1,880</u>	<u>162</u>
Office of the Mayor				
Personal Services	502	560	511	49
Non Personal Services	30	63	58	5
Total Office of the Mayor	<u>532</u>	<u>623</u>	<u>569</u>	<u>54</u>
Office of the Clerk of Council				
Personal Services	492	496	457	39
Non Personal Services	256	268	234	34
Total Office of the Clerk of Council	<u>748</u>	<u>764</u>	<u>691</u>	<u>73</u>
Department of Enterprise Technology Services				
Personal Services	4,260	4,381	4,366	15
Non Personal Services	939	953	915	38
Capital	-	-	-	-
Total Department of Enterprise Technology Services	<u>5,199</u>	<u>5,334</u>	<u>5,281</u>	<u>53</u>
Department of the City Manager				
Office of the City Manager				
Personal Services	1,765	2,256	2,112	144
Non Personal Services	992	1,534	1,436	98
Total Office of the City Manager	<u>2,757</u>	<u>3,790</u>	<u>3,548</u>	<u>242</u>
Division of Budget and Evaluation				
Personal Services	912	962	907	55
Non Personal Services	73	106	98	8
Total Division of Budget and Evaluation	<u>985</u>	<u>1,068</u>	<u>1,005</u>	<u>63</u>
Division of Emergency Communications				
Personal Services	7,473	8,169	7,734	435
Non Personal Services	394	394	389	5
Total Division of Emergency Communications	<u>7,867</u>	<u>8,563</u>	<u>8,123</u>	<u>440</u>
Division of Environment Sustainability				
Personal Services	308	411	377	34
Non Personal Services	2,959	3,093	2,979	114
Total Division of Environment Sustainability	<u>3,267</u>	<u>3,504</u>	<u>3,356</u>	<u>148</u>
Total Department of the City Manager	<u>14,876</u>	<u>16,925</u>	<u>16,032</u>	<u>893</u>
Citizen's Complaint Authority & Internal Audit				
Personal Services	784	848	833	15
Non Personal Services	55	56	44	12
Total Citizen's Complaint Authority & Internal Audit	<u>839</u>	<u>904</u>	<u>877</u>	<u>27</u>
Department of Law				
Personal Services	5,305	5,558	4,984	574
Non Personal Services	694	699	665	34
Total Department of Law	<u>5,999</u>	<u>6,257</u>	<u>5,649</u>	<u>608</u>
Department of Human Resources				
Personal Services	1,634	1,622	1,488	134
Non Personal Services	278	324	228	96
Total Department of Human Resources	<u>1,912</u>	<u>1,946</u>	<u>1,716</u>	<u>230</u>
Department of Finance				
Office of the Director				
Personal Services	342	347	314	33
Non Personal Services	19	20	12	8
Capital Outlay	-	-	-	-
Total Office of the Director	<u>361</u>	<u>367</u>	<u>326</u>	<u>41</u>
Division of Accounts and Audits				
Personal Services	1,277	1,372	1,302	70
Non Personal Services	65	75	72	3
Total Division of Accounts and Audits	<u>1,342</u>	<u>1,447</u>	<u>1,374</u>	<u>73</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 June 30, 2014
 (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	\$ 557	\$ 635	\$ 548	\$ 87
Non Personal Services	394	393	378	15
Total Division of Treasury	<u>951</u>	<u>1,028</u>	<u>926</u>	<u>102</u>
Division of Risk Management				
Non Personal Services	138	138	131	7
Total Division of Risk Management	<u>138</u>	<u>138</u>	<u>131</u>	<u>7</u>
Division of Income Tax				
Personal Services	2,857	2,547	2,469	78
Non Personal Services	575	576	440	136
Total Division of Income Tax	<u>3,432</u>	<u>3,123</u>	<u>2,909</u>	<u>214</u>
Division of Purchasing				
Personal Services	807	802	700	102
Non Personal Services	117	120	116	4
Total Division of Purchasing	<u>924</u>	<u>922</u>	<u>816</u>	<u>106</u>
Total Department of Finance	7,148	7,025	6,482	543
Department of Trade and Development				
Office of the Director				
Personal Services	692	700	522	178
Non Personal Services	1,869	2,511	2,508	3
Total Office of the Director	<u>2,561</u>	<u>3,211</u>	<u>3,030</u>	<u>181</u>
Division of Housing Development				
Personal Services	100	97	97	-
Non Personal Services	27	457	456	1
Total Division of Housing Development	<u>127</u>	<u>554</u>	<u>553</u>	<u>1</u>
Division of Community Development				
Personal Services	430	455	443	12
Non Personal Services	464	641	637	4
Capital	-	-	-	-
Total Division of Trade and Development	<u>894</u>	<u>1,096</u>	<u>1,080</u>	<u>16</u>
Division of New Construction & Existing Building Standards				
Personal Services	1,917	1,972	1,966	6
Non Personal Services	150	153	127	26
Capital	-	-	-	-
Total Division of New Construction & Existing Building Standards	<u>2,067</u>	<u>2,125</u>	<u>2,093</u>	<u>32</u>
Total Department of Community Development	5,649	6,986	6,756	230
Department of Planning and Buildings				
Division of City Planning				
Personal Services	613	624	611	13
Non Personal Services	54	57	55	2
Total Division of City Planning	<u>667</u>	<u>681</u>	<u>666</u>	<u>15</u>
Division of Licenses and Permits				
Personal Services	4,847	4,567	4,245	322
Non Personal Services	428	821	808	13
Debt Service	71	71	60	11
Total Division of Licenses and Permits	<u>5,346</u>	<u>5,459</u>	<u>5,113</u>	<u>346</u>
Total Department of Planning and Buildings	6,013	6,140	5,779	361
Department of Public Recreation				
West Region Division				
Personal Services	2,215	2,262	2,245	17
Non Personal Services	456	505	505	-
Debt Service	130	130	113	17
Total West Region Division	<u>2,801</u>	<u>2,897</u>	<u>2,863</u>	<u>34</u>
East Region Division				
Personal Services	1,592	1,715	1,708	7
Non Personal Services	404	444	436	8
Debt Service	118	118	103	15
Total East Region Division	<u>2,114</u>	<u>2,277</u>	<u>2,247</u>	<u>30</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 June 30, 2014
(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	\$ 2,221	\$ 2,265	\$ 2,230	\$ 35
Non Personal Services	442	472	472	-
Debt Service	130	130	113	17
Total Central Region Division	<u>2,793</u>	<u>2,867</u>	<u>2,815</u>	<u>52</u>
Maintenance Division				
Personal Services	2,833	2,605	2,420	185
Non Personal Services	1,308	1,475	1,475	-
Total Maintenance Division	<u>4,141</u>	<u>4,080</u>	<u>3,895</u>	<u>185</u>
Division of Athletics				
Personal Services	2,309	2,470	2,470	-
Non Personal Services	360	361	361	-
Total Division of Athletics	<u>2,669</u>	<u>2,831</u>	<u>2,831</u>	<u>-</u>
Division of Administration				
Personal Services	1,352	1,520	1,512	8
Non Personal Services	203	257	257	-
Capital Outlay	25	25	25	-
Total Division of Administration	<u>1,580</u>	<u>1,802</u>	<u>1,794</u>	<u>8</u>
Total Department of Public Recreation	<u>16,098</u>	<u>16,754</u>	<u>16,445</u>	<u>309</u>
Department of Parks				
Office of the Director				
Personal Services	230	238	238	-
Non Personal Services	1	1	1	-
Total Office of the Director	<u>231</u>	<u>239</u>	<u>239</u>	<u>-</u>
Division of Operations and Facilities				
Personal Services	3,276	3,404	3,402	2
Non Personal Services	2,095	2,171	2,171	-
Total Division of Operations and Facilities	<u>5,371</u>	<u>5,575</u>	<u>5,573</u>	<u>2</u>
Division of Administration and Program Services				
Personal Services	891	1,309	1,309	-
Non Personal Services	804	823	823	-
Total Division of Administration and Program Services	<u>1,695</u>	<u>2,132</u>	<u>2,132</u>	<u>-</u>
Total Department of Parks	<u>7,297</u>	<u>7,946</u>	<u>7,944</u>	<u>2</u>
Department of Police				
Division of Police				
Personal Services	112,635	111,547	110,494	1,053
Non Personal Services	12,460	13,630	13,045	585
Capital Outlay	-	-	-	-
Debt Service	74	74	62	12
Total Division of Police	<u>125,169</u>	<u>125,251</u>	<u>123,601</u>	<u>1,650</u>
Total Department of Police	<u>125,169</u>	<u>125,251</u>	<u>123,601</u>	<u>1,650</u>
Department of Fire				
Personal Services	86,423	86,688	86,001	687
Non Personal Services	8,511	8,678	8,580	98
Capital Outlay	142	142	141	1
Debt Service	78	78	65	13
Total Department of Fire	<u>95,154</u>	<u>95,586</u>	<u>94,787</u>	<u>799</u>
Department of Transportation and Engineering				
Office of the Director				
Personal Services	481	536	532	4
Non Personal Services	73	137	88	49
Total Office of the Director	<u>554</u>	<u>673</u>	<u>620</u>	<u>53</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 June 30, 2014
(Amounts in Thousands)

General Fund (Continued)	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Expenditures				
Department of Transportation and Engineering (Continued)				
Division of Transportation Planning				
Personal Services	\$ 44	\$ 68	\$ 65	\$ 3
Non Personal Services	21	21	16	5
Total Division of Transportation Planning	<u>65</u>	<u>89</u>	<u>81</u>	<u>8</u>
Division of Engineering				
Personal Services	276	345	336	9
Non Personal Services	50	50	47	3
Total Division of Engineering	<u>326</u>	<u>395</u>	<u>383</u>	<u>12</u>
Division of Traffic Engineering				
Personal Services	156	125	70	55
Non Personal Services	2,029	2,494	2,467	27
Capital Outlay	-	-	-	-
Total Division of Traffic Engineering	<u>2,185</u>	<u>2,619</u>	<u>2,537</u>	<u>82</u>
Total Department of Transportation and Engineering	<u>3,130</u>	<u>3,776</u>	<u>3,621</u>	<u>155</u>
Department of Public Services				
Office of the Director				
Personal Services	742	816	721	95
Non Personal Services	85	87	75	12
Total Office of the Director	<u>827</u>	<u>903</u>	<u>796</u>	<u>107</u>
Division of Traffic and Road Operations				
Personal Services	399	732	732	-
Non Personal Services	374	1,929	1,929	-
Total Traffic and Road Operations	<u>773</u>	<u>2,661</u>	<u>2,661</u>	<u>-</u>
Neighborhood Operations Division				
Personal Services	7,965	7,653	6,969	684
Non Personal Services	6,056	7,012	6,960	52
Capital Outlay	-	-	-	-
Debt Service	77	77	65	12
Total Neighborhood Operations Division	<u>14,098</u>	<u>14,742</u>	<u>13,994</u>	<u>748</u>
Division of City Facility Management				
Personal Services	84	85	78	7
Non Personal Services	2,328	2,897	2,897	-
Debt Service	151	151	126	25
Total City Facility Management	<u>2,563</u>	<u>3,133</u>	<u>3,101</u>	<u>32</u>
Division of Fleet Services				
Personal Services	137	130	89	41
Non Personal Services	0	1	0	1
Total Fleet Services	<u>137</u>	<u>131</u>	<u>89</u>	<u>42</u>
Total Department of Public Services	<u>18,398</u>	<u>21,570</u>	<u>20,641</u>	<u>929</u>
Department of Public Health				
Office of the Commissioner				
Personal Services	1,547	1,727	1,727	-
Non Personal Services	180	204	203	1
Capital Outlay	-	3	3	-
Total Office of the Commissioner	<u>1,727</u>	<u>1,934</u>	<u>1,933</u>	<u>1</u>
Office of Technical Resources				
Personal Services	1,620	1,803	1,796	7
Non Personal Services	547	623	619	4
Debt Service	120	120	104	16
Total Office of Technical Resources	<u>2,287</u>	<u>2,546</u>	<u>2,519</u>	<u>27</u>
Office of Community Health Services				
Personal Services	3,298	3,669	3,663	6
Non Personal Services	412	414	413	1
Total Office of Community Health Services	<u>3,710</u>	<u>4,083</u>	<u>4,076</u>	<u>7</u>
Division of Primary Care - Special Services				
Personal Services	2,772	2,576	2,573	3
Non Personal Services	7	147	146	1
Total Division of Primary Care - Special Services	<u>2,779</u>	<u>2,723</u>	<u>2,719</u>	<u>4</u>
Division of Primary Care - Health Centers				
Personal Services	7,471	8,256	8,157	99
Non Personal Services	923	923	923	-
Total Division of Primary Care - Health Centers	<u>8,394</u>	<u>9,179</u>	<u>9,080</u>	<u>99</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 June 30, 2014
(Amounts in Thousands)

General Fund (Continued)	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Expenditures				
Department of Public Health (Continued)				
Division of School and Adolescent Health				
Personal Services	\$ 808	\$ 833	\$ 833	\$ -
Non Personal Services	5	48	47	1
Total Division of School and Adolescent Health	<u>813</u>	<u>881</u>	<u>880</u>	<u>1</u>
Total Department of Public Health	19,710	21,346	21,207	139
Nondepartmental Accounts				
Pension				
Contributions to City Pension System	2,174	2,303	2,303	-
Contributions to State Pension System	-	-	-	-
Contributions to Police Pension System	1,306	1,306	1,261	45
Contributions to Fire Pension System	1,360	1,360	1,312	48
Employee Benefits				
Public Employee Assistance	271	271	267	4
Workers' Compensation Insurance	3,345	3,345	3,345	-
Police Officers and Firefighters' Insurance	300	300	280	20
State Unemployment Compensation	500	500	446	54
Lump Sum Payments	500	1,000	904	96
Life Insurance	-	-	-	-
City Council Benefits	-	-	-	-
Professional Services and Legal Fees				
Judgments Against the City	900	900	900	-
Audit and Examiners' Fees	400	400	391	9
Hamilton County Treasurer's and Auditor's Fees	600	600	526	74
County Clerk Fees	350	350	350	-
Election Expense	525	607	607	-
Miscellaneous Accounts				
Enterprise Software and Licenses	2,967	2,968	2,968	-
Memberships and Publications	213	213	191	22
Mayor's Office Obligations	80	120	113	7
Manager's Office Obligations	100	127	48	79
Downtown Special Improvement District	112	112	47	65
Cincinnati Public Schools	5,000	5,000	5,000	-
Port Authority of Greater Cincinnati	593	593	593	-
Property Investment Reimbursement Agreements	2,500	2,500	2,500	-
Reserve for Contingencies	375	18	-	18
Total Nondepartmental Accounts	<u>24,471</u>	<u>24,893</u>	<u>24,352</u>	<u>541</u>
Total Expenditures	<u>360,378</u>	<u>372,068</u>	<u>364,310</u>	<u>7,758</u>
Excess (deficiency) of revenues over expenditures	(13,122)	(21,690)	(8,485)	13,205
Other Financing Sources (Uses)				
Transfers In	97	68	68	
Transfers (Out)	<u>(3,823)</u>	<u>(3,075)</u>	<u>(3,075)</u>	
Total Other Financing Sources (Uses)	<u>(3,726)</u>	<u>(3,007)</u>	<u>(3,007)</u>	<u>-</u>
Excess (Deficiency) of Revenue over (under) Expenditures and Other Financing Sources (Uses)	(16,848)	(24,697)	(11,492)	13,205
Cancellation of Prior Years Encumbrances	1,802	1,802	2,400	598
Fund balances - beginning	34,423	34,423	34,423	
Fund balances - ending	<u>\$ 19,377</u>	<u>\$ 11,528</u>	<u>\$ 25,331</u>	<u>\$ 13,803</u>

City of Cincinnati, Ohio
Statement of Revenue, Expenditures and Changes in Fund Balance
For the fiscal year ended June 30, 2014
(Amounts in Thousands)

GENERAL FUND

Revenue

Taxes

Real Property	\$ 24,544
Personal Property	7
City Income Tax	254,413
Admissions	5,278
Total Taxes	<u>284,242</u>

Payment in Lieu of Taxes 104

Licenses and Permits

Street Use	4,796
Police and Protective	35
Beer and Liquor	535
Business and Merchandising	1,857
Amusements	82
Professional and Occupational	123
Buildings, Structures and Equipment	5,254
Total Licenses and Permits	<u>12,682</u>

Use of Money and Property

Fines, Forfeits and Penalties	4,086
Income from Treasury Investments	5,109
Rents	29
General Concessions and Commissions	8
Total Use of Money and Property	<u>9,232</u>

Intergovernmental Revenue

Proportionately shared State Taxes

Local Government Fund - Sales, Franchise, State Income Tax	13,002
State Income Tax - Real Property Tax Reduction	2,284
Estate Tax	4,127
Casino Tax - County Share	4,845
Casino Tax - Host City Share	3,500
Payments from Other Governmental Units	3
Revenues from Private Sources	79
Total Intergovernmental Revenue	<u>27,840</u>

(Continued)

City of Cincinnati, Ohio
Statement of Revenue, Expenditures and Changes in Fund Balance
For the fiscal year ended June 30, 2014
(Amounts in Thousands)

GENERAL FUND
(Continued)

Charges for Services		
General Government	\$	6,425
Public Recreation		1
Planning and Buildings		
Other Inspection Certificates		1,578
Elevator Certificates		558
Public Safety		
Police and Communication Charges		426
Impounded Vehicle Fees		1,405
Protective Inspection Fees		200
Protective Service - Burglary Alarm		357
Emergency Transportation Service		6,845
Other Public Safety Charges		115
Public Services		2,187
Public Health		
Vital Statistics		545
Clinic Fees		106
Total Charges for Current Services		20,748
Miscellaneous		1,826
Total Revenues		356,674

Expenditures

City Council	1,944
Office of the Clerk of Council	688
Office of the Mayor	631
Department of the City Manager	
Office of the City Manager	3,573
Division of Budget and Evaluation	1,045
Emergency Communications Center	8,823
Division of Environmental Management	3,134
Division of Economic Development	86
Total Department of City Manager	16,661
Citizen's Complaint Authority	965

(Continued)

City of Cincinnati, Ohio
Statement of Revenue, Expenditures and Changes in Fund Balance
For the fiscal year ended June 30, 2014
(Amounts in Thousands)

GENERAL FUND

(Continued)

Expenditures

Department of Law	\$ 5,844
Department of Human Resources	1,784
Department of Finance	
Office of the Director	339
Division of Accounts and Audits	1,502
Division of Treasury	927
Division of Risk Management	136
Division of Income Tax	2,895
Division of Purchasing	834
Total Department of Finance	6,633
Department of City Planning and Buildings	
Office of the Director	681
Division of Licenses and Permits	5,256
Total Department of City Planning and Buildings	5,937
Department of Community Development	
Office of the Director	2,869
Division of Housing Development	535
Division of Community Development	1,045
Division of New Construction & Existing Building Standards	2,158
Total Department of Community Development	6,607
Department of Public Recreation	
Division of Community Activities - West Region Division	2,923
Division of Community Activities - East Region Division	2,258
Division of Community Activities - Central Region Division	2,884
Division of Community Activities - Maintenance Division	3,673
Division of Athletics	2,909
Division of Administration	1,785
Total Department of Public Recreation	16,432
Department of Parks Administration and Program Services	
Office of the Director	263
Division of Operations and Facility Management	5,179
Division of Planning, Design and Development	2,175
Total Department of Parks Administration and Program Services	7,617

(Continued)

City of Cincinnati, Ohio
Statement of Revenue, Expenditures and Changes in Fund Balance
For the fiscal year ended June 30, 2014
(Amounts in Thousands)

GENERAL FUND

(Continued)

Expenditures

Department of Police	
Division of Police	\$ 123,783
Department of Fire	95,501
Department of Transportation and Engineering	
Office of the Director	664
Division of Engineering	384
Division of Transportation Planning	40
Division of Traffic Engineering	2,691
Total Department of Transportation and Engineering	3,779
Department of Public Services	
Office of the Director	852
Division of Traffic and Road Operations	4,188
Division of Neighborhood Operations	13,259
Division of City Facility Management	2,600
Total Department of Public Services	20,899
Department of Regional Computer Center	5,296
Department of Enterprise Services	
Division of Fleet Services	92
Total Department of Enterprise	92
Department of Public Health	
Office of the Commissioner	2,139
Division of Technical Resources	2,418
Division of Community Health Services	4,180
Division of Primary Care - Programs	2,806
Division of Primary Care - Health Centers	9,416
Division of Primary Care - Other	904
Total Department of Public Health	21,863

(Continued)

City of Cincinnati, Ohio
Statement of Revenue, Expenditures and Changes in Fund Balance
For the fiscal year ended June 30, 2014
(Amounts in Thousands)

GENERAL FUND
(Continued)
Expenditures

Nondepartmental Accounts	
Judgments Against the City	\$ 2,046
Enterprise Software Licenses	2,706
County Fees	892
Election Expense	607
Mayor's Office Obligations	90
Cincinnati Manager's Office Obligations	51
Professional Memberships and Publications	181
Downtown Special Improvement Districts	47
Cincinnati Public Schools	5,000
Audit Fees	425
Port Authority of Greater Cincinnati	593
Property Investment Reimbursement Agreements	1,106
Total Nondepartmental Accounts	<u>13,744</u>
Total Expenditures	356,700
Excess (Deficiency) of revenues over expenditures	(26)
Other Financing Sources(Uses)	
Transfers In	1,715
Transfers (Out)	<u>(6,502)</u>
Total Other Financing Sources (Uses)	(4,787)
Net change in Fund Balance	(4,813)
Fund balances, July 1	<u>86,308</u>
Fund balances, June 30	<u><u>\$ 81,495</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 June 30, 2014
(Amounts in Thousands)

Capital Project Funds	Budget	Actual	Variance with Final Budget Positive (Negative)
Revenue			
Taxes	\$ 24,356	\$ 24,356	\$ -
Use of Money and Property	1,620	1,620	-
Special Assessments	203	203	-
Intergovernmental Revenue	1,353	1,353	-
Federal Grants	20,744	20,744	-
State Grants and Subsidies	7,307	7,307	-
Miscellaneous	6,510	6,510	-
Total Revenues	62,093	62,093	-
Capital Outlay Expenditures			
Enterprise Technology Services	977	977	-
Department of the City Manager			
Office of the City Manager	587	587	-
Division of Budget and Evaluation	3	3	-
Division of Emergency Communications	485	485	-
Office of Environment Sustainability	667	667	-
Division of Economic Development	14,877	14,877	-
Total Department of the City Manager	16,619	16,619	-
Department of Finance			
Division of Accounts and Audits	41	41	-
Total Department of Finance	41	41	-
Department of Community Development			
Division of Housing Development	10,665	10,665	-
Division of Community Development	4,470	4,470	-
Division of New Construction and Building Standards	4,828	4,828	-
Total Department of Community Development	19,963	19,963	-
Department of City Planning and Buildings			
Division of City Planning	602	602	-
Total Department of City Planning and Buildings	602	602	-
Department of Public Recreation			
Division of Support Services	5,435	5,435	-
Total Department of Public Recreation	5,435	5,435	-
Department of Parks			
Division of Administration and Program Services	4,130	4,130	-
Total Department of Parks	4,130	4,130	-
Department of Police			
	226	226	-
Department of Fire			
	1,186	1,186	-
Department of Transportation and Engineering			
Office of the Director	84	84	-
Division of Transportation Planning	29,907	29,907	-
Division of Engineering	62,050	62,050	-
Division of Aviation	285	285	-
Division of Traffic Engineering	2,025	2,025	-
Total Department of Transportation and Engineering	94,351	94,351	-
Department of Enterprise Services			
Division of Convention Center	799	799	-
Division of Parking Facilities	2,442	2,442	-
Total Department of Enterprise Services	3,241	3,241	-
Department of Public Services			
Division of Traffic and Road Operations	203	203	-
Neighborhood Operations Division	3,820	3,820	-
Division of City Facility Management	7,147	7,147	-
Total Department of Public Services	11,170	11,170	-

(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 June 30, 2014
(Amounts in Thousands)

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Capital Project Funds (Continued)			
Capital Outlay Expenditures			
Department of Public Health			
Office of the Commissioner	\$ 344	\$ 344	\$ -
Total Department of Public Health	344	344	-
Department of Stormwater Management			
Office of the Director	1,116	1,116	-
Total Department of Stormwater Management	1,116	1,116	-
Motorized Equipment	3,170	3,170	-
Total Capital Outlay Expenditures	162,571	162,571	-
Other Expenditures			
Department of City Manager			
Office of Environmental Sustainability			
Non Personal Services	3	3	-
Department of Law			
Non Personal Services	1	1	-
Department of Finance			
Division of Accounts and Audits			
Non Personal Services	532	532	-
Debt Service	19,360	19,360	-
Department of Parks			
Division of Operations and Facility Management			
Non Personal Services	419	419	-
Department of Transportation and Engineering			
Division of Engineering			
Personal Services	10	10	-
Debt Service	2,870	2,870	-
Total Other Expenditures	23,195	23,195	-
Total Expenditures	185,766	185,766	-
Excess (deficiency) of revenues over expenditures	(123,673)	(123,673)	-
Other Financing Sources (Uses)			
Bond Proceeds	119,342	119,342	-
Transfers In	154,794	154,794	-
Transfers (Out)	(150,301)	(150,301)	-
Total Other Financing Sources (Uses)	123,835	123,835	-
Net Change in Fund Balance	162	162	-
Fund balances - beginning	230,754	230,754	-
Fund balances - ending	<u>\$ 230,916</u>	<u>\$ 230,916</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 June 30, 2014
(Amounts in Thousands)

Debt Service Fund	Budget	Actual	Variance with Final Budget Positive (Negative)
Revenue			
Taxes	\$ 39,050	\$ 39,765	\$ 715
Use of Money and Property	21,868	21,804	(64)
Intergovernmental Revenue	6,984	8,167	1,183
Miscellaneous Revenue	3,180	3,079	(101)
Total Revenues	<u>71,082</u>	<u>72,815</u>	<u>1,733</u>
Expenditures			
Department of the City Manager			
Division of Economic Development			
Debt Service	783	783	-
Total Division of Economic Development	<u>783</u>	<u>783</u>	<u>-</u>
Total Department of the City Manager	783	783	-
Department of Finance			
Office of the Director			
Personal Services	82	77	5
Division of Accounts and Audits			
Personal Services	111	111	-
Non Personal Services	340	340	-
Debt Service Payments	4,000	4,000	-
Total Division of Accounts and Audits	<u>4,451</u>	<u>4,451</u>	<u>-</u>
Division of Treasury			
Personal Services	292	229	63
Non Personal Services	2,361	1,689	672
Debt Service	125,050	125,510	(460)
Total Division of Treasury	<u>127,703</u>	<u>127,428</u>	<u>275</u>
Total Department of Finance	132,236	131,956	280
Department of Community Development and Planning			
Division of Housing Development			
Non Personal Services	3	3	-
Debt Service	1,116	1,116	-
Total Division of Housing Development	<u>1,119</u>	<u>1,119</u>	<u>-</u>
Total Department of Community Development and Planning	1,119	1,119	-
Non Departmental Accounts			
Workers' Compensation Insurance	5	5	-
Non Departmental - Debt Service Payments			
Non Personal Services	2	2	-
Debt Service	4,045	4,045	-
Total Non-Departmental - Debt Service Payments	<u>4,047</u>	<u>4,047</u>	<u>-</u>
Total Expenditures	<u>138,190</u>	<u>137,910</u>	<u>280</u>
Excess (deficiency) of revenues over expenditures	(67,108)	(65,095)	2,013
Other Financing Sources (Uses)			
General Obligation Bond Proceeds	67,074	67,074	-
Bond Premiums	11,395	11,395	-
Build America Bonds Subsidy	1,677	198	(1,479)
Operating Transfers In	35,666	35,666	-
Operating Transfers (Out)	<u>(32,531)</u>	<u>(32,531)</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>83,281</u>	<u>81,802</u>	<u>(1,479)</u>
Net Change in Fund Balance	16,173	16,707	534
Cancellation of Prior Years Encumbrances	9	9	
Fund balances - beginning	89,148	89,148	
Fund balances - ending	<u>\$ 105,330</u>	<u>\$ 105,864</u>	<u>\$ 534</u>

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.

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
 June 30, 2014
 (Amounts in Thousands)

	Special Revenue Funds						
	Tax Increment Financing Funds	Health Services	Street Construction Maintenance and Repair	Income Tax Infrastructure	Income Tax Transit	Motor Vehicle License	Special Recreation
ASSETS							
Cash and Equivalents	\$ 24,118	\$ 1,103	\$ 3,307	\$ 8,150	\$ 9,978	\$ 976	\$ 163
Equity in City Treasury Cash Investments	4,666						4,521
Receivables:							
Taxes		596	10	1,550	4,649	18	33
Accounts, Net	33,114			118			
Special Assessments					16		13
Accrued Interest				982	1,076	138	489
Due from Other Funds	2,591	120	552				269
Due from Other Governments			1,490				2
Inventory				134		12	6
Advances to Other Funds	4,000		496				
Total Assets	\$ 68,489	\$ 1,819	\$ 5,855	\$ 10,934	\$ 15,719	\$ 1,144	\$ 5,221
							\$ 2,804
LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES							
Liabilities:							
Accounts Payable	\$ 4,579	\$ 267	\$ 67	\$ 125	\$ 54	\$ 38	\$ 77
Due to Other Funds		80	114	61		27	4
Due to Fiduciary Funds		20	42	100		10	7
Accrued Payroll		169	338	695		79	217
Accrued Liabilities	3,997	3	5	18		1	5
Deposits Payable			6	3			
Estimated Liability for Unpaid Claims			11				15
Total Liabilities	8,576	539	583	1,002	54	155	325
							19
DEFERRED INFLOWS OF RESOURCES							
Revenues Levied for the next year and Unavailable Revenue	33,408			313	950		9
Fund Balances:							
Nonspendable				134		12	
Restricted	26,505		5,272	9,485	14,715	977	2,293
Committed		1,280					4,887
Unassigned							
Total Fund Balances	26,505	1,280	5,272	9,619	14,715	989	2,781
Total Liabilities, Deferred Inflows and Fund Balances	\$ 68,489	\$ 1,819	\$ 5,855	\$ 10,934	\$ 15,719	\$ 1,144	\$ 5,221
							\$ 2,804

CITY OF CINCINNATI, OHIO
 Combining Balance Sheet
 Nonmajor Governmental Funds
 June 30, 2014
 (Amounts in Thousands)

	Special Revenue Funds							Betman Nature Center
	Parks	Safety	Health	Cincinnati Blue Ash Airport	Community Development	Department of Labor Grants	Other	
ASSETS								
Cash and Equivalents	\$ 4,774						\$ 538	\$ 23
Equity in City Treasury Cash	5,662	\$ 8,659	\$ 1,899	\$ 82	\$ 121	\$ 14	\$ 6,271	1,707
Investments	941							
Receivables:								
Taxes								
Accounts, Net	1	1,306	340		9,670		164	18,788
Special Assessments								
Accrued Interest	14	2						
Due from Other Funds	612	931	205	9	20	2	725	1,409
Due from Other Governments		1,637	331		1,222		1,409	100
Inventory			75					
Advances to Other Funds								
Total Assets	\$ 12,004	\$ 12,535	\$ 2,850	\$ 91	\$ 11,033	\$ 16	\$ 27,995	\$ 1,730
LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES								
Liabilities:								
Accounts Payable	\$ 35	\$ 845	\$ 874	\$	\$ 1,139	\$	\$ 1,977	\$
Due to Other Funds	4	556	27		11		13	
Due to Fiduciary Funds	3	9	44		13		4	
Accrued Payroll	41	67	386		69		58	
Accrued Liabilities	1	1	9		175		347	
Deposits Payable		2,743					19	
Estimated Liability for Unpaid Claims	14						145	
Total Liabilities	\$ 98	\$ 4,221	\$ 1,340		\$ 1,407		\$ 2,563	
Deferred Inflows of Resources								
Revenues Levied for the next year and Unavailable Revenue	10	657	132		9,822		19,212	
Fund Balances:								
Nonspendable			75				55	
Restricted	5,857	7,311	1,399	91		16	2,720	1,730
Committed	6,039	233	179				4,112	
Unassigned		113	(275)		(196)		(667)	
Total Fund Balances	11,896	7,657	1,378	91	(196)	16	6,220	1,730
Total Liabilities, Deferred Inflows and Fund Balances	\$ 12,004	\$ 12,535	\$ 2,850	\$ 91	\$ 11,033	\$ 16	\$ 27,995	\$ 1,730

CITY OF CINCINNATI, OHIO
 Combining Balance Sheet
 Nonmajor Governmental Funds
 June 30, 2014
 (Amounts in Thousands)

	Permanent Funds										Total
	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	Nonmajor Governmental Funds		
ASSETS											
Cash and Equivalents	\$ 35	\$ 46	\$ 111	\$ 116	\$ 12	\$ 82	\$ 584	\$ 246	\$ 5,764		
Equity in City Treasury Cash Investments, at Fair Value	586			198	935			7,134	78,325		
Receivables:									16,167		
Taxes											
Accounts, Net									6,199		
Special Assessments									35,700		
Accrued Interest									28,458		
Due from Other Funds	4	5	12	13		9	2		53		
Due from Other Governments							63		8,827		
Inventory									6,097		
Advances to Other Funds									321		
Total Assets	\$ 625	\$ 51	\$ 123	\$ 327	\$ 947	\$ 91	\$ 649	\$ 7,380	\$ 190,432		
LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES											
Liabilities:											
Accounts Payable	\$	\$	\$	\$	\$	\$	\$	\$	\$	10,042	
Due to Other Funds									951		
Due to Fiduciary Funds									252		
Accrued Payroll									2,119		
Accrued Liabilities									4,562		
Deposits Payable									2,771		
Estimated Liability for Unpaid Claims									185		
Total Liabilities										20,882	
DEFERRED INFLOWS OF RESOURCES											
Revenues Levied for the next year and Unavailable Revenue							1		64,518		
Fund Balances:											
Nonspendable	617	51	123	320	225	50	502	672	2,713		
Restricted	8			7	722	41	146	6,708	86,126		
Committed									17,218		
Unassigned									(1,025)		
Total Fund Balances	625	51	123	327	947	91	648	7,380	105,032		
Total Liabilities, Deferred Inflows and Fund Balances	\$ 625	\$ 51	\$ 123	\$ 327	\$ 947	\$ 91	\$ 649	\$ 7,380	\$ 190,432		

CITY OF CINCINNATI, OHIO
Combining Statement of Revenue, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the fiscal year ended June 30, 2014
(Amounts in Thousands)

	Tax Increment Financing Funds	Special Revenue Funds										
		Health Services	Street Construction Maintenance and Repair	Income Tax Infrastructure	Income Tax Transit	Motor Vehicle License	Special Recreation	Recreation				
REVENUES												
Taxes				\$ 16,414	\$ 49,241							
Licenses and Permits												
Use of Money and Property	2				96						\$ 742	\$ 36
Special Assessments												
Intergovernmental Revenue												
Federal Grants	234		\$ 9,478					\$ 2,322			97	359
State Grants and Subsidies		\$ 5,891	167	16				21			3,640	212
Charges for Current Services	29,193			59							4	16
Miscellaneous	29,429	5,891	9,645	16,489	49,337			2,343			4,483	623
Total Revenues												
EXPENDITURES												
Current:												
General Government	14,081	106		2,841	437			107			190	
Community Development	582											
Parks and Recreation			387	2,694	23						3,352	575
Public Safety												
Transportation and Engineering				5,087	62							
Public Services				5,675	48,875			2,609				
Transit System												
Public Health		5,356										
Employee Benefits												
Capital Outlay	1,426											
Debt Service Principal	4,355											
Debt Service Interest	5,714											
Total Expenditures	26,158	5,462	8,950	16,305	49,397			2,716			3,542	575
Excess (Deficiency) of Revenues over (under) Expenditures	3,271	429	695	184	(60)			(373)			941	48
OTHER FINANCING SOURCES (USES)												
Transfers In												
Transfers (Out)	(1,853)				1						14	14
Total Other Financing Sources (Uses)	(1,853)				(99)						14	14
Net Change in Fund Balances	1,418	429	695	184	(159)			(373)			955	62
Fund Balances, July 1	25,087	851	4,577	9,435	14,874			1,362			3,932	2,719
Fund Balances, June 30	\$ 26,505	\$ 1,280	\$ 5,272	\$ 9,619	\$ 14,715			\$ 989		\$ 4,887	\$ 2,781	

CITY OF CINCINNATI, OHIO
Combining Statement of Revenue, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the fiscal year ended June 30, 2014
(Amounts in Thousands)

	Special Revenue Funds							Bettman Nature Center
	Parks	Safety	Health	Cincinnati Blue Ash Airport	Community Development	Department of Labor Grants	Other	
REVENUES								
Taxes	\$	\$	\$	\$	\$	\$	\$	\$
Licenses and Permits		121	1,231				2,705	7
Use of Money and Property	3,475	16		3	1,325		2,086	268
Special Assessments			2		156		5,763	
Intergovernmental Revenue		4,441	1,350					
Federal Grants		12,036	7,510		20,448		8,633	
State Grants and Subsidies	4	(99)	1,075				803	
Charges for Current Services	992	2,186	6,424		77		280	
Miscellaneous	720		3		59		669	
Total Revenues	5,191	18,701	17,595	3	22,065		20,946	268
EXPENDITURES								
Current:								
General Government		5,275	154		1,413		5,459	
Community Development					1,907		3,829	
Parks and Recreation	2,362						2,039	11
Public Safety		10,164			9		101	
Transportation and Engineering							278	
Public Services					67		2,761	
Transit System							2	
Public Health			17,245					
Employee Benefits								
Capital Outlay		2,526			18,143		6,945	
Debt Service Principal					290			
Debt Service Interest					273			
Total Expenditures	2,362	17,965	17,399		22,102		21,414	11
Excess (Deficiency) of Revenues over (under) Expenditures	2,829	736	196	3	(37)		(468)	257
OTHER FINANCING SOURCES (USES)								
Transfers In	138				7		296	
Transfers (Out)		(30)			(1)			(31)
Total Other Financing Sources (Uses)	138	(30)			6		296	(31)
Net Change in Fund Balances	2,967	706	196	3	(31)		(172)	226
Fund Balances, July 1	8,929	6,951	1,182	88	(165)	16	6,392	1,504
Fund Balances, June 30	11,896	7,657	1,378	91	(196)	16	6,220	1,730

CITY OF CINCINNATI, OHIO
Combining Statement of Revenue, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the fiscal year ended June 30, 2014
(Amounts in Thousands)

	Permanent Funds										Total Nonmajor Governmental Funds
	Grosbeck 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	83	1	2	17	118	1	9	1,138			\$ 68,360
Special Assessments											1,359
Intergovernmental Revenue											9,418
Federal Grants											5,921
State Grants and Subsidies											17,825
Charges for Current Services											49,083
Miscellaneous											1,995
Total Revenues	83	1	2	17	118	1	9	1,138			\$ 30,707
EXPENDITURES											
Current:											
General Government											30,063
Community Development											6,318
Parks and Recreation					10			49			11,502
Public Safety											10,274
Transportation and Engineering											5,427
Public Services											19,670
Transit System											48,877
Public Health											22,601
Employee Benefits											
Capital Outlay											29,053
Debt Service Principal											4,645
Debt Service Interest											5,987
Total Expenditures					10			49			194,417
Excess (Deficiency) of Revenues over Expenditures	83	1	2	17	108	1	9	1,089			\$ 9,961
OTHER FINANCING SOURCES (USES)											
Transfers In											470
Transfers (Out)	(18)			(7)	(14)			(81)			(2,135)
Total Other Financing Sources (Uses)	(18)			(7)	(14)			(81)			(1,665)
Net Change in Fund Balances	65	1	2	10	94	1	9	1,008			8,296
Fund Balances, July 1	560	50	121	317	853	90	639	6,372			96,736
Fund Balances, June 30	625	51	123	327	947	91	648	7,380			\$ 105,032

CITY OF CINCINNATI, OHIO
Schedule of Revenue, Expenditures and Changes in Fund Balance
Budget(Non-GAAP Budgetary Basis) and Actual
For the year ended June 30, 2014
(Amounts in Thousands)

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Tax Increment Financing Funds			
Revenue			
Intergovernmental Revenue	\$ 232	\$ 232	\$ -
Use of Money and Property	1	1	-
Miscellaneous Revenue	29,195	29,195	-
Total Revenues	<u>29,428</u>	<u>29,428</u>	<u>-</u>
Expenditures			
Department of the City Manager			
Office of Economic Development			
Capital Outlay	2,676	2,676	-
Total Office of Economic Development	<u>2,676</u>	<u>2,676</u>	<u>-</u>
Total Department of the City Manager	2,676	2,676	-
Department of Finance			
Division of Accounts and Audits			
Non Personal Services	12,814	12,814	-
Debt Service	9,054	9,054	-
Total Department of Finance	<u>21,868</u>	<u>21,868</u>	<u>-</u>
Department of the Trade and Community Development			
Office of Housing Development			
Non Personal Services	1,154	1,154	-
Total Office of Housing Development	<u>1,154</u>	<u>1,154</u>	<u>-</u>
Total Department of Trade and Community Development	1,154	1,154	-
Total Expenditures	<u>25,698</u>	<u>25,698</u>	<u>-</u>
Excess (deficiency) of revenues over(under) expenditures	3,730	3,730	-
Other Financing Sources (Uses)			
Operating Transfers In	1,978	1,978	-
Operating Transfers (Out)	(3,842)	(3,842)	-
Total Other Financing Sources (Uses)	<u>(1,864)</u>	<u>(1,864)</u>	<u>-</u>
Net Change in Fund Balance	1,866	1,866	-
Fund balances - July 1	29,509	29,509	
Fund balances - June 30	<u>\$ 31,375</u>	<u>\$ 31,375</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 June 30, 2014
(Amounts in Thousands)

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
HEALTH SERVICES FUND			
REVENUES			
Charges for Current Services	\$ 5,402	\$ 5,785	\$ 383
Total Revenues	5,402	5,785	383
EXPENDITURES			
Department of Public Health			
Division of Primary Health Care - Programs			
Personal Services	130	126	4
Non-Personal Services	4	3	1
Total Division of Primary Health Care - Programs	134	129	5
Division of Primary Health Care - Centers			
Personal Services	3,502	3,318	184
Non-Personal Services	2,034	1,974	60
Total Division of Primary Health Care - Centers	5,536	5,292	244
Total Department of Public Health	5,670	5,421	249
Nondepartmental Accounts			
Public Employee Assistance	4	3	1
Workers' Compensation Insurance	43	39	4
General Fund Overhead Charge	106	106	-
Total Nondepartmental Accounts	153	148	5
Total Expenditures	5,823	5,569	254
Net Change in Fund Balance	(421)	216	637
Cancellation of Prior Year Encumbrances	28	28	
Fund Balance - July 1	630	630	
Fund Balance - June 30	<u>\$ 237</u>	<u>\$ 874</u>	<u>\$ 637</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 June 30, 2014
(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	\$ 1,784	\$ 1,868	\$ 84
Gasoline	7,553	7,491	(62)
Miscellaneous	-	213	213
Total Revenues	9,337	9,572	235
EXPENDITURES			
Department of Parks			
Operations and Facility Management			
Personal Services	264	262	2
Non-Personal Services	108	108	-
Total Operations and Facility Management	372	370	2
Total Department of Parks	372	370	2
Department of Public Services			
Traffic and Road Operations Division			
Personal Services	4,329	4,317	12
Non-Personal Services	2,457	2,388	69
Capital Outlay	18	13	5
Total Traffic and Road Operations Division	6,804	6,718	86
Neighborhood Operations Division			
Personal Services	2,369	2,307	62
Non-Personal Services	953	907	46
Total Neighborhood Operations Division	3,322	3,214	108
Total Department of Public Services	10,126	9,932	194
Nondepartmental Accounts			
Contributions to Pension	93	93	-
Public Employee Assistance	7	-	7
Workers' Compensation Insurance	88	82	6
State Unemployment Compensation	10	9	1
Total Nondepartmental Accounts	198	184	14
Total Expenditures	10,696	10,486	210
Net Change in Fund Balance	(1,359)	(914)	445
Cancellation of Prior Year Encumbrances	399	399	
Fund Balance - July 1	2,804	2,804	
Fund Balance - June 30	<u>\$ 1,844</u>	<u>\$ 2,289</u>	<u>\$ 445</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 June 30, 2014
(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	\$ 16,133	\$ 16,238	\$ 105
Miscellaneous	-	365	365
Total Revenues	<u>16,133</u>	<u>16,603</u>	<u>470</u>
EXPENDITURES			
Enterprise Technology Services			
Non-Personal Services	762	762	-
Total Enterprise Technology Services	<u>762</u>	<u>762</u>	<u>-</u>
Department of the City Manager			
Office of the City Manager			
Personal Services	235	200	35
Non-Personal Services	47	47	-
Total Office of the City Manager	<u>282</u>	<u>247</u>	<u>35</u>
Office of the Budget and Evaluation			
Personal Services	120	104	16
Non-Personal Services	24	23	1
Total Office of Budget and Evaluation	<u>144</u>	<u>127</u>	<u>17</u>
Total Department of the City Manager	<u>426</u>	<u>374</u>	<u>52</u>
Department of Law			
Administration			
Personal Services	227	214	13
Non-Personal Services	7	4	3
Total Department of Law	<u>234</u>	<u>218</u>	<u>16</u>
Department of Human Resources			
Personal Services	317	309	8
Total Department of Human Resources	<u>317</u>	<u>309</u>	<u>8</u>
Department of Finance			
Division of Accounts and Audits			
Personal Services	253	194	59
Non-Personal Services	4	1	3
Total Division of Accounts and Audits	<u>257</u>	<u>195</u>	<u>62</u>
Division of Purchasing			
Personal Services	124	115	9
Total Division of Purchasing	<u>124</u>	<u>115</u>	<u>9</u>
Total Department of Finance	<u>381</u>	<u>310</u>	<u>71</u>
Department of Planning and Buildings			
Division of Planning, Licenses and Permits			
Personal Services	68	61	7
Total Department of Planning and Buildings	<u>68</u>	<u>61</u>	<u>7</u>
Department of Public Recreation			
Division of Maintenance			
Personal Services	756	752	4
Total Department of Public Recreation	<u>756</u>	<u>752</u>	<u>4</u>
Department of Parks			
Division of Operations and Facility Management			
Personal Services	1,701	1,701	-
Non-Personal Services	16	16	-
Total Division of Operations and Facility Management	<u>1,717</u>	<u>1,717</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 June 30, 2014
(Amounts in Thousands)

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
INCOME TAX INFRASTRUCTURE FUND			
(Continued)			
Expenditures			
Division of Administration and Program Services			
Personal Services	72	72	-
Total Division of Administration and Program Services	<u>72</u>	<u>72</u>	<u>-</u>
Total Department of Parks	1,789	1,789	-
Department of Transportation and Engineering			
Office of the Director			
Personal Services	\$ 682	\$ 671	\$ 11
Non-Personal Services	39	34	5
Total Office of the Director	<u>721</u>	<u>705</u>	<u>16</u>
Division of Transportation Planning			
Personal Services	250	94	156
Non-Personal Services	17	10	7
Total Division of Transportation Planning	<u>267</u>	<u>104</u>	<u>163</u>
Division of Engineering			
Personal Services	2,557	2,320	237
Non-Personal Services	515	443	72
Total Division of Engineering	<u>3,072</u>	<u>2,763</u>	<u>309</u>
Division of Traffic Engineering			
Personal Services	1,680	1,524	156
Non-Personal Services	230	108	122
Total Division of Traffic Engineering	<u>1,910</u>	<u>1,632</u>	<u>278</u>
Total Department of Transportation and Engineering	<u>5,970</u>	<u>5,204</u>	<u>766</u>
Department of Public Services			
Office of the Director			
Personal Services	115	106	9
Non-Personal Services	90	80	10
Total Office of the Director	<u>205</u>	<u>186</u>	<u>19</u>
Division of Traffic and Road Operations			
Personal Services	1,391	1,391	-
Non-Personal Services	1,389	1,378	11
Capital Outlay	12	8	4
Total Division of Traffic and Road Operations	<u>2,792</u>	<u>2,777</u>	<u>15</u>
Division of City Facility Management			
Personal Services	1,761	1,759	2
Non-Personal Services	1,191	1,190	1
Total City Facility Management	<u>2,952</u>	<u>2,949</u>	<u>3</u>
Total Department of Public Services	<u>5,949</u>	<u>5,912</u>	<u>37</u>
Nondepartmental Accounts			
Contributions to City Pension	367	367	-
Public Employee Assistance	10	10	-
State Unemployment Compensation	10	5	5
Workers' Compensation Insurance	120	120	-
Lump Sum Payments	275	267	8
General Fund Overhead	655	655	-
Total Nondepartmental Accounts	<u>1,437</u>	<u>1,424</u>	<u>13</u>
Total Expenditures	<u>18,089</u>	<u>17,115</u>	<u>974</u>
Net Change in Fund Balance	(1,956)	(512)	1,444
Cancellation of Prior Years Encumbrances	142	142	
Fund Balance - July 1	7,698	7,698	
Fund Balance - June 30	<u>\$ 5,884</u>	<u>\$ 7,328</u>	<u>\$ 1,444</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 June 30, 2014
(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	\$ 48,398	\$ 48,713	\$ 315
Use of Money and Property	65	48	(17)
Miscellaneous	-	1	1
Total Revenues	<u>48,463</u>	<u>48,762</u>	<u>299</u>
EXPENDITURES			
SORTA			
Operations	<u>48,875</u>	<u>48,875</u>	<u>-</u>
Total SORTA	<u>48,875</u>	<u>48,875</u>	<u>-</u>
Department of Parks			
Division of Parks Operations and Facility Management			
Non Personal Services	<u>56</u>	<u>53</u>	<u>3</u>
Total Department of Pakrs	<u>56</u>	<u>53</u>	<u>3</u>
Department of Transportation and Engineering			
Office of the Director			
Personal Services	<u>45</u>	<u>6</u>	<u>39</u>
Total Office of the Director	<u>45</u>	<u>6</u>	<u>39</u>
Division of Transportation Planning			
Personal Services	51	28	23
Non-Personal Services	<u>76</u>	<u>-</u>	<u>76</u>
Total Division of Transportation Planning	<u>127</u>	<u>28</u>	<u>99</u>
Total Department of Transportation and Engineering	172	34	138
Nondepartmental Accounts			
Workers' Compensation Insurance	1	-	1
General Fund Overhead	<u>450</u>	<u>436</u>	<u>14</u>
Total Nondepartmental Accounts	<u>451</u>	<u>436</u>	<u>15</u>
Total Expenditures	<u>49,554</u>	<u>49,398</u>	<u>156</u>
Net Change in Fund Balance	(1,091)	(636)	455
Cancellation of Prior Years Encumbrances	24	24	
Fund Balance - July 1	<u>11,713</u>	<u>11,713</u>	
Fund Balance - June 30	<u>\$ 10,646</u>	<u>\$ 11,101</u>	<u>\$ 455</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 June 30, 2014
(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	\$ 2,524	\$ (11)
Miscellaneous	-	34	34
Total Revenues	<u>2,535</u>	<u>2,558</u>	<u>23</u>
EXPENDITURES			
Department of Public Services			
Traffic and Road Operations Division			
Personal Services	2,235	2,043	192
Non-Personal Services	<u>757</u>	<u>725</u>	<u>32</u>
Total Department of Public Services	2,992	2,768	224
Nondepartmental Accounts			
Contributions to City Pension	68	68	-
Workers' Compensation Insurance	20	20	-
Public Employees Assistance Program	2	-	2
General Fund Overhead	<u>107</u>	<u>107</u>	<u>-</u>
Total Nondepartmental Accounts	197	195	2
Total Expenditures	<u>3,189</u>	<u>2,963</u>	<u>226</u>
Net Change in Fund Balance	(654)	(405)	249
Cancellation of Prior Years Encumbrances	148	148	
Fund Balance - July 1	<u>975</u>	<u>975</u>	
Fund Balance - June 30	<u>\$ 469</u>	<u>\$ 718</u>	<u>\$ 249</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 June 30, 2014
(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	\$ 373	\$ 360	\$ (13)
Charges for Services	3,616	3,917	301
Intergovernmental Revenue	70	95	25
Miscellaneous Revenue	1	9	8
Total Revenues	<u>4,060</u>	<u>4,381</u>	<u>321</u>
EXPENDITURES			
Department of Recreation			
West Region			
Personal Services	475	467	8
Non-Personal Services	166	105	61
Total West Region	<u>641</u>	<u>572</u>	<u>69</u>
East Region			
Personal Services	716	678	38
Non-Personal Services	167	131	36
Total East Region	<u>883</u>	<u>809</u>	<u>74</u>
Central Region			
Personal Services	529	463	66
Non-Personal Services	172	134	38
Total Central Region	<u>701</u>	<u>597</u>	<u>104</u>
Division of Athletics			
Personal Services	619	191	428
Non-Personal Services	568	496	72
Total Division of Athletics	<u>1,187</u>	<u>687</u>	<u>500</u>
Division of Support Services			
Personal Services	101	98	3
Non-Personal Services	37	23	14
Capital Outlay	13	-	13
Total Division of Support Services	<u>151</u>	<u>121</u>	<u>30</u>
Total Department of Recreation	<u>3,563</u>	<u>2,786</u>	<u>777</u>
Department of Parks			
Division of Parks, Operations, and Facility Management			
Personal Services	598	419	179
Non-Personal Services	484	391	93
Capital Outlay	150	150	-
Total Division of Parks, Operations and Facility Mgt	<u>1,232</u>	<u>960</u>	<u>272</u>
Division of Parks, Administration and Program Services			
Personal Services	20	-	20
Total Division of Parks, Operations and Facility Mgt	<u>20</u>	<u>-</u>	<u>20</u>
Total Department of Parks	<u>1,252</u>	<u>960</u>	<u>292</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 June 30, 2014
(Amounts in Thousands)

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
SPECIAL RECREATION FUND			
(Continued)			
EXPENDITURES			
Nondepartmental Accounts			
Public Employee Assistance	\$ 4	\$ 3	\$ 1
Workers' Compensation Insurance	47	36	11
General Fund Overhead	235	190	45
Total Nondepartmental Accounts	<u>286</u>	<u>229</u>	<u>57</u>
Total Expenditures	<u>5,101</u>	<u>3,975</u>	<u>1,126</u>
Net Change in Fund Balance	(1,041)	406	1,447
Cancellation of Prior Year Encumbrances	19	19	
Fund Balance - July 1	<u>3,999</u>	<u>3,999</u>	
Fund Balance - June 30	<u>\$ 2,977</u>	<u>\$ 4,424</u>	<u>\$ 1,447</u>

Schedule of Revenue, Expenditures and Changes in Fund Balance
Budget(Non-GAAP Budgetary Basis) and Actual
For the year ended June 30, 2014
(Amounts in Thousands)

	<u>Budget</u>	<u>Actual</u>	Variance with Budget - Positive (Negative)
RECREATION GRANTS			
REVENUES			
Use of Money and Property	\$ 23	\$ 17	\$ (6)
Federal Grants	400	360	(40)
State Grants and Subsidies	211	211	-
Charges for Current Services	10	9	(1)
Total Revenues	<u>644</u>	<u>597</u>	<u>(47)</u>
EXPENDITURES			
Department of Recreation			
West Region			
Non-Personal Services	<u>8</u>	<u>8</u>	<u>-</u>
Total West Region	8	8	-
East Region			
Non-Personal Services	<u>85</u>	<u>85</u>	<u>-</u>
Total East Region	85	85	-
Central Region			
Non-Personal Services	<u>27</u>	<u>27</u>	<u>-</u>
Total Central Region	27	27	-
Division of Athletics			
Personal Services	216	216	-
Non-Personal Services	<u>152</u>	<u>152</u>	<u>-</u>
Total Division of Athletics	368	368	-
Division of Support Services			
Non-Personal Services	<u>91</u>	<u>91</u>	<u>-</u>
Total Division of Support Services	91	91	-
Total Department of Recreation	<u>579</u>	<u>579</u>	<u>-</u>
Nondepartmental Accounts			
Workers' Compensation Insurance	<u>1</u>	<u>1</u>	<u>-</u>
Total Division of Support Services	1	1	-
Total Expenditures	580	580	-
Excess (Deficiency) of Revenues over (under) Expenditures	64	17	(47)
OTHER FINANCING Sources(Uses)			
Transfers In	<u>14</u>	<u>14</u>	<u>-</u>
Total Other Financing Sources	14	14	-
Net Change in Fund Balance	78	31	(47)
Fund Balance - July 1	<u>2,729</u>	<u>2,729</u>	
Fund Balance - June 30	<u>\$ 2,807</u>	<u>\$ 2,760</u>	<u>\$ (47)</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 June 30, 2014
(Amounts in Thousands)

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
PARKS			
REVENUES			
Use of Money and Property	\$ 438	\$ 3,413	\$ 2,975
Charges for Current Services	651	992	341
State Grants and Subsidies	72	4	(68)
Miscellaneous	<u>37</u>	<u>115</u>	<u>78</u>
Total Revenues	1,198	4,524	3,326
EXPENDITURES			
Department of Parks			
Division of Operations and Facility Management			
Personal Services	866	866	-
Non-Personal Services	<u>477</u>	<u>477</u>	<u>-</u>
Total Division of Operations and Facility Management	1,343	1,343	-
Division of Administration and Program Services			
Personal Services	210	210	-
Non-Personal Services	<u>144</u>	<u>144</u>	<u>-</u>
Total Division of Administration and Program Services	<u>354</u>	<u>354</u>	<u>-</u>
Total Department of Parks	1,697	1,697	-
Nondepartmental Accounts			
Public Employee Assistance Program	1	1	-
Workers' Compensation Insurance	<u>13</u>	<u>13</u>	<u>-</u>
Total Nondepartmental Accounts	<u>14</u>	<u>14</u>	<u>-</u>
Total Expenditures	<u>1,711</u>	<u>1,711</u>	<u>-</u>
Excess (Deficiency) of Revenues over (under) Expenditures	(513)	2,813	3,326
OTHER FINANCING SOURCES(USES)			
Transfers In	<u>26</u>	<u>26</u>	<u>-</u>
Total Financing Sources	<u>26</u>	<u>26</u>	<u>-</u>
Net Change in Fund Balances	(487)	2,839	3,326
Fund Balance - July 1	<u>3,258</u>	<u>3,258</u>	<u>-</u>
Fund Balance - June 30	<u>\$ 2,771</u>	<u>\$ 6,097</u>	<u>\$ 3,326</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 June 30, 2014
(Amounts in Thousands)

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
SAFETY			
REVENUES			
Licenses and Permits	\$ 78	\$ 121	\$ 43
Use of Money and Property	9	7	(2)
Intergovernmental Revenue	5,231	5,478	247
Federal Grants	5,083	9,764	4,681
Charges for Current Services	1,500	1,301	(199)
Miscellaneous	<u>32</u>	<u>31</u>	<u>(1)</u>
Total Revenues	11,933	16,702	4,769
EXPENDITURES			
Enterprise Technology Services			
Personal Services	1,489	1,489	-
Non-Personal Services	<u>2,587</u>	<u>2,587</u>	<u>-</u>
Total Enterprise Technology Services	4,076	4,076	-
Office of the City Manager			
Division of Emergency Communications			
Personal Services	888	888	-
Non-Personal Services	<u>451</u>	<u>451</u>	<u>-</u>
Total Office of the City Manager	1,339	1,339	-
Department of Law			
Non-Personal Services	<u>12</u>	<u>12</u>	<u>-</u>
Total Department of Law	12	12	-
Department of Police			
Non-Personal Services	4,456	4,456	-
Capital Outlay	<u>442</u>	<u>442</u>	<u>-</u>
Total Department of Police	4,898	4,898	-
Department of Fire			
Personal Services	5,235	5,235	-
Non-Personal Services	552	552	-
Capital Outlay	<u>143</u>	<u>143</u>	<u>-</u>
Total Department of Fire	5,930	5,930	-
Nondepartmental Accounts			
Contributions to City Pension	38	38	-
Workers' Compensation Program	<u>19</u>	<u>19</u>	<u>-</u>
Total Nondepartmental Accounts	57	57	-
Total Expenditures	<u>16,312</u>	<u>16,312</u>	<u>-</u>
Excess (Deficiency) of Revenues over (under) Expenditures	(4,379)	390	4,769
OTHER FINANCING SOURCES (USES)			
Transfers Out	<u>(30)</u>	<u>(30)</u>	<u>-</u>
Total Other Financing Sources	(30)	(30)	-
Net Change in Fund Balance	(4,409)	360	
Fund Balance - July 1	<u>7,348</u>	<u>7,348</u>	
Fund Balance - June 30	<u>\$ 2,939</u>	<u>\$ 7,708</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 June 30, 2014
(Amounts in Thousands)

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
HEALTH			
REVENUES			
Licenses and Permits	\$ 1,231	\$ 1,231	\$ -
Use of Money and Property	3	3	-
Intergovernmental Revenue	1,350	1,350	-
Federal Grants	7,409	7,409	-
State Grants and Subsidies	1,082	1,082	-
Charges for Current Services	6,439	6,439	-
Special Assessments	<u>2</u>	<u>2</u>	<u>-</u>
Total Revenues	17,516	17,516	-
EXPENDITURES			
Department of Finance			
Division of Treasury			
Personal Services	<u>11</u>	<u>11</u>	<u>-</u>
Total Department of Finance	11	11	-
Department of Public Health			
Office of the Commissioner			
Personal Services	273	273	-
Non-Personal Services	<u>695</u>	<u>695</u>	<u>-</u>
Total Office of the Commissioner	968	968	-
Division of Technical Resources			
Personal Services	51	51	-
Non-Personal Services	<u>15</u>	<u>15</u>	<u>-</u>
Total Division of Technical Resources	66	66	-
Division of Community Health			
Personal Services	1,700	1,700	-
Non-Personal Services	<u>1,095</u>	<u>1,095</u>	<u>-</u>
Total Division of Community Health	2,795	2,795	-
Division of Primary Care - Special Programs			
Personal Services	3,761	3,761	-
Non-Personal Services	<u>1,454</u>	<u>1,454</u>	<u>-</u>
Total Division of Primary Care - Special Programs	5,215	5,215	-
Division of Primary Care - Health Centers			
Personal Services	1,531	1,531	-
Non-Personal Services	<u>2,335</u>	<u>2,335</u>	<u>-</u>
Total Division of Primary Care - Health Centers	3,866	3,866	-
Division of School and Adolescent Health			
Personal Services	2,865	2,865	-
Non-Personal Services	<u>1,063</u>	<u>1,063</u>	<u>-</u>
Total Division of School and Adolescent Health	<u>3,928</u>	<u>3,928</u>	<u>-</u>
Total Department of Public Health	16,838	16,838	-
Nondepartmental Accounts			
Public Employee Assistance	8	8	-
Workers' Compensation Insurance	106	106	-
General Fund Overhead Charge	<u>145</u>	<u>145</u>	<u>-</u>
Total Nondepartmental Accounts	<u>259</u>	<u>259</u>	<u>-</u>
Total Expenditures	<u>17,108</u>	<u>17,108</u>	<u>-</u>
Net Change in Fund Balance	408	408	-
Fund Balance - July 1	<u>2,024</u>	<u>2,024</u>	<u>-</u>
Fund Balance - June 30	<u>\$ 2,432</u>	<u>\$ 2,432</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 June 30, 2014
(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	\$ 10	\$ 10	\$ -
Total Revenues	10	10	-
EXPENDITURES			
Total Expenditures	-	-	-
Net Change in Fund Balance	10	10	-
Fund Balance - July 1	216	216	
Fund Balance - June 30	<u>\$ 226</u>	<u>\$ 226</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 June 30, 2014
(Amounts in Thousands)

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
COMMUNITY DEVELOPMENT			
REVENUES			
Use of Money and Property	\$ 1,332	\$ 1,332	\$ -
Federal Grants	20,329	20,329	-
Charges for Current Services	94	94	-
Miscellaneous	245	245	-
Total Revenues	<u>22,000</u>	<u>22,000</u>	-
EXPENDITURES			
Department of the City Manager			
Office of the City Manager			
Personal Services	39	39	-
Non-Personal Services	6	6	-
Total Office of the City Manager	<u>45</u>	<u>45</u>	-
Office of Budget and Evaluation			
Personal Services	24	24	-
Non-Personal Services	3	3	-
Total Office of Budget and Evaluation	<u>27</u>	<u>27</u>	-
Office of Economic Development			
Non-Personal Services	11	11	-
Capital Outlay	778	778	-
Total Office of Economic Development	<u>789</u>	<u>789</u>	-
Total Department of the City Manager	<u>861</u>	<u>861</u>	-
Department of Finance			
Division of Accounts and Audits			
Personal Services	112	112	-
Non-Personal Services	1	1	-
Total Division of Accounts and Audits	<u>113</u>	<u>113</u>	-
Division of Treasury			
Personal Services	22	22	-
Total Division of Treasury	<u>22</u>	<u>22</u>	-
Division of Income Tax			
Capital Outlay	1	1	-
Total Division of Income Tax	<u>1</u>	<u>1</u>	-
Total Department of Finance	<u>136</u>	<u>136</u>	-
Department of Trade and Development			
Office of the Director			
Personal Services	496	496	-
Non-Personal Services	258	258	-
Capital Outlay	783	783	-
Total Office of the Director	<u>1,537</u>	<u>1,537</u>	-
Division of Housing Development			
Personal Services	331	331	-
Non-Personal Services	74	74	-
Capital Outlay	14,720	14,720	-
Total Division of Housing Development	<u>15,125</u>	<u>15,125</u>	-
Division of Economic Development			
Personal	98	98	-
Capital Outlay	53	53	-
Capital Outlay	541	541	-
Total Division of Community Development	<u>692</u>	<u>692</u>	-
Division of New Construction and Existing Building Standards			
Capital Outlay	1,181	1,181	-
Total Division of New Construction and Existing Building Standards	<u>1,181</u>	<u>1,181</u>	-
Total Department of Trade and Community Development	<u>18,535</u>	<u>18,535</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 June 30, 2014
(Amounts in Thousands)

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
COMMUNITY DEVELOPMENT			
(Continued)			
EXPENDITURES			
Department of City Planning and Buildings			
Division of City Planning			
Personal Services	\$ 385	\$ 385	\$ -
Non-Personal Services	17	17	-
Total Division of City Planning	<u>402</u>	<u>402</u>	<u>-</u>
Total Department of City Planning and Buildings	402	402	-
Department of Parks			
Division of Administration and Program Services			
Capital Outlay	85	85	-
Total Division of Administration and Program Services	<u>85</u>	<u>85</u>	<u>-</u>
Total Department of Parks	85	85	-
Department of Police			
Capital Outlay	97	97	-
Total Department of Police	<u>97</u>	<u>97</u>	<u>-</u>
Department of Public Services			
Division of City Facility Management			
Capital Outlay	225	225	-
Total Division of City Facility Management	<u>225</u>	<u>225</u>	<u>-</u>
Total Department of Public Services	225	225	-
Department of Health			
Division of Community Health			
Capital Outlay	715	715	-
Division of Community Health	<u>715</u>	<u>715</u>	<u>-</u>
Total Department of Health	715	715	-
Nondepartmental Accounts			
Contributions to City Pension	68	68	-
Public Employee Assistance	1	1	-
Workers' Compensation Insurance	17	17	-
Auditors and Examiners Fees	6	6	-
Indirect Costs	300	300	-
Special Investigations and Studies	482	482	-
Total Nondepartmental Accounts	<u>874</u>	<u>874</u>	<u>-</u>
Total Expenditures	<u>21,930</u>	<u>21,930</u>	<u>-</u>
Excess (Deficiency) of Revenues over (under) Expenditures	70	70	-
Net Change in Fund Balance	70	70	
Fund Balance - July 1	<u>(2,404)</u>	<u>(2,404)</u>	
Fund Balance - June 30	<u>\$ (2,334)</u>	<u>\$ (2,334)</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 June 30, 2014
 (Amounts in Thousands)

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
DEPARTMENT OF LABOR GRANTS			
REVENUES			
Total Revenues	\$ -	\$ -	\$ -
EXPENDITURES			
Total Expenditures	-	-	-
Net Change in Fund Balance	-	-	-
Fund Balance - July 1	<u>15</u>	<u>15</u>	
Fund Balance - June 30	<u>\$ 15</u>	<u>\$ 15</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 June 30, 2014
(Amounts in Thousands)

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
OTHER GRANTS			
REVENUES			
Taxes	\$ 2,705	\$ 2,705	\$ -
Use of Money and Property	2,525	2,613	88
Special Assessments	5,245	5,245	-
Federal Grants	9,374	9,020	(354)
State Grants and Subsidies	99	99	-
Charges for Current Services	370	370	-
License and Permits	15	7	(8)
Miscellaneous	370	232	(138)
Total Revenues	<u>20,703</u>	<u>20,291</u>	<u>(412)</u>
EXPENDITURES			
Department of the City Manager			
Office of the City Manager			
Non-Personal Services	<u>2</u>	<u>2</u>	<u>-</u>
Total Office of the City Manager	2	2	-
Office of Environment Sustainability			
Non-Personal Services	<u>8</u>	<u>8</u>	<u>-</u>
Total Office of Environment Sustainability	8	8	-
Office of Economic Development			
Non-Personal Services	<u>351</u>	<u>351</u>	<u>-</u>
Total Office of Economic Development	351	351	-
Total Department of the City Manager	361	361	-
Department of Finance			
Division of Accounts and Audits			
Non-Personal Services	<u>688</u>	<u>688</u>	<u>-</u>
Total Division of Accounts and Audits	688	688	-
Division of Treasury			
Non-Personal Services	<u>5,149</u>	<u>5,149</u>	<u>-</u>
Total Division of Treasury	5,149	5,149	-
Total Department of Finance	5,837	5,837	-
Department of Trade and Development			
Office of the Director			
Non-Personal Services	<u>45</u>	<u>45</u>	<u>-</u>
Total Office of the Director	45	45	-
Division of Housing Development			
Personal Services	66	66	-
Non-Personal Services	770	770	-
Capital Outlay	<u>7,924</u>	<u>7,924</u>	<u>-</u>
Total Division of Housing Development	8,760	8,760	-
Division of Community Development			
Personal Services	28	28	-
Non Personal Services	<u>401</u>	<u>401</u>	<u>-</u>
Total Division of Community Development	429	429	-
Division of New Construction and Existing Building Standards			
Non-Personal Services	<u>1,288</u>	<u>1,288</u>	<u>-</u>
Total Division of New Construction and Existing Building Standards	1,288	1,288	-
Total Department of Trade and Development	10,522	10,522	-

(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 June 30, 2014
(Amounts in Thousands)

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
OTHER GRANTS			
(Continued)			
Expenditures			
Department of Parks			
Division of Operations and Facility Management			
Personal Services	\$ 615	\$ 615	\$ -
Non-Personal Services	1,085	1,085	-
Total Department of Parks	<u>1,700</u>	<u>1,700</u>	<u>-</u>
Department of Police			
Non-Personal Services	105	105	-
Total Department of Police	<u>105</u>	<u>105</u>	<u>-</u>
Department of Transportation and Engineering			
Division of Traffic Engineering			
Personal Services	120	120	-
Non-Personal Services	162	162	-
Total Division of Traffic Engineering	<u>282</u>	<u>282</u>	<u>-</u>
Total Department of Transportation and Engineering	282	282	-
Department of Public Services			
Division of Traffic and Road Operations			
Personal Services	71	71	-
Non-Personal Services	173	173	-
Capital	13	13	-
Total Division of Traffic and Road Operations	<u>257</u>	<u>257</u>	<u>-</u>
Division of Neighborhood Operations			
Non-Personal Services	33	33	-
Total Division of Neighborhood Operations	<u>33</u>	<u>33</u>	<u>-</u>
Division of City Facility Management			
Non-Personal Services	2,114	2,114	-
Total City Facility Management	<u>2,114</u>	<u>2,114</u>	<u>-</u>
Total Department of Public Services	2,404	2,404	-
Department of Water Works			
Non-Personal Services	2	2	-
Total Department of Water Works	<u>2</u>	<u>2</u>	<u>-</u>
Nondepartmental Accounts			
Public Employees Assistance Program	1	1	-
Workers' Compensation Insurance	9	9	-
Total Department of Nondepartmental Accounts	<u>10</u>	<u>10</u>	<u>-</u>
Total Expenditures	<u>21,223</u>	<u>21,223</u>	<u>-</u>
Excess (Deficiency) of Revenues over (under) Expenditures	(520)	(932)	(412)
OTHER FINANCING SOURCES			
Transfers In	15	15	-
Total Other Financing Sources	<u>15</u>	<u>15</u>	<u>-</u>
Net Change in Fund Balance	(505)	(917)	
Fund Balance - July 1	10,663	10,663	
Fund Balance - June 30	<u>\$ 10,158</u>	<u>\$ 9,746</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 June 30, 2014
(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	\$ 240	\$ 240	\$ -
Total Revenues	240	240	-
EXPENDITURES			
Department of Parks			
Division of Operations and Facility Management			
Non-Personal Services	11	11	-
Total Division of Operations and Facility Management	11	11	-
Total Department of Parks	11	11	-
Total Expenditures	11	11	-
Excess (Deficiency) of Revenues over (under) Expenditures	229	229	-
OTHER FINANCING (USES)			
Transfers Out	(31)	(31)	-
Total Other Financing Uses	(31)	(31)	-
Net Change in Fund Balance	198	198	-
Fund Balance - July 1	1,289	1,289	
Fund Balance - June 30	<u>\$ 1,487</u>	<u>\$ 1,487</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 June 30, 2014
(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	\$ 22	\$ 22	\$ -
Total Revenues	22	22	-
<hr/>			
Excess (Deficiency) of Revenues over (under) Expenditures	22	22	-
OTHER FINANCING (USES)			
Transfers Out	(19)	(19)	-
Total Other Financing Uses	(19)	(19)	-
Net Change in Fund Balance	3	3	-
Fund Balance - July 1	54	54	
Fund Balance - June 30	<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 June 30, 2014
(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	\$ -	\$ -	\$ -
Total Revenues	-	-	-
Excess (Deficiency) of Revenues over (under) Expenditures	-	-	-
OTHER FINANCING (USES)			
Transfers Out	-	-	-
Total Other Financing Uses	-	-	-
Net Change in Fund Balance	-	-	-
Fund Balance - July 1	<u>51</u>	<u>51</u>	<u>-</u>
Fund Balance - June 30	<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 June 30, 2014
 (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	-
Net Change in Fund Balance	1	1	-
Fund Balance - July 1	122	122	
Fund Balance - June 30	<u>\$ 123</u>	<u>\$ 123</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 June 30, 2014
(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	\$ 8	\$ 8	\$ -
Total Revenues	8	8	-
Excess (Deficiency) of Revenues over (under) Expenditures	8	8	-
OTHER FINANCING (USES)			
Transfers Out	(7)	(7)	-
Total Other Financing Uses	(7)	(7)	-
Net Change in Fund Balance	1	1	-
Fund Balance - July 1	136	136	
Fund Balance - June 30	<u>\$ 137</u>	<u>\$ 137</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 June 30, 2014
(Amounts in Thousands)

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
CROSLEY FIELD TRUST			
REVENUES			
Use of Money and Property	\$ 119	\$ 119	\$ -
Total Revenues	119	119	-
EXPENDITURES			
Department of Recreation			
Division of Athletics			
Non-Personal Services	11	11	-
Total Department of Recreation	11	11	-
Total Expenditures	11	11	-
Excess (Deficiency) of Revenues over (under) Expenditures	108	108	-
OTHER FINANCING (USES)			
Transfers Out	(14)	(14)	-
Total Other Financing Uses	(14)	(14)	-
Net Change in Fund Balance	94	94	-
Fund Balance - July 1	588	588	
Fund Balance - June 30	<u>\$ 682</u>	<u>\$ 682</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 June 30, 2014
(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	-
Net Change in Fund Balance	1	1	-
Fund Balance - July 1	91	91	
Fund Balance - June 30	<u>\$ 92</u>	<u>\$ 92</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 June 30, 2014
(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	\$ 4	\$ 4	\$ -
Total Revenues	4	4	-
Net Change in Fund Balance	4	4	-
Fund Balance - July 1	<u>641</u>	<u>641</u>	
Fund Balance - June 30	<u>\$ 645</u>	<u>\$ 645</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 June 30, 2014
(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	\$ 471	\$ 471	\$ -
Total Revenues	471	471	-
EXPENDITURES			
Department of Parks			
Division of Administration and Program Services			
Non-Personal Services	49	49	-
Total Division of Administration and Program Services	49	49	-
Total Department of Parks	49	49	-
Total Expenditures	49	49	-
Excess (Deficiency) of Revenues over (under) Expenditures	422	422	-
OTHER FINANCING (USES)			
Transfers Out	(82)	(82)	-
Total Other Financing Uses	(82)	(82)	-
Net Change in Fund Balance	340	340	-
Fund Balance - July 1	5,665	5,665	
Fund Balance - June 30	<u>\$ 6,005</u>	<u>\$ 6,005</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
June 30, 2014
(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		\$ 71		\$ 206		\$ 277
Equity in City Treasury Cash	\$ 533	1,575	\$ 444	158	\$ 1,844	4,554
Receivables:						
Taxes	422					422
Accounts, Net	1,390	51	57	0	2,517	4,015
Accrued Interest		32	10	2	33	77
Due from Other Funds	307	920	259	92	1,136	2,714
Prepaid Items	421	29	7	0	0	457
Advances to Other Funds	995	4,499	1,480	0	2,835	9,809
Total Current Assets	4,068	7,177	2,257	458	8,365	22,325
Noncurrent Assets:						
Equity in City Treasury Cash	2,329	6,886	1,942	693	8,061	19,911
Land	11,555	7,306	13,229	1,324	7,074	40,488
Buildings, net of Accumulated Depreciation	87	6,725	585	331	0	7,728
Improvements, net of Accumulated Depreciation	90,827	16,595	6,924	7,455	52,519	174,320
Machinery and Equipment, net of Accumulated Depreciation	446	52	164	233	419	1,314
Property Acquired Under Capital Lease Net of Accumulated Amortization				1,327		1,327
Construction in Progress	1,817	11,737	1,228	0	5,671	20,453
Total Noncurrent Assets	107,061	49,301	24,072	11,363	73,744	265,541
Total Assets	111,129	56,478	26,329	11,821	82,109	287,866
DEFERRED OUTFLOWS OF RESOURCES						
Loss on Defeasance			14	15		29
LIABILITIES						
Current Liabilities:						
Accounts Payable	152	266	22	66	163	669
Due to Other Funds		19	10	43	170	242
Due to Fiduciary Funds		11	5	1	9	26
Accrued Payroll		79	45	10	68	202
Accrued Liabilities	419	535	21	237	1	1,213
Accrued Interest	2	18	2	6	3	31
Obligations Under Capital Lease				218		218
Deposits Payable	13		4			17
Unearned Revenue	671	34				705
Compensated Absences Payable		183	48	27	87	345
General Obligation Bonds Payable	45	250	45	282	675	1,297
Total Current Liabilities	1,302	1,395	202	890	1,176	4,965
Noncurrent liabilities:						
Compensated Absences Payable		133	209	12	195	549
General Obligation Bonds Payable	446	4,200	512	1,392	675	7,225
Obligations Under Capital Lease				1,194		1,194
Net Pension Obligation	145	2,067	835	70	1,230	4,347
Net Other Post Employment Benefit Obligation	46	1,083	440	33	614	2,216
Total Noncurrent Liabilities	637	7,483	1,996	2,701	2,714	15,531
Total Liabilities	1,939	8,878	2,198	3,591	3,890	20,496
DEFERRED INFLOWS OF RESOURCES						
Service Concession Arrangement		12,138				12,138
Gain on Defeasance	49		23	13		85
	49	12,138	23	13		12,223
NET POSITION						
Net Investment in Capital Assets	104,241	37,965	21,640	7,599	64,335	235,780
Unrestricted Net Position	4,900	(2,503)	2,482	633	13,884	19,396
Total Net Position	\$ 109,141	\$ 35,462	\$ 24,122	\$ 8,232	\$ 78,219	\$ 255,176

CITY OF CINCINNATI, OHIO
Combining Statement of Revenue, Expenses and Changes in Net Position
Nonmajor Enterprise Funds
For the year ended June 30, 2014
(Amounts in Thousands)

	Business Type Activities - Enterprise Funds					Total Nonmajor Enterprise Funds
	Convention Center	Parking Facilities	General Aviation	Municipal Golf	Stormwater Management	
OPERATING REVENUES						
Charges for Services	\$ 6,693	\$ 13,468	\$ 1,848	\$ 5,392	\$ 11,305	\$ 38,706
Miscellaneous Income		385		1		386
Total Operating Revenues	<u>6,693</u>	<u>13,853</u>	<u>1,848</u>	<u>5,393</u>	<u>11,305</u>	<u>39,092</u>
OPERATING EXPENSES						
Personal Services	77	2,400	1,132	280	2,507	6,396
Contractual Services	8,125	5,425	229	3,675	1,888	19,342
Maintenance and Repairs		248	87	15	2,582	2,932
Materials and Supplies		667	97	169	161	1,094
Utilities		195	167	397	60	819
Insurance	63	82	3	10		158
Taxes	87	1,091	42	532		1,752
Rent		105	6		159	270
Other Expense		101	3		3	107
Depreciation and Amortization	4,259	1,641	716	988	3,078	10,682
Total Operating Expenses	<u>12,611</u>	<u>11,955</u>	<u>2,482</u>	<u>6,066</u>	<u>10,438</u>	<u>43,552</u>
Operating Income (Loss)	<u>(5,918)</u>	<u>1,898</u>	<u>(634)</u>	<u>(673)</u>	<u>867</u>	<u>(4,460)</u>
NONOPERATING REVENUES (EXPENSES)						
Interest Revenue		182	58	14	193	447
Occupancy Tax	1,640					1,640
Interest Expense	(14)	(218)	(21)	(113)	(43)	(409)
Total Non-Operating Revenues (Expenses)	<u>1,626</u>	<u>(36)</u>	<u>37</u>	<u>(99)</u>	<u>150</u>	<u>1,678</u>
Income (Loss) before Contributions and Transfers	(4,292)	1,862	(597)	(772)	1,017	(2,782)
Transfers In	280	576			4	860
Transfers (Out)		(1,500)				(1,500)
Capital Contributions		(1)	195			194
Change in Net Position	(4,012)	937	(402)	(772)	1,021	(3,228)
Beginning Net Position	113,153	34,525	24,524	9,004	77,198	258,404
Ending Net Position	<u>\$ 109,141</u>	<u>\$ 35,462</u>	<u>\$ 24,122</u>	<u>\$ 8,232</u>	<u>\$ 78,219</u>	<u>\$ 255,176</u>

CITY OF CINCINNATI, OHIO
Combining Statement of Cash Flows
Nonmajor Enterprise Funds
For the fiscal year ended June 30, 2014
(Amounts in Thousands)

	Business Type Activities - Enterprise Funds					Total Nonmajor Enterprise Funds
	Convention Center	Parking Facilities	General Aviation	Municipal Golf	Stormwater Management	
<u>Cash Flows from Operating Activities:</u>						
Receipts from Customers	\$ 5,997	\$ 13,460	\$ 2,262	\$ 5,393	\$ 11,194	\$ 38,306
Receipts from Other Funds	860					860
Payments to Suppliers	(7,987)	(6,393)	(609)	(4,803)	(1,371)	(21,163)
Payments to Other Funds	(46)	(2,762)			(3,472)	(6,280)
Payments to Employees	(77)	(2,140)	(943)	(278)	(2,208)	(5,646)
Payments for Property Taxes	(87)	(1,068)	(41)			(1,196)
Net Cash Provided (Used) by Operating Activities	<u>(1,340)</u>	<u>1,097</u>	<u>669</u>	<u>312</u>	<u>4,143</u>	<u>4,881</u>
<u>Cash Flows from Noncapital Financing Activities:</u>						
Repayment of Advances Made To Other Funds	243				591	834
Advances to Other Funds		21	(599)			(578)
Amounts Due From Other Funds for City Notes	9	89	12	40	(246)	(96)
Occupancy Tax	1,623					1,623
Transfers to Other Funds		(1,500)				(1,500)
Transfers from Other Funds	280	576			4	860
Net Cash Provided (Used) by Noncapital Financing	<u>\$ 2,155</u>	<u>\$ (814)</u>	<u>\$ (587)</u>	<u>\$ 40</u>	<u>\$ 349</u>	<u>\$ 1,143</u>
<u>Cash Flows from Capital and Related Financing Activities:</u>						
<u>Financing Activities:</u>						
Capital Items Expensed	792	2,364				3,156
Capital Contributed by Other Sources		(1)	195			194
Acquisition of Property, Plant and Equipment			(18)		(55)	(73)
Interest Paid on Bonds and Notes	(14)	(219)	(21)	(113)	(45)	(412)
Principal Paid on Bonds and Notes	(45)	(250)	(45)	(283)	(675)	(1,298)
Payments on Long Term Capital Leases Obligations				(231)		(231)
Additions to Construction in Progress	(1,408)	(2,521)	(197)	(7)	(1,111)	(5,244)
Net Cash (Used) by Capital and Related Financing Activities	<u>(675)</u>	<u>(627)</u>	<u>(86)</u>	<u>(634)</u>	<u>(1,886)</u>	<u>(3,908)</u>
<u>Cash Flow from Investing Activities:</u>						
Interest and Dividends on Investments		179	58	15	188	440
Net Cash Provided by Investing Activities		<u>179</u>	<u>58</u>	<u>15</u>	<u>188</u>	<u>440</u>
Net Increase (decrease) in Cash and Cash Equivalents	140	(165)	54	(267)	2,794	2,556
Cash and Cash Equivalents, July 1	<u>2,722</u>	<u>8,697</u>	<u>2,332</u>	<u>1,324</u>	<u>7,111</u>	<u>22,186</u>
Cash and Cash Equivalents, June 30	<u>\$ 2,862</u>	<u>\$ 8,532</u>	<u>\$ 2,386</u>	<u>\$ 1,057</u>	<u>\$ 9,905</u>	<u>\$ 24,742</u>

(Continued)

CITY OF CINCINNATI, OHIO
Combining Statement of Cash Flows
Nonmajor Enterprise Funds
For the fiscal year ended June 30, 2014
(Amounts in Thousands)

	Business Type Activities - Enterprise Funds					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)	\$ (5,918)	\$ 1,898	\$ (634)	\$ (673)	\$ 867	\$ (4,460)
Depreciation and Amortization	4,259	1,641	716	988	3,078	10,682
Amortization of Deferred Inflows and Outflows		(386)				(386)
Changes in Assets, Deferred Inflows/Outflows and Liabilities:						
(Increase) Decrease in:						
Receivables	32	32	414	4	(112)	370
Due from Other Funds		(3)			1	(2)
Prepaid Items	5	4	(7)			2
Increase (Decrease) in:						
Accounts Payable	63	31	(9)	(16)	(113)	(44)
Deposits Payable	13					13
Due to Other Funds		(2,367)	(1)	7	123	(2,238)
Due to Fiduciary Funds		(4)	(1)	0	(1)	(6)
Accrued Payroll		3	6	1	11	21
Accrued Liabilities	87	23	1	(17)		94
Unearned Revenue	119	(36)				83
Compensated Absences Payable		(55)	34	2	36	17
Net Pension Obligation		283	134	14	227	658
Net Other Post Employment Benefit Obligation		33	16	2	26	77
Net Cash Provided (Used) by Operating Activities	<u>\$ (1,340)</u>	<u>\$ 1,097</u>	<u>\$ 669</u>	<u>\$ 312</u>	<u>\$ 4,143</u>	<u>\$ 4,881</u>
Schedule of Noncash Investing						
<u>Capital and Financing Activities:</u>						
Change in Fair Value of Investments		\$ 94	\$ 30	\$ 6	\$ 100	\$ 230
Total Noncash Investing, Capital and Financing Activities		<u>\$ 94</u>	<u>\$ 30</u>	<u>\$ 6</u>	<u>\$ 100</u>	<u>\$ 230</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-Risk Management- 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 insurance costs for employees' health care and for City property, liability, and other risk coverage.

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
June 30, 2014
(Amounts in Thousands)

	Purchasing Reproduction and Printing	Fleet Services	Property Management	Self Insurance Risk Management	Self Insurance Workers' Compensation	Enterprise Technology Services	Total Internal Service Funds
ASSETS							
Current Assets:							
Cash and Equivalents				\$ 341	\$ 3,243	\$ 930	\$ 341
Equity in City Treasury Cash	72	390	358	6,042			11,035
Receivables:							
Accounts, Net	22	163		287			472
Accrued Interest				87	52	8	147
Due from Other Funds	195	1,590	210	3,621	1,884	745	8,245
Due from Fiduciary Funds						1	1
Due from Other Governments						95	95
Prepaid Items	31	7	29	1,212	91	174	1,513
Inventory		394					425
Advances to Other Funds						1,612	1,612
Total Current Assets	320	2,544	597	11,590	5,270	3,565	23,886
Noncurrent Assets:							
Equity in City Treasury Cash	317	1,704	1,566	26,404	14,174	4,060	48,225
Land		283					283
Improvements, net of Accumulated Depreciation		2,020				2,669	4,689
Machinery and Equipment, net of Accumulated Depreciation	587	935		1	52	8,531	10,106
Property Acquired Under Capital Lease, net of Accumulated Amortization	37			1			38
Other Assets		1,865					1,865
Total Noncurrent Assets	941	6,807	1,566	26,406	14,226	15,260	65,206
Total Assets	1,261	9,351	2,163	37,996	19,496	18,825	89,092

(Continued)

CITY OF CINCINNATI, OHIO
Combining Statement of Net Position
Internal Service Funds
June 30, 2014
(Amounts in Thousands)

	Purchasing Reproduction and Printing	Fleet Services	Property Management	Self Insurance Risk Management	Self Insurance Workers' Compensation	Enterprise Technology Services	Total Internal Service Funds
(Continued)							
LIABILITIES							
Current Liabilities:							
Accounts Payable	\$ 200	\$ 763		\$ 2,291	\$ 363	\$ 458	\$ 4,075
Due to Other Funds		5		1		2	8
Due to Fiduciary Funds	2	27	\$ 2	3	3	14	51
Accrued Payroll	16	213	17	48	4	119	417
Accrued Liabilities	1	3			153	121	278
Obligations under Capital Leases	60			2			62
Deposits Payable			618				618
Compensated Absences Payable	37	341	22	100	4	339	843
Unpaid Claims Payable				6,200	2,754	0	8,954
Total Current Liabilities	316	1,352	659	8,645	3,281	1,053	15,306
Noncurrent Liabilities:							
Estimated Liability for Compensated Absences	30	496	8	43	12	93	682
Estimated Liability for Unpaid Claims					8,434		8,434
Advances from Other Funds	50	1,402	177	125			1,754
Advances from Other Governments		20				3	23
Obligations under Capital Leases	52						52
Net Pension Obligation	380	4,305	332	360	193	4,568	10,138
Net Other Post Employment Benefit Obligation	191	1,894	150	100	20	2,058	4,413
Total Noncurrent Liabilities	703	8,117	667	628	8,659	6,722	25,496
Total Liabilities	1,019	9,469	1,326	9,273	11,940	7,775	40,802
NET POSITION							
Net Investment in Capital Assets	512	3,238			52	11,200	15,002
Restricted		1,865					1,865
Unrestricted Net Position	(270)	(5,221)	837	28,723	7,504	(150)	31,423
Total Net Position	\$ 242	\$ (118)	\$ 837	\$ 28,723	\$ 7,556	\$ 11,050	\$ 48,290

CITY OF CINCINNATI, OHIO
Combining Statement of Revenue, Expenses and Changes in Fund Net Position
Internal Service Funds
For the fiscal year ended June 30, 2014
(Amounts in Thousands)

	Purchasing Reproduction and Printing	Fleet Services	Property Management	Self Insurance Risk Management	Self Insurance Workers' Compensation	Enterprise Technology Services	Total Internal Service Funds
OPERATING REVENUES							
Charges for Services	\$ 2,503	\$ 18,688	\$ 1,887	\$ 76,552	\$ 3,407	\$ 7,860	\$ 109,010
Miscellaneous							1,887
Total Operating Revenues	<u>2,503</u>	<u>18,688</u>	<u>1,887</u>	<u>76,552</u>	<u>3,407</u>	<u>7,860</u>	<u>110,897</u>
OPERATING EXPENSES							
Personal Services	439	6,114	344	1,416	218	3,511	12,042
Contractual Services	589	1,090	30	1,921	20	975	4,625
Maintenance and Repairs	66	586				143	795
Materials and Supplies	824	10,451	2	40	1	364	11,682
Utilities	2	205	3	7		2,103	2,320
Insurance		8		61,168	3,205	13	64,394
Rent	16	15	7	99		1,494	1,631
Depreciation and Amortization	230	277	1	5	17	4,669	5,199
Other Expense		12	2	29	29		72
Total Operating Expenses	<u>2,166</u>	<u>18,758</u>	<u>389</u>	<u>64,685</u>	<u>3,490</u>	<u>13,272</u>	<u>102,760</u>
Operating Income (Loss)	<u>337</u>	<u>(70)</u>	<u>1,498</u>	<u>11,867</u>	<u>(83)</u>	<u>(5,412)</u>	<u>8,137</u>
NONOPERATING REVENUES (EXPENSES)							
Interest Expense	(8)						(8)
Interest Revenue				509	295	44	848
Total Non-Operating Revenue (Expenses)	<u>(8)</u>			<u>509</u>	<u>295</u>	<u>44</u>	<u>840</u>
Income (Loss) before Contributions and Transfers	329	(70)	1,498	12,376	212	(5,368)	8,977
Transfers In			1,069			1,719	2,788
Transfers (Out)			(1,424)				(1,424)
Capital Contribution		26					26
Change in Net Position	<u>329</u>	<u>(44)</u>	<u>1,143</u>	<u>12,376</u>	<u>212</u>	<u>(3,649)</u>	<u>10,367</u>
Beginning Net Position	<u>(87)</u>	<u>(74)</u>	<u>(306)</u>	<u>16,347</u>	<u>7,344</u>	<u>14,699</u>	<u>37,923</u>
Ending Net Position	<u>\$ 242</u>	<u>\$ (118)</u>	<u>\$ 837</u>	<u>\$ 28,723</u>	<u>\$ 7,556</u>	<u>\$ 11,050</u>	<u>\$ 48,290</u>

CITY OF CINCINNATI, OHIO
Combining Statement of Cash Flows
Internal Service Funds
For the fiscal year ended June 30, 2014
(Amounts in Thousands)

	Purchasing Reproduction and Printing	Fleet Services	Property Management	Self Insurance Risk Management	Self Insurance Workers' Compensation	Enterprise Technology Services	Total Internal Service Funds
<u>Cash Flows from Operating Activities:</u>							
Receipts from Customers	\$ 302	\$ 354	\$ 2,473	\$ 8,821	\$ 176	\$ 1,126	\$ 13,252
Receipts from Other Funds	2,185	18,342		67,579	3,231	8,127	99,464
Receipts from Retirement System				170			170
Payment to Suppliers	(1,447)	(10,344)	(1,353)	(63,467)	(3,425)	(5,026)	(85,062)
Payments to Other Funds	(3)	(2,028)				10	(2,021)
Payments to Employees	(389)	(5,188)	(270)	(1,365)	(86)	(3,242)	(10,540)
Net Cash Provided (Used) by Operating Activities	648	1,136	850	11,738	(104)	995	15,263
<u>Cash Flows from Noncapital Financing Activities:</u>							
Due from Other Funds for City Note Payable	(13)	(43)	(37)	(1,013)	106	(68)	(1,068)
Repayment of Amount Due to Other Fund						(835)	(835)
Transfers to Other Funds			(1,424)				(1,424)
Transfers from Other Funds			1,069			1,660	2,729
Net Cash Provided (Used) by Noncapital Financing Activities	(13)	(43)	(392)	(1,013)	106	757	(598)
<u>Cash Flows from Capital and Related Financing Activities:</u>							
Contributions from Other Sources		26					26
Acquisition of Property, Plant and Equipment	(449)	(26)				(169)	(644)
Capital Items Expensed						590	590
Additions to Construction In Progress						(825)	(825)
Interest Paid on Debt	(8)						(8)
Payment on Long Term Capital Lease Obligations	(42)			(3)		(454)	(499)
Net Cash (Used) by Capital and Related Financing Activities	(499)			(3)		(858)	(1,360)
<u>Cash Flows from Investing Activities:</u>							
Investment Purchases		(565)					(565)
Interest on Investments				476	292	43	811
Net Cash Provided by Investing Activities		(565)		476	292	43	246
Net Increase (Decrease) in Cash and Cash Equivalents	136	528	458	11,198	294	937	13,551
Cash and Cash Equivalents at July 1	253	1,566	1,466	21,589	17,123	4,053	46,050
Cash and Cash Equivalents at June 30	\$ 389	\$ 2,094	\$ 1,924	\$ 32,787	\$ 17,417	\$ 4,990	\$ 59,601

CITY OF CINCINNATI, OHIO
Combining Statement of Cash Flows
Internal Service Funds
For the year ended June 30, 2014
(Amounts in Thousands)

	Purchasing Reproduction and Printing	Fleet Services	Property Management	Self Insurance Risk Management	Self Insurance Workers' Compensation	Enterprise Technology Services	Total Internal Service Funds
\$	337	\$ (70)	\$ 1,498	\$ 11,867	\$ (83)	\$ (5,413)	\$ 8,136
	230	277	1	5	17	4,669	5,199
	(6)	38	(3)	(287)			(258)
	(10)	(30)		(13)		1,220	1,167
				31		20	51
	14	5	(29)	(5)		150	150
		1				(5)	19
	33	33	589	191	60	(26)	291
		(44)	(1,280)	(2)		(1)	(1,327)
		(6)	(1)	(2)	(4)	(70)	(83)
	1	37	5	(13)	1	(83)	(52)
		1		0	(15)	4	(10)
	3	56	1	(37)		(92)	0
	0			(100)	(215)		(69)
	41	751	62	92	121	399	(315)
	5	87	7	11	14	46	1,466
\$	648	\$ 1,136	\$ 850	\$ 11,738	\$ (104)	\$ 995	\$ 15,263
				\$ 258	\$ 153	\$ 23	\$ 434
				\$ 258	\$ 153	\$ 23	\$ 434

Reconciliation of Operating Income(Loss) to
Net Cash Provided (Used) by Operating Activities:

Operating Income (Loss)	
Depreciation and Amortization	
Changes in Assets and Liabilities:	
(Increase) Decrease in:	
Receivables	
Due from Other Funds	
Due from Fiduciary Funds	
Due from Other Governments	
Inventory	
Prepaid Items	
Increase (Decrease) in:	
Accounts Payable	
Deposits Payable	
Due to Other Funds	
Due to Fiduciary Funds	
Accrued Payroll	
Accrued Liabilities	
Advances from Other Governments	
Estimated Liability for Compensated Absences	
Estimated Liability for Unpaid Claims Payable	
Net Pension Obligation	
Net Other Post Employment Benefit Obligation	
Net Cash Provided (Used) by	
Operating Activities	
Schedule of Noncash Investing,	
Capital and Financing Activities:	
Change in Fair Value of Investments	
Total Noncash Investing, Capital	
and Financing Activities	

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CITY OF CINCINNATI, OHIO

FIDUCIARY FUNDS

—
AGENCY FUNDS

Agency Funds

Towing Charges and Private Operations - 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
June 30, 2014
(Amounts in Thousands)

	Agency Funds						Total
	Towing Charges Private Operators	Convention Facility Authority	Admissions Tax Bonds	Engineering Deposits	Metropolitan Sewer District		
ASSETS							
Equity in City Treasury Cash	\$ 181	\$ 567	\$ 31	\$ 2,367	\$	\$	\$ 3,146
Cash With Fiscal Agent					101		101
Investments, at fair value					397,850		397,850
Receivables:							
Accounts, Net	19	61	3	259	61,588		61,930
Accrued Interest and Dividends					355		355
Total Assets	<u>\$ 200</u>	<u>\$ 628</u>	<u>\$ 34</u>	<u>\$ 2,626</u>	<u>\$ 459,894</u>	<u>\$</u>	<u>\$ 463,382</u>
LIABILITIES							
Accounts Payable	\$ 44	\$	\$	\$ 15	\$ 20,556	\$	\$ 20,615
Due to Other Governments	0	628			428,385		429,013
Accrued Payroll					1,967		1,967
Accrued Liabilities					51		51
Deposits Payable	156		34	2,611	34		2,835
Estimated Liability for Compensated Absences					8,901		8,901
Total Liabilities	<u>\$ 200</u>	<u>\$ 628</u>	<u>\$ 34</u>	<u>\$ 2,626</u>	<u>\$ 459,894</u>	<u>\$</u>	<u>\$ 463,382</u>

CITY OF CINCINNATI, OHIO
Combining Statement of Changes in Assets and Liabilities
Agency Funds
For the fiscal year ended June 30, 2014
(Amounts in Thousands)

	Balance July 1, 2013	Additions	Deductions	Balance June 30, 2014
<u>TOWING CHARGES - PRIVATE OPERATORS</u>				
ASSETS				
Equity in City Treasury Cash	\$ 421	\$ 704	\$ 944	\$ 181
Accounts Receivable	49	19	49	19
Total Assets	<u>\$ 470</u>	<u>\$ 723</u>	<u>\$ 993</u>	<u>\$ 200</u>
LIABILITIES				
Accounts Payable	\$ 38	\$ 445	\$ 439	\$ 44
Due to Other Governments	13		13	
Deposits Payable	419	1,508	1,771	156
Total Liabilities	<u>\$ 470</u>	<u>\$ 1,953</u>	<u>\$ 2,223</u>	<u>\$ 200</u>
<u>CONVENTION FACILITY AUTHORITY</u>				
ASSETS				
Equity in City Treasury Cash	\$ 195	\$ 1,592	\$ 1,220	\$ 567
Accounts Receivable	23	61	23	61
Total Assets	<u>\$ 218</u>	<u>\$ 1,653</u>	<u>\$ 1,243</u>	<u>\$ 628</u>
LIABILITIES				
Due to Other Governments	\$ 218	\$ 825	\$ 415	\$ 628
Accounts Payable		1,627	1,627	
Deposits Payable		137	137	
Total Liabilities	<u>\$ 218</u>	<u>\$ 2,589</u>	<u>\$ 2,179</u>	<u>\$ 628</u>
<u>ADMISSION TAX BONDS</u>				
ASSETS				
Equity in City Treasury Cash	\$ 29	\$ 6	\$ 4	\$ 31
Accounts Receivable	3	3	3	3
Total Assets	<u>\$ 32</u>	<u>\$ 9</u>	<u>\$ 7</u>	<u>\$ 34</u>
LIABILITIES				
Deposits Payable	<u>\$ 32</u>	<u>\$ 3</u>	<u>\$ 1</u>	<u>\$ 34</u>
<u>ENGINEERING DEPOSITS</u>				
ASSETS				
Cash and Cash Equivalents	\$	\$ 148	\$ 148	\$
Equity in City Treasury Cash	2,472	1,791	1,896	2,367
Accounts Receivable	325	498	564	259
Total Assets	<u>\$ 2,797</u>	<u>\$ 2,437</u>	<u>\$ 2,608</u>	<u>\$ 2,626</u>
LIABILITIES				
Accounts Payable	\$ 50	\$ 15	\$ 50	\$ 15
Deposits Payable	2,747	1,690	1,826	2,611
	<u>\$ 2,797</u>	<u>\$ 1,705</u>	<u>\$ 1,876</u>	<u>\$ 2,626</u>

CITY OF CINCINNATI, OHIO
Combining Statement of Changes in Assets and Liabilities
Agency Funds
For the fiscal year ended June 30, 2014
(Amounts in Thousands)

	Balance July 1, 2013	Additions	Deductions	Balance June 30, 2014
<u>METROPOLITAN SEWER DISTRICT</u>				
ASSETS				
Investments	\$ 259,480	\$ 744,463	\$ 606,093	\$ 397,850
Cash with Fiscal Agent	70	3,196	3,165	101
Accounts Receivable	64,412	70,118	72,942	61,588
Accrued Interest Receivable	424	498	567	355
Total Assets	<u>\$ 324,386</u>	<u>\$ 818,275</u>	<u>\$ 682,767</u>	<u>\$ 459,894</u>
LIABILITIES				
Accounts Payable	\$ 20,051	\$ 321,943	\$ 321,438	\$ 20,556
Due to Other Governments	244,547	623,636	439,798	428,385
Accrued Payroll	2,010	2,890	2,933	1,967
Accrued Liabilities	50	51	50	51
Deposits Payable		57	23	34
Estimated Liability for Compensated Absences	9,301		400	8,901
Net Pension Obligation	37,749		37,749	
Net Other Post Employment Benefit Obligation	10,678		10,678	
Total Liabilities	<u>\$ 324,386</u>	<u>\$ 948,577</u>	<u>\$ 813,069</u>	<u>\$ 459,894</u>
<u>TOTAL AGENCY FUNDS</u>				
ASSETS				
Cash and Cash Equivalents	\$ 0	\$ 148	\$ 148	\$
Equity in City Treasury Cash	3,117	4,093	4,064	3,146
Cash with Fiscal Agent	70	3,196	3,165	101
Investments	259,480	744,463	606,093	397,850
Receivables:				
Accounts, Net	64,812	70,699	73,581	61,930
Accrued Interest Receivable	424	498	567	355
Total Assets	<u>\$ 327,903</u>	<u>\$ 823,097</u>	<u>\$ 687,618</u>	<u>\$ 463,382</u>
LIABILITIES				
Accounts Payable	\$ 20,139	\$ 324,030	\$ 323,554	\$ 20,615
Due to Other Governmental Agencies	244,778	624,461	440,226	429,013
Accrued Payroll	2,010	2,890	2,933	1,967
Accrued Liabilities	50	51	50	51
Deposits Payable	3,198	3,395	3,758	2,835
Estimated Liability for Compensated Absences	9,301		400	8,901
Net Pension Obligation	37,749		37,749	
Net Other Post Employment Benefit Obligation	10,678		10,678	
Total Liabilities	<u>\$ 327,903</u>	<u>\$ 954,827</u>	<u>\$ 819,348</u>	<u>\$ 463,382</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
For the fiscal year
(Amounts In Thousands)

	June 30 2014	June 30 2013
	<u> </u>	<u> </u>
Governmental Activities Capital Assets		
Land	\$ 187,947	\$ 176,097
Buildings	247,086	234,633
Improvements	459,821	451,501
Machinery and Equipment	153,793	149,364
Infrastructure	1,019,208	957,906
Construction in Progress	246,021	180,449
Property acquired under capital leases	561	659
	<u> </u>	<u> </u>
Total Governmental Capital Assets	<u>\$ 2,314,437</u>	<u>\$ 2,150,609</u>
Investment in Governmental Capital Assets	<u>\$ 2,314,437</u>	<u>\$ 2,150,609</u>
Investment in Governmental Capital Assets by Source:		
Permanent Improvement Fund or		
General Obligation Bonds	\$ 1,537,988	\$ 1,411,192
Federal Grants	155,764	137,670
State Grants	190,898	184,707
County Grants	12,409	11,427
Private	14,168	13,842
General Fund Revenues	114,027	107,712
Special Revenue Funds	54,217	52,316
Gifts	2,529	2,529
Other and Undifferentiated	232,437	229,214
	<u> </u>	<u> </u>
Total from All Sources	<u>\$ 2,314,437</u>	<u>\$ 2,150,609</u>

CITY OF CINCINNATI, OHIO
Schedule of Capital Assets Used in the Operation of Governmental Funds
Schedule by Function and Activity
As of June 30, 2014
(Amounts in Thousands)

	Total	Land	Buildings	Improvements	Equipment	Infrastructure	Property Acquisition under Capital Leases	Construction In Progress
Mayor and Council	\$ 62	\$	\$	\$	\$ 62	\$	\$	\$
City Manager	2,826		48		787	1,984	7	
Economic Development	59,092	10,690	6,747	28,417		13,238		
Law	175				175			
Human Resources	6,796			6,672	93		31	
Finance	1,085			710	340		35	
Enterprise Technology Services	2,842			2,842				
Community Development	141,721	62,624	7,329	41,120	68	30,568	12	
City Planning	148				96		52	
Recreation	169,619	6,913	35,109	123,441	3,907	207	42	
Parks	116,640	15,064	15,676	38,305	4,111	43,484		
Buildings and Inspections	373			91	282			
Public Safety	78,885	1,833	8,636	12,766	55,650			
Transportation & Engineering	980,044	31,521	7,319	12,649	632	927,923		
Enterprise Services	1,432	296		403	733			
Public Services	119,311	2,578	48,113	39,144	27,672	1,804		
Public Health	16,706	237	4,203	8,986	3,280			
Pooled, Unassigned Equipment	957				957			
Southern Railway Improvement	83,224			83,224				
General Government								
Land	55,908	55,908						
Buildings	113,634		113,634					
Improvements	51,558			51,558				
Total Governmental Capital Assets Allocated by Function	2,003,038	187,664	246,814	447,486	101,687	1,019,208	179	
Construction in Progress	246,021							246,021
Internal Service Funds:								
Purchasing, Printing and Stores	2,018				1,651		367	
Fleet Services	7,728	283	272	4,345	2,828			
Property Management	35				20		15	
Self-Insured Workers Comp	82				82			
Self Insurance Medical	21			6	15			
Enterprise Technology Services	55,494			7,984	47,510			
Total Governmental Capital Assets	\$ 2,314,437	\$ 187,947	\$ 247,086	\$ 459,821	\$ 153,793	\$ 1,019,208	\$ 561	\$ 246,021

CITY OF CINCINNATI, OHIO
Schedule of Capital Assets Used in the Operation of Governmental Funds
Schedule of Changes by Function and Activity
For the fiscal year ended June 30, 2014
(Amounts in Thousands)

	General Capital Assets July 1, 2013	Additions	Deletions	General Capital Assets June 30, 2014
Mayor and Council	\$ 62	\$	\$	\$ 62
City Manager	2,548	278		2,826
Economic Development	55,174	5,089	1,171	59,092
Law	127	67	19	175
Human Resources	6,765	45	14	6,796
Enterprise Technology Services	2,821	21		2,842
Finance	989	135	39	1,085
Community Development	128,464	13,267	10	141,721
City Planning and Buildings	142	6		148
Recreation	166,824	2,825	30	169,619
Parks	109,759	6,910	29	116,640
Buildings and Inspections	373			373
Public Safety	78,378	791	284	78,885
Transportation & Engineering	931,913	49,520	1,389	980,044
Enterprise Services	1,432			1,432
Public Services	98,779	20,764	232	119,311
Public Health	16,547	188	29	16,706
Pooled, Unassigned Equipment	957			957
Southern Railway Improvement	83,224			83,224
General Government				
Land	55,908			55,908
Buildings	113,634			113,634
Improvements	51,558			51,558
Construction in Progress	180,449	148,912	83,340	246,021
Internal Service Funds:				
Purchasing, Printing and Stores	1,438	710	130	2,018
Fleet Services	7,641	87		7,728
Property Management	21			21
Self Insurance Workers' Compensation	82			82
Self Insurance Risk Management	20	15		35
Enterprise Technology Services	54,579	1,505	590	55,494
Total Governmental Capital Assets	<u>\$ 2,150,608</u>	<u>\$ 251,135</u>	<u>\$ 87,306</u>	<u>\$ 2,314,437</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
June 30, 2014

Year	(a)General Obligation Bonds and Notes	(b)Municipal Income Tax Bonds and Notes	(c)Water Works Bonds	(d)Revenue Bonds and Notes	(c)Police and Fire Pension Bonds		
	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		
2013	230,505,000	97,150,000	3,800,000	603,385,000	37,720,000		
2014	251,690,000	97,395,000	1,800,000	582,465,000	37,230,000		

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
	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
2013	4,470,000	6,435,000	4,700,000	83,845,000	13,325,000	21,000,000
2014	4,270,000	5,645,000	4,450,000	96,000,000	12,735,000	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
	2005	1,450,000	14,885,000		217,710,000	485,905,800
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
2013	2,025,000	15,120,000	8,730,000	230,505,000	901,705,000	1,132,210,000
2014	1,350,000	8,965,000	14,395,000	251,690,000	887,700,000	1,139,390,000

- (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
June 30, 2014**

PROPERTY TAX-SUPPORTED

Fiscal Year	Maturing	Interest Cost	Debt Service Requirement	Outstanding Debt End of Year
2014				\$ 262,690,000
2015	\$ 35,435,000	\$ 11,074,693	\$ 46,509,693	227,255,000
2016	30,195,000	9,541,399	39,736,399	197,060,000
2017	26,105,000	8,371,893	34,476,893	170,955,000
2018	22,775,000	7,325,043	30,100,043	148,180,000
2019	18,770,000	6,410,306	25,180,306	129,410,000
2020	16,450,000	5,633,631	22,083,631	112,960,000
2021	14,525,000	4,926,506	19,451,506	98,435,000
2022	11,375,000	4,329,931	15,704,931	87,060,000
2023	10,790,000	3,812,713	14,602,713	76,270,000
2024	10,350,000	3,315,150	13,665,150	65,920,000
2025	9,990,000	2,841,128	12,831,128	55,930,000
2026	8,175,000	2,415,931	10,590,931	47,755,000
2027	7,930,000	2,026,603	9,956,603	39,825,000
2028	6,865,000	1,665,113	8,530,113	32,960,000
2029	6,200,000	1,345,203	7,545,203	26,760,000
2030	5,100,000	1,078,950	6,178,950	21,660,000
2031	4,070,000	874,125	4,944,125	17,590,000
2032	4,010,000	693,400	4,703,400	13,580,000
2033	3,575,000	523,675	4,098,675	10,005,000
2034	3,305,000	367,225	3,672,225	6,700,000
2035	3,340,000	212,300	3,552,300	3,360,000
2036	1,120,000	112,000	1,232,000	2,240,000
2037	1,120,000	67,200	1,187,200	1,120,000
2038	1,120,000	22,400	1,142,400	-

78,986,518

SELF-SUPPORTED

Maturing	Interest Cost	Debt Service Requirement	Outstanding Debt End of Year
2014			\$ 200,840,000
2015	\$ 12,330,000	\$ 6,638,960	\$ 18,968,960
2016	13,680,000	6,264,739	19,944,739
2017	9,050,000	5,853,645	14,903,645
2018	29,850,000	6,075,923	35,925,923
2019	27,510,000	6,484,722	33,994,722
2020	8,550,000	4,823,029	13,373,029
2021	8,600,000	4,446,429	13,046,429
2022	8,175,000	4,069,532	12,244,532
2023	7,795,000	3,700,922	11,495,922
2024	7,850,000	3,338,547	11,188,547
2025	8,200,000	2,966,996	11,166,996
2026	7,875,000	2,587,442	10,462,442
2027	7,490,000	2,224,542	9,714,542
2028	7,275,000	1,875,979	9,150,979
2029	7,205,000	1,527,244	8,732,244
2030	6,375,000	1,209,291	7,584,291
2031	5,115,000	943,587	6,058,587
2032	5,210,000	703,693	5,913,693
2033	4,835,000	470,713	5,305,713
2034	2,870,000	293,913	3,163,913
2035	2,980,000	161,063	3,141,063
2036	1,560,000	57,675	1,617,675
2037	460,000	10,975	470,975
2038			0

MUNICIPAL INCOME TAX SUPPORTED

Year	Maturing	Interest Cost	Debt Service Requirement	Outstanding Debt End of Year
2014				\$ 93,395,000
2015	\$ 6,800,000	\$ 3,806,079	\$ 10,606,079	86,595,000
2016	7,300,000	3,482,167	10,782,167	79,295,000
2017	7,315,000	3,239,143	10,554,143	71,980,000
2018	7,320,000	2,990,077	10,310,077	64,660,000
2019	6,915,000	2,727,238	9,642,238	57,745,000
2020	6,605,000	2,448,355	9,053,355	51,140,000
2021	6,450,000	2,164,258	8,614,258	44,690,000
2022	5,590,000	1,895,198	7,485,198	39,100,000
2023	4,895,000	1,651,816	6,546,816	34,205,000
2024	4,640,000	1,435,049	6,075,049	29,565,000
2025	4,690,000	1,230,406	5,920,406	24,875,000
2026	4,795,000	1,021,926	5,816,926	20,080,000
2027	4,940,000	801,781	5,741,781	15,140,000
2028	4,575,000	582,809	5,157,809	10,565,000
2029	3,720,000	397,250	4,117,250	6,845,000
2030	2,495,000	255,825	2,750,825	4,350,000
2031	1,090,000	176,388	1,266,388	3,260,000
2032	1,090,000	128,163	1,218,163	2,170,000
2033	910,000	83,475	993,475	1,260,000
2034	630,000	47,250	677,250	630,000
2035	630,000	15,750		0

TOTAL

Maturing	Interest Cost	Debt Service Requirement	Outstanding Debt End of Year
2014			\$ 1,139,390,000
2015	\$ 100,270,000	\$ 47,723,898	\$ 147,993,898
2016	80,625,000	44,291,834	124,916,834
2017	71,930,000	41,217,410	113,147,410
2018	90,740,000	38,848,830	129,588,830
2019	85,375,000	36,658,158	122,033,158
2020	65,365,000	32,513,174	97,878,174
2021	64,525,000	29,667,160	94,192,160
2022	61,865,000	26,805,437	88,670,437
2023	53,510,000	24,165,207	77,675,207
2024	55,105,000	21,665,324	76,770,324
2025	46,185,000	19,322,730	65,507,730
2026	45,210,000	17,168,875	62,378,875
2027	37,160,000	15,162,095	52,322,095
2028	36,540,000	13,335,028	49,875,028
2029	35,890,000	11,532,610	47,422,610
2030	33,695,000	9,808,255	43,503,255
2031	30,405,000	8,218,472	38,623,472
2032	31,500,000	6,655,217	38,155,217
2033	32,165,000	5,020,414	37,185,414
2034	24,920,000	3,524,690	28,444,690
2035	23,475,000	2,228,772	25,703,772
2036	11,580,000	1,316,434	12,896,434
2037	11,015,000	768,094	11,783,094
2038	6,530,000	342,860	6,872,860
2039	3,810,000	93,031	3,903,031

REVENUE

Year	Maturing	Interest Cost	Debt Service Requirement	Outstanding Debt End of Year
2014				\$ 582,465,000
2015	\$ 45,705,000	\$ 26,204,166	\$ 71,909,166	536,760,000
2016	29,450,000	25,003,530	54,453,530	507,310,000
2017	29,460,000	23,752,729	53,212,729	477,850,000
2018	30,795,000	22,457,787	53,252,787	447,055,000
2019	32,180,000	21,035,891	53,215,891	414,875,000
2020	33,760,000	19,608,159	53,368,159	381,115,000
2021	34,950,000	18,129,967	53,079,967	346,165,000
2022	36,725,000	16,510,775	53,235,775	309,440,000
2023	30,030,000	14,999,757	45,029,757	279,410,000
2024	32,265,000	13,576,578	45,841,578	247,145,000
2025	23,305,000	12,284,200	35,589,200	223,840,000
2026	24,365,000	11,143,575	35,508,575	199,475,000
2027	16,800,000	10,109,169	26,909,169	182,675,000
2028	17,825,000	9,211,127	27,036,127	164,850,000
2029	18,765,000	8,262,913	27,027,913	146,085,000
2030	19,725,000	7,264,189	26,989,189	126,360,000
2031	20,130,000	6,224,372	26,354,372	106,230,000
2032	21,190,000	5,129,962	26,319,962	85,040,000
2033	22,845,000	3,942,552	26,787,552	62,195,000
2034	18,115,000	2,816,303	20,931,303	44,080,000
2035	16,525,000	1,839,660	18,364,660	27,555,000
2036	8,900,000	1,146,759	10,046,759	18,655,000
2037	9,435,000	689,919	10,124,919	9,220,000
2038	5,410,000	320,460	5,730,460	3,810,000
2039	3,810,000	93,031	3,903,031	0

CITY OF CINCINNATI, OHIO
Schedule of Expenditures of Federal Awards
(Non-GAAP Budgetary Basis)
For the Fiscal Year ended June 30, 2014

(Amounts in Thousands)

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	886	-	(987)	-
Hamilton County WIC Program	391	10.557	31-2-001-1-WA-0714	NAM Health	2,366	-	(2,286)	-
Total for CFDA No. 10.557					3,252	-	(3,273)	-
* Passed through Ohio Department of Education								
CACFP- Child & Adult Care Food Program	324	10.558	009070	NAR Recreation	100	-	(84)	-
Total for CFDA No. 10.558					100	-	(84)	-
TOTAL DEPARTMENT OF AGRICULTURE					3,352	-	(3,357)	-
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	24	-	(24)	-
(a.) Total for CFDA No. 93.575					24	-	(24)	-
* Passed through Ohio Department of Health								
Social Services Block Grant	323	93.667		APR Recreation	24	-	(24)	-
Total for CFDA No. 93.667					24	-	(24)	-
* Passed through Council on Aging of Southwestern Ohio								
Special Programs for the Aging Title III Part B	324	93.044		NAR Recreation	24	-	(24)	-
(b.) Total for CFDA No. 93.044					24	-	(24)	-
Special Programs for the Aging Title III Part C	324	93.045		NAR Recreation	207	8	(228)	-
(b.) Total for CFDA No. 93.045					207	8	(228)	-
* Passed through Ohio Department of Health								
Medical Assistance - T.R. Waivers	324	93.778		NAR Recreation	23	-	(5)	-
(c.) Total for CFDA No. 93.778					23	-	(5)	-
* Passed through YMCA of Greater Cincinnati								
Temporary Assistance for Needy Families	323	93.558		APR Recreation	48	-	(48)	-
(h.) Total for CFDA No. 93.558					48	-	(48)	-
* Passed through Ohio Department of Health								
Homeless Health Care Program	448	93.151	Contract #15x0059	NAM Health	186	-	(113)	-
Total for CFDA No. 93.151					186	-	(113)	-
* Passed through Ohio Department of Health								
Cincinnati Health Network	446	93.224	H80CS25683	NAM Health	559	-	(597)	-
(j.) Total for CFDA No. 93.224					559	-	(597)	-
* Passed through Ohio Department of Health								
Immunization Action Plan Special	415	93.268	31-2-001-2-IM-0613	NAM Health	146	-	(176)	-
Immunization Action Plan Special	415	93.268	31-2-001-2-IM-0714	NAM Health	127	-	(126)	-
Total for CFDA No. 93.268					273	-	(302)	-
* Passed through Ohio Department of Health								
Heart Health in Hamilton County	425	93.991	31-2-001-4-CC-0514	NAM Health	50	-	(44)	-
Heart Health in Hamilton County	425	93.991	31-2-001-4-CC-0413	NAM Health	58	-	(63)	-
Total for CFDA No. 93.991					108	-	(107)	-
Adv. Conformance w/Voluntary NRRPSPG	350	93.103	1U18FD004688-01	NAM Health	25	-	(21)	-
Total for CFDA No. 93.103					25	-	(21)	-
* Passed through Ohio Department of Health								
Reproductive Health and Wellness	350	93.217	31-2-001-1-RH-0213	NAM Health	213	-	-	-
Reproductive Health and Wellness	350	93.217	31-2-001-1-RH-0314	NAM Health	323	-	(323)	-
Reproductive Health and Wellness	350	93.217	31-2-001-1-RH-0414	NAM Health	340	-	(311)	-
Total for CFDA No. 93.217					876	-	(634)	-

CITY OF CINCINNATI, OHIO
Schedule of Expenditures of Federal Awards
(Non-GAAP Budgetary Basis)
For the Fiscal Year ended June 30, 2014

(Amounts in Thousands)

Grantor/Program Title	Fund	CFDA #	Grant #	Agency	Grant and Contract Revenue Received	Contributions and other Revenue	CFS Expenditures	Advances (Repayments) or Adjustments
<i>* Passed through Ohio Department of Health</i>								
Public Health Emergency Preparedness	350	93.069	31-2-001-2-PH-0312	NAM	-	-	(7)	
Public Health Emergency Preparedness	350	93.069	31-2-001-2-PH-0413	NAM	219	-	(244)	
Public Health Emergency Preparedness	350	93.069	31-2-001-2-PH-0514	NAM	415	-	(249)	
Total for CFDA No. 93.069					634	-	(500)	
<i>* Passed through Ohio Department of Health</i>								
Safety Net Dental Care	350	93.994	31-2-001-1-SC-0714	NAM	57	-	(42)	
Total for CFDA No. 93.994					57	-	(42)	
Affordable Care Act Grants/SBHCCP								
Total for CFDA No. 93.501	353	93.501	C-12-CS-21795	NAM	512	-	(512)	
					3,580	8	(3,181)	
TOTAL DEPARTMENT OF HEALTH AND HUMAN SERVICES								
3 U.S.Department of Housing & Urban Development								
Community Development Block Grant	304	14.218	B12-MC390003	NAC	5,900	-	(5,346)	
Community Development Block Grant	304	14.218	B13-MC390003	NAC	3,645	1,100	(4,950)	
Community Development Block Grant	304	14.218	B14-MC390003	NAC	-	485	(614)	
Neighborhood Stabilization Program 3	438	14.218	B11-MN390003	NAO	72	177	(370)	
Neighborhood Stabilization Program 1	438	14.218	B08-MN390003	NAO	-	1	(1)	
(d.) Total for CFDA No. 14.218					9,617	1,763	(11,281)	
Community Development Block Grant	305	14.248	CDBG Section 108 Loan	NAC	8,905	22	(8,905)	
Total for CFDA No. 14.248					8,905	22	(8,905)	
Emergency Shelter Grant	445	14.231	S10MC390003	NAO	7	-	(7)	
Emergency Shelter Grant	445	14.231	E-11-MC-39-0003	NAO	80	-	(80)	
Emergency Shelter Grant	445	14.231	E-12-MC-39-0003	NAO	448	-	(366)	
Emergency Shelter Grant	445	14.231	E-13-MC-39-0003	NAO	628	-	(628)	
Total for CFDA No. 14.231					1,163	-	(1,081)	
HOME-Shelter Plus Care	410	14.238	OH16C70-001	NAO	-	-	-	
HOME-Shelter Plus Care	410	14.238	OH16C70-001	NAO	-	-	-	
HOME-Shelter Plus Care	410	14.238	OH0002C5E000800	NAO	43	-	(43)	
HOME-Shelter Plus Care	410	14.238	OH0003C5E000800	NAO	141	-	(141)	
HOME-Shelter Plus Care	410	14.238	OH0006C5E000800	NAO	86	-	(86)	
HOME-Shelter Plus Care	410	14.238	OH0331C5E001001	NAO	-	-	-	
HOME-Shelter Plus Care	410	14.238	OH0009C5E001104	NAO	28	-	(28)	
HOME-Shelter Plus Care	410	14.238	OH0302C5E000900	NAO	59	-	(59)	
HOME-Shelter Plus Care	410	14.238	OH0307C5E000900	NAO	55	-	(55)	
HOME-Shelter Plus Care	410	14.238	OH0308C5E000900	NAO	156	-	(156)	
HOME-Shelter Plus Care	410	14.238	OH0362C5E001000	NAO	395	-	(395)	
HOME-Shelter Plus Care	410	14.238	OH0009L5E001205	NAO	4,824	-	(4,886)	
Total for CFDA No. 14.238					5,787	-	(5,849)	
HOME	411	14.239	M-09-MC-39-0213	NAC	0	-	-	
HOME	411	14.239	M-10-MC-39-0213	NAC	1,339	-	(1,339)	
HOME	411	14.239	M-11-MC-39-0213	NAC	162	-	(162)	
HOME	411	14.239	M-12-MC-39-0213	NAC	177	-	(177)	
HOME	411	14.239	M-13-MC-39-0213	NAC	201	31	(231)	
HOME	411	14.239	M-14-MC-39-0213	NAC	-	201	(169)	
HOME	411	14.239	Outstanding CFDA Loans	NAC	-	232	(32,211)	
Total for CFDA No. 14.239					1,879	232	(34,289)	
Housing Opportunities For People With Aids	465	14.241	O-HH-12-F001	NAO	77	-	-	
Housing Opportunities For People With Aids	465	14.241	O-HH-13-F001	NAO	643	-	(684)	
Total for CFDA No. 14.241					720	-	(684)	

CITY OF CINCINNATI, OHIO
Schedule of Expenditures of Federal Awards
(Non-GAAP Budgetary Basis)
For the Fiscal Year ended June 30, 2014

(Amounts in Thousands)

Grantor/Program Title	Fund	CFDA #	Grant #	Agency	Grant and Contract Revenue Received	Contributions and other Revenue	CFS Expenditures	Advances (Repayments) or Adjustments
ARRA - Neighborhood Stabilization Program	502	14.256	B-09-CN-OH-0033	NAO	-	49	(36)	-
Total for CFDA No. 14.256					-	49	(36)	-
Metro West HUD- 03668	980	14.408	B-10-SP-OH-0080	CP	93	-	(423)	-
Total for CFDA No. 14.408					93	-	(423)	-
Sustainable Housing Grant -10253	980	14.704	CCPOHO019-10	CP	714	-	(492)	-
Total for CFDA No. 14.704					714	-	(492)	-
Lead Hazard Control Grant	381	14.905	OHLHD0217-10	NAM	935	0	(792)	-
Cincinnati Lead Abatement Program	387	14.905	OHLHD 0245-12	NAO	646	1	(798)	-
Total for CFDA No. 14.905					1,581	1	(1,590)	-
TOTAL DEPARTMENT OF HOUSING & URBAN DEVELOPMENT					30,459	2,067	(64,530)	-
4 U.S. Department of the Interior								
* Passed through Ohio Department of Natural Resources	324	15.605		NAR	6	-	(8)	-
ODNR-Hooked on Fishing				Recreation	6	-	(8)	-
(e.) Total for CFDA No. 15.605					6	-	(8)	-
TOTAL DEPARTMENT OF THE INTERIOR								
5 U.S. Department of Justice								
* Passed through Ohio Department of Youth Services	368	16.540	2010-JB-012-A242-A	NAS	15	-	(15)	-
Juvenile Accountability - 12JABG	368	16.540	2011-JB-011-A242-S	NAS	2	-	(2)	-
Juvenile Accountability - 13JABG	368				17	-	(17)	-
Total for CFDA No. 16.540								
* Passed through Ohio Office of Criminal Justice Services	368	16.575	2013-VAGENE757	NAS	18	-	(12)	-
VALU/SVAA 13VALU	368	16.575	2014-VAGENE757	NAS	27	-	(33)	-
Total for CFDA No. 16.575					45	-	(45)	-
* Passed through Ohio Office of Criminal Justice Services	368	16.588	2012-WF-VA5-8583	NAS	45	-	(45)	-
Domestic Violence Advocacy	368	16.588	2013-WF-VA5-8583	NAS	15	-	(15)	-
Domestic Violence Advocacy	368				60	-	(60)	-
Total for CFDA No. 16.588								
* Passed through Ohio Office of Criminal Justice Services	368	16.607	100415	NAS	18	-	(18)	-
Bulletproof Vests	368	16.607		Police	18	-	(18)	-
Total for CFDA No. 16.607								
Project Safe Neighborhood - 12PSN	368	16.609	2012-PS-PSN-419	NAS	55	-	(61)	-
Total for CFDA No. 16.609					55	-	(61)	-
2011 COPS Hiring - 11COPS	368	16.710	2011-JL-WX-0024	NAS	2,130	-	(2,040)	-
Total for CFDA No. 16.710					2,130	-	(2,040)	-
Justice Assistance Grant - 12HOME	368	16.738	2012-JG-A02-6810	NAS	36	-	(36)	-
Justice Assistance Grant - 10SMART	368	16.738	2010-DJ-BX-0003	NAS	-	-	(15)	-
Justice Assistance Grant - 10JAG	478	16.738	2010-DJ-BX-0260	NAS	-	0	(165)	-
Justice Assistance Grant - 11JAG	478	16.738	2011-DJ-BX-3278	NAS	-	2	(108)	-
Justice Assistance Grant - 12JAG	478	16.738	2012-DJ-BX-0145	NAS	-	2	(16)	-
Justice Assistance Grant - 13JAG	478	16.738	2013-DJ-BX-0194	NAS	382	-	(172)	-
(i.) Total for CFDA No. 16.738					418	4	(512)	-
2008 Earmark-Cameras	368	16.753	2008-DD-BX-0175	NAS	-	-	-	-
Total for CFDA No. 16.753					-	-	-	-
DOJ Equitable Sharing/Asset Forfeiture	367	16.000		NAS	320	2	(259)	-
Total for CFDA No. 16.000					320	2	(259)	-
TOTAL DEPARTMENT OF JUSTICE					3,063	6	(3,012)	-
* Passed through Ohio Department of Transportation								

CITY OF CINCINNATI, OHIO
Schedule of Expenditures of Federal Awards
(Non-GAAP Budgetary Basis)

For the Fiscal Year ended June 30, 2014

(Amounts in Thousands)

Grantor/Program Title	Fund	CFDA #	Grant #	Agency	Grant and Contract Revenue Received	Contributions and other Revenue	CFS Expenditures	Advances (Repayments) or Adjustments
Uptown Access Improvement West MLK Dr-11	980	20.205	PID 87036 ODOT	CP 980	3,160	-	(3,160)	-
M.L. King/1-71 Interchange '06 -03221	980	20.205	PID 77628 ODOT	CP 980	294	-	(183)	-
Montana - Boudinot to Farrell '09-03618	980	20.205	PID 79088 ODOT	CP 980	84	-	(84)	-
Colerain Avenue Virginia to Leeper Improv. -1	980	20.205	PID 81845	CP 980	225	-	(237)	-
Ohi River Trail - Downtown to Salem -11340	980	20.205	PID 80530	CP 980	112	-	1	-
Kennedy Connector-03354	980	20.205	PID 88706	CP 980	4,831	-	(4,831)	-
Harrison Avenue Improvements-11338	980	20.205	PID 81863	CP 980	3,364	-	(3,364)	-
(f.) Sub-total for ODOT - CFDA No. 20.205					12,070	-	(11,858)	-
* Passed through Southwest Ohio Regional Transit Authority								
3 FTA -Urban Circulator Grant - 03678	980	20.500	OH-03-0303-00	CP 980	2,626	-	(2,626)	-
(k.) Total for CFDA No. 20.500					2,626	-	(2,626)	-
* Passed through Southwest Ohio Regional Transit Authority								
3 CMAQ Grant - 03678	980	20.507	OH-95-X054-00	CP 980	4,000	-	(4,000)	-
(k.) Total for CFDA No. 20.507					4,000	-	(4,000)	-
* Passed through Southwest Ohio Regional Transit Authority								
3 Tiger Grant - 03678	980	20.933	OH-79-002	CP 980	745	-	(745)	-
Total for CFDA No. 20.933					745	-	(745)	-
* Pass through City of Blue Ash, Ohio								
* DUI	368	20.600	OVITF-2013-31-00377-00	NAS Police	29	-	(29)	-
* DUI	368	20.600	HVEO-2013-31-00332-00	NAS Police	63	-	(63)	-
* DUI	368	20.600	HVEO-2014-31-00307-01	NAS Police	36	-	(27)	-
* DUI	368	20.600	OVITF-2014-31-00311-00	NAS Police	30	-	(30)	-
(g.) Total for CFDA No. 20.600					158	-	(149)	-
* Pass through State of Ohio, Dept of Public Safety								
* Construction Zone	368	20.600	CZ-2014-31-00-00479-00	NAS Police	44	-	(44)	-
(g.) Total for CFDA No. 20.600					44	-	(44)	-
Local Match Funds - FAA Project-10346	980	20.106	3-39-0018-2112	CP DOTE	195	-	(195)	-
Total for CFDA No. 20.106					195	-	(195)	-
TOTAL DEPARTMENT OF TRANSPORTATION					19,838	-	(19,617)	-
* Pass through Ohio Water Development Authority								
OWDA Loan Project	756	66.468	FS390255-0008	CP GCWW	35	-	(35)	-
OWDA Loan Project	756	66.468	FS390255-0015	CP GCWW	57	-	(57)	-
OWDA Loan Project	756	66.468	FS390255-0028	CP GCWW	543	-	(543)	-
OWDA Loan Project	756	66.468	FS390255-0023	CP GCWW	94	-	(94)	-
OWDA Loan Project	756	66.468	FS390255-0026	CP GCWW	402	-	(402)	-
OWDA Loan Project	756	66.468	FS390255-0022	CP GCWW	272	-	(272)	-
OWDA Loan Project	756	66.468	FS390255-0020	CP GCWW	88	-	(88)	-
OWDA Loan Project	756	66.468	FS390255-0019	CP GCWW	47	-	(47)	-
OWDA Loan Project	756	66.468	FS390255-0025	CP GCWW	38	-	(38)	-
OWDA Loan Project	756	66.468	FS390255-0024	CP GCWW	192	-	(192)	-
OWDA Loan Project	756	66.468	FS390255-0017	CP GCWW	644	-	(644)	-
OWDA Loan Project	756	66.468	FS390255-0027	CP GCWW	1,242	-	(1,242)	-
OWDA Loan Project	756	66.468	FS390255-0029	CP GCWW	59	-	(59)	-
OWDA Loan Project	756	66.468	FS390255-0031	CP GCWW	15	-	(15)	-
OWDA Loan Project	756	66.468	FS390255-0031	CP GCWW	532	-	(532)	-
OWDA Loan Project	756	66.468	FS390255-0030	CP GCWW	723	-	(723)	-
OWDA Loan Project	756	66.468	FS390255-0032	CP GCWW	6,049	-	(6,049)	-
(l.) Total for CFDA No. 66.468					11,032	-	(11,032)	-
TOTAL ENVIRONMENTAL PROTECTION AGENCY					11,032	-	(11,032)	-

* Passed through Ohio Dept. of Natural Resources

CITY OF CINCINNATI, OHIO
Schedule of Expenditures of Federal Awards
(Non-GAAP Budgetary Basis)
For the Fiscal Year ended June 30, 2014

(Amounts in Thousands)

Grantor/Program Title	Fund	CFDA #	Grant #	NAR	Agency	Grant and Contract Revenue Received	Contributions and other Revenue	CFS Expenditures	Advances (Repayments) or Adjustments
Paddle Safe Cincinnati-Kids in Kayak Total for CFDA No. . 97.012	324	97.012	11-05		Recreation	-	-	(6)	-
* Passed through Ohio Dept. of Public Safety								(6)	-
FEMA 2011 Spring Rains Total for CFDA No. . 97.036	461	97.036	FEMA 4002-DR-061-15000	NAO	Finance	631	89	(622)	-
Assistance to Firefighters Grant - FY09	472	97.044	EMW-2009-FO-10718	NAS	Fire	27	-	(35)	-
Assistance to Firefighters Grant - FY10	472	97.044	EMW-2010-FO-09685	NAS	Fire	3	-	(4)	-
Assistance to Firefighters Grant - FY11	472	97.044	EMW-2011-FO-09648	NAS	Fire	106	-	(138)	-
Assistance to Firefighters Grant - FY12	472	97.044	EMW-2012-FO-06745	NAS	Fire	62	2	(78)	-
Assistance to Firefighters Grant - FY11	472	97.044	EMW-2011-FP-01090	NAS	Fire	26	-	(32)	-
Total for CFDA No. . 97.044						224	2	(287)	-
FY08Port Security Grant Program(PSGP)	368/472	97.056	2008-CB-T8-K082	NAS	Police/Fire	258	-	(192)	-
FY09Port Security Grant Program(PSGP)	368/472	97.056	2009-PU-T9-K016	NAS	Police/Fire	560	-	(537)	-
FY10Port Security Grant Program(PSGP)	368/472	97.056	2010-PU-T0-K020	NAS	Police/Fire	162	-	(188)	-
FY13Port Security Grant Program(PSGP)	368	97.056	2013-PU-00176-S01	NAS	Police	19	-	(21)	-
Total for CFDA No. . 97.056	472	97.056	2013-PU-00520-50	NAS	Fire	22	-	(22)	-
* Passed through Ohio Emergency Management Agency						1,021	-	(960)	-
FY09 Urban Area Security Initiative	476	97.067	0000020717	NAS	Fire/Pol	34	-	(34)	-
FY10 Urban Area Security Initiative	476	97.067	EMW-2011-22-00070	NAS	Fire/Pol	1,937	-	(1,934)	-
FY11 Urban Area Security Initiative	476	97.067		NAS	Fire/Pol	108	-	(104)	-
Metropolitan Medical Response System FY10	454	97.067	0000025496	NAS	Fire	244	-	3	-
Metropolitan Medical Response System FY11	454	97.067	0000034791	NAS	Fire	75	-	(294)	-
Total for CFDA No. 97.067						2,398	-	(2,363)	-
* FY11 Staffing for Adequate Fire & Emergency	472	97.083	EMW-2011-FH-01122	NAS	Fire	3,299	-	(3,232)	-
* FY12 Staffing for Adequate Fire & Emergency	472	97.083	EMW-2012-FH-00918	NAS	Fire	1,967	-	(1,908)	-
Total for CFDA No. 97.083						5,266	-	(5,140)	-
TOTAL DEPARTMENT OF HOMELAND SECURITY						9,540	91	(9,378)	-
TOTAL FEDERAL GRANTS & SUBSIDIES (Non-GAAP Basis)						80,870	2,172	(114,115)	-
Less Amount Recognized as Contributed Capital						(31)			
Less Accrual of Federal Grant & Subsidies at 12/31/11						(2,166)			
Plus Accrual of Federal Grant & Subsidies at 12/31/12						1,947			
Plus 502 Receivables @ 12/31/2011.						(16)			
Amount Recognized as Federal Grants & Subsidies (GAAP Basis)						80,604.00			

1 * Indicates Federal monies passed through another agency to the City of Cincinnati.

2 Total Community Development loans outstanding at June 30, 2014 totaled \$15,975,810.91 under CFDA 14.218, \$32,211,350.45 under CFDA 14.239, \$8,904,930.00 under CFDA 14.248, and \$570,499.40 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 20,500 \$ 24,990,000.00
 Congestion Mitigation & Air Quality (CMAAQ) Grant 20,205 \$ 4,000,000.00
 TIGER 3 Grant 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 20,205 \$ 8,430,076.00

CITY OF CINCINNATI, OHIO
Schedule of Expenditures of Federal Awards
(Non-GAAP Budgetary Basis)
For the Fiscal Year ended June 30, 2014

(Amounts in Thousands)

Grantor/Program Title	Fund	CFDA #	Agency	Grant and Contract Revenue Received	Contributions and other Revenue	CFS Expenditures	Advances (Repayments) or Adjustments
OKI - Grant from FHWA	20.205	\$ 16,436,014.00					
Local Major Bridge Fund Grant	20.205	\$ 8,700,000.00					
CLUSTERS							
a. CCDF Cluster							
b. Aging Cluster							
c. Medicaid Cluster							
d. CDBG - Entitlement Grant Cluster							
e. Fish and Wildlife Cluster							
f. Highway Planning and Construction Cluster							
g. Highway Safety Cluster							
h. Temporary Assistance for Needy Families(TANF) State Programs Cluster							
i. JAG Program Cluster							
j. Consolidated Health Centers Cluster							
k. Federal Transit Cluster							
l. Drinking Water State Revolving Fund Cluster							

5

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 Fiscal Years 2014 and 2013 and Calendar Year 2012.

(AMOUNTS IN THOUSANDS)

	<u>FY2014</u>	<u>FY2013</u>	<u>CY2012</u>
Required Base Amount	\$60,672	\$31,680	\$62,032
Actual Appropriated Amount	\$75,738	\$41,097	\$74,259
Infrastructure Expenditures - As of June 30, 2014	\$38,167	\$35,048	\$62,404
Percentage of Expenditures to Base Amount	62.9082%	110.6304%	100.5992%

I hereby certify that the City of Cincinnati appropriated for FY2014 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

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.

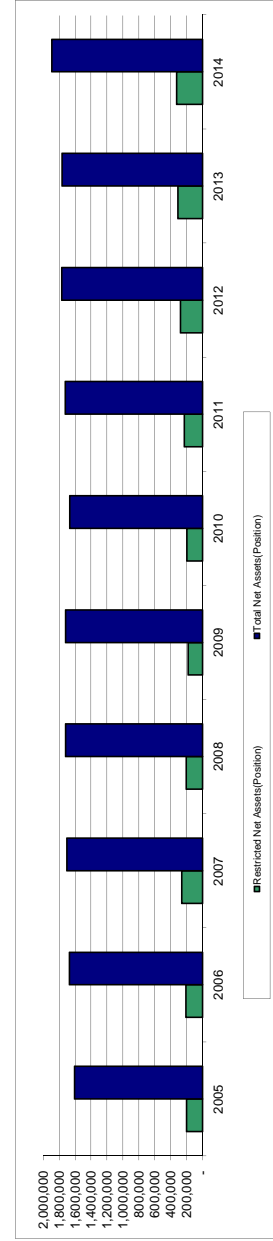
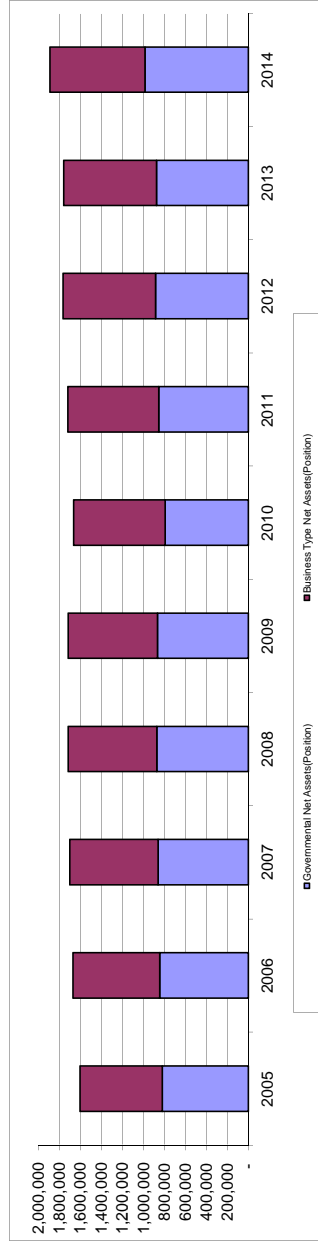
Note: The City changed its fiscal year in 2013 from a January 1 through December 31 to July 1 through June 30. The 2013 Fiscal year represents the six month conversion period from January 1 to June 30.

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City of Cincinnati
Financial Trends Information
Schedule 1
Net Position by Category
Last Ten Fiscal Periods
(Amounts in Thousands)

	Fiscal Period									
	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Governmental Activities										
Net Investment in Capital Assets	\$ 631,671	\$ 648,232	\$ 648,708	\$ 645,883	\$ 674,680	\$ 714,580	\$ 741,266	\$ 777,236	\$ 797,444	\$ 870,065
Restricted	151,260	158,416	176,785	162,774	133,750	160,955	203,698	223,826	233,054	233,770
Unrestricted	37,601	38,353	37,165	64,412	60,588	(80,222)	(89,024)	(114,492)	(153,490)	(118,352)
Subtotal governmental activities net position	820,532	845,001	862,658	873,069	869,028	795,313	855,940	886,570	877,008	985,483
Business-Type activities										
Net Investment in Capital Assets	715,004	752,246	739,650	707,549	705,909	750,184	745,722	748,487	743,892	741,537
Restricted	48,974	51,409	84,453	42,929	47,438	36,587	23,010	52,330	77,273	90,651
Unrestricted	23,457	23,562	17,250	95,424	97,175	85,433	98,341	79,518	65,200	75,154
Subtotal business-type activities net position	787,435	827,217	841,353	845,902	850,522	872,204	867,073	880,335	886,365	907,342
Primary Government										
Net Investment in Capital Assets	1,346,675	1,400,478	1,388,358	1,353,432	1,380,599	1,464,764	1,486,988	1,525,723	1,541,336	1,611,602
Restricted	200,234	209,825	261,238	205,703	181,188	197,542	226,708	276,156	310,327	324,421
Unrestricted	61,058	61,915	54,415	159,836	157,763	5,211	9,317	(34,974)	(88,290)	(43,198)
Total primary government net position	\$ 1,607,967	\$ 1,672,218	\$ 1,704,011	\$ 1,718,971	\$ 1,719,550	\$ 1,667,517	\$ 1,723,013	\$ 1,766,905	\$ 1,763,373	\$ 1,892,825

Note: The City of Cincinnati Changed Fiscal Year in 2013. The information for the 2013 Fiscal Year represents six months of information for the period ending June 30, 2013.



City of Cincinnati, Ohio
Financial Trends Information
Schedule 2
Changes in Net Assets(Position)
Last Ten Fiscal Periods
(Amounts in Thousands)

	Fiscal Period									
	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Program Revenues										
Governmental Activities:										
Charges for Services	\$ 91,650	\$ 92,798	\$ 98,413	\$ 100,874	\$ 107,959	\$ 106,395	\$ 78,682	\$ 52,737	\$ 18,198	\$ 59,250
General Government	676	706	1,274	2,488	408	5,147	37	13,346	6,779	31,726
Community Development	5,915	6,939	7,103	6,833	7,314	7,451	7,059	7,404	4,809	10,775
Parks and Recreation	12,562	16,410	12,083	16,404	14,230	14,789	19,331	18,059	8,752	22,032
Public Safety	1,189	1,247	1,185	1,583	85	1,956	1,360	1,581	937	3,233
Transportation and Engineering	2,212	1,976	2,256	3,078	5,735	2,588	36	2,301	1,056	2,789
General Services	8,582	8,286	9,060	8,216	9,607	10,314	10,314	12,340	6,941	14,188
Public Health	43,148	62,757	38,051	43,632	54,101	64,475	66,024	78,897	21,967	58,425
Operating Grants and Contributions	13,478	9,954	12,559	21,502	22,951	23,436	27,012	31,232	21,416	36,456
Capital Grants and Contributions	179,412	201,073	181,984	204,610	222,390	236,389	209,855	217,897	90,855	238,874
Total governmental activities program revenue										
Business-type activities										
Charges for Services	98,689	101,057	117,494	119,228	115,377	123,443	119,434	132,486	64,840	139,635
Water Works	8,827	8,196	8,567	8,814	8,860	9,520	10,385	10,402	5,709	13,488
Parking Facilities	1,776	3,676	6,209	6,440	5,236	6,764	7,513	6,788	4,221	6,693
Convention Center	1,786	1,669	1,887	2,029	1,932	2,039	2,044	2,083	1,444	1,848
General Aviation	5,949	6,129	6,457	6,414	6,458	6,069	5,270	5,990	2,760	5,392
Municipal Golf	7,063	7,230	8,713	8,692	8,756	8,919	8,412	9,686	5,691	11,305
Stormwater Management	61,017	32,711	5,140	5,293	9,971	32,217	3,543	3,414	359	2,196
Capital Grants and Contributions	185,107	160,668	154,467	156,910	156,590	188,971	156,601	170,849	85,024	180,537
Total business-type activities program revenues	\$ 364,519	\$ 361,741	\$ 336,451	\$ 361,520	\$ 378,980	\$ 425,360	\$ 366,456	\$ 388,746	\$ 175,879	\$ 419,411
Total primary government program revenues										
Expenses										
Governmental Activities:										
General Government	\$ 127,826	\$ 139,504	\$ 141,045	\$ 139,980	\$ 140,573	\$ 178,047	\$ 117,064	\$ 111,713	\$ 33,404	\$ 121,182
Community Development	39,235	56,751	45,910	48,658	44,194	54,316	45,274	49,744	25,076	10,227
Parks and Recreation	39,438	40,848	42,069	44,616	42,345	51,298	42,419	44,615	25,399	50,777
Public Safety	218,576	224,724	235,945	247,924	253,413	254,720	242,159	248,347	128,138	231,273
Transportation and Engineering	26,472	37,271	37,734	37,965	42,361	46,805	34,121	58,483	11,671	59,372
Transit Systems	37,712	41,950	43,814	45,389	46,537	40,398	41,746	45,047	23,976	48,877
Public Services	48,125	47,268	53,166	60,227	48,987	60,920	57,415	46,287	28,611	60,855
Public Health	44,809	44,227	43,367	45,703	48,017	58,940	47,862	43,197	26,279	50,068
Interest on long-term debt	21,767	18,789	19,034	21,276	22,180	22,865	23,004	23,806	11,957	18,399
Total governmental activities expenses	603,960	651,332	662,084	691,738	688,607	768,309	651,064	671,239	314,511	651,030
Business-type activities										
Water Works	99,895	99,177	108,314	113,804	117,007	132,531	119,423	116,368	64,130	123,599
Parking Facilities	6,809	10,359	14,588	18,372	8,831	9,605	8,807	11,765	4,296	12,173
Convention Center	2,032	2,160	2,319	2,753	2,529	2,864	2,729	2,110	6,964	12,625
General Aviation	6,266	6,179	6,428	6,369	6,141	6,291	7,313	6,291	3,318	6,179
Municipal Golf	5,739	7,226	8,258	8,452	9,998	8,927	11,157	11,458	4,621	10,481
Stormwater Management	129,378	134,219	150,304	158,719	159,111	175,609	164,913	162,609	84,449	167,560
Total business-type activities expenses	\$ 733,338	\$ 785,551	\$ 812,388	\$ 850,457	\$ 847,718	\$ 943,918	\$ 815,977	\$ 833,848	\$ 398,960	\$ 818,590
Total primary government expenses										
Net (Expense)/Revenue										
Governmental activities	\$ (424,548)	\$ (450,259)	\$ (480,100)	\$ (487,128)	\$ (466,217)	\$ (531,920)	\$ (441,209)	\$ (453,342)	\$ (223,656)	\$ (412,156)
Business-type activities	55,729	26,449	4,163	(1,809)	(2,521)	13,362	(8,312)	8,240	575	(2,977)
Total Primary Government Net Expense	(368,819)	(423,810)	(475,937)	(488,937)	(468,738)	(518,558)	(449,521)	(445,102)	(223,081)	(395,179)

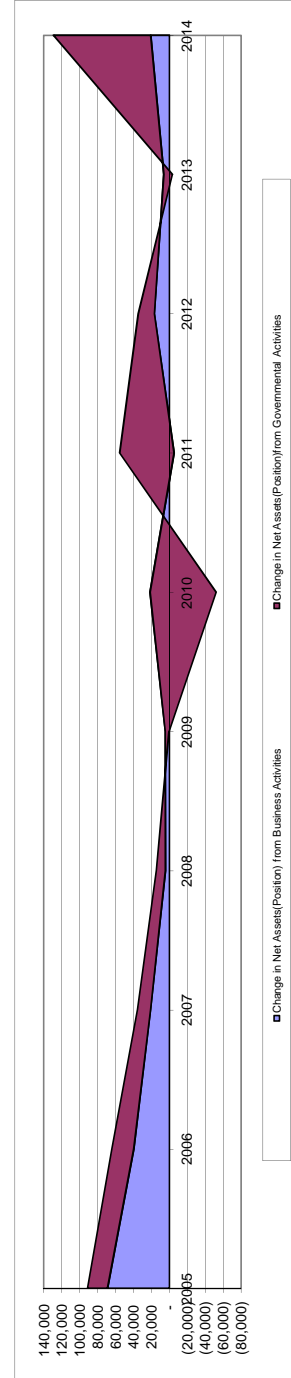
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City of Cincinnati, Ohio
Financial Trends Information
Schedule 2
Changes in Net Assets(Position)
Last Ten Fiscal Period
(Amounts in Thousands)

	Fiscal Period									
	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
General Revenues and Other Changes in Net Assets(Position)										
Governmental activities:										
Tax										
Property taxes	\$ 67,816	\$ 79,986	\$ 75,393	\$ 75,062	\$ 80,153	\$ 51,509	\$ 53,335	\$ 50,310	\$ 23,730	\$ 58,714
Income taxes	297,583	305,254	304,466	319,565	299,778	297,636	325,089	319,317	159,275	351,262
Admission taxes	3,691	4,494	4,309	4,570	4,028	4,174	4,450	4,616	1,720	5,278
Occupancy Tax	1,909	1,874	2,131	2,222	1,884	2,007	2,270	2,330	1,092	2,705
Shared Revenues	67,304	63,412	67,927	73,079	60,320	64,714	62,012	57,488	14,817	50,004
Unrestricted investment earnings	12,234	20,344	20,311	19,363	14,461	10,861	9,407	5,931	(2,963)	10,484
Miscellaneous	206	55	127	699	1,350	27,380	31,844	31,370	17,474	41,044
Special Item - Gain on Sale of Property	(3,985)	(701)	16,543	2,726	202	(76)	(571)	100	(1,051)	1,140
Transfers between governmental and business-type activities	446,758	474,728	494,707	497,286	462,176	458,205	501,836	471,412	214,094	520,631
Total governmental activities	1,230	1,046	1,274	1,287	1,187	1,234	1,394	1,419	836	1,640
Business-type activities:										
Tax										
Occupancy taxes	4,176	7,278	8,380	6,320	3,662	4,969	4,515	3,976	(449)	4,443
Unrestricted investment earnings	3,943	4,308	3,819	2,455	2,494	2,041	1,486	3,294	4,301	3,057
Miscellaneous				(978)			(4,785)			
Special Item	3,985	701	3,500	(2,726)	(202)	76	571	(100)	1,051	(1,140)
Transfers between governmental and business-type activities	13,334	13,333	16,973	6,358	7,141	8,320	3,181	8,589	5,739	8,000
Total business-type activities	460,092	488,061	511,680	503,644	469,317	466,525	505,017	480,001	219,833	528,631
Total Primary Governmental Activities	\$ 22,210	\$ 24,469	\$ 14,607	\$ 10,158	\$ (4,041)	\$ (73,715)	\$ 60,627	\$ 18,070	\$ (9,562)	\$ 108,475
Change in Net Assets (Position)	69,063	39,782	21,136	4,549	4,620	21,682	(5,131)	16,829	6,314	20,977
Governmental activities	\$ 91,273	\$ 64,251	\$ 35,743	\$ 14,707	\$ 579	\$ (52,033)	\$ 55,496	\$ 34,899	\$ (3,248)	\$ 129,462
Business-type activities										
Total Primary Governmental Activities										

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.

Note: The City of Cincinnati Changed Fiscal Year in 2013. The information for the 2013 Fiscal Year represents six months of information for the period ending June 30, 2013.



City of Cincinnati
Financial Trends Information
Schedule 3
Fund Balances, Governmental Funds
Last Ten Fiscal Periods
(Amounts in Thousands)

	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
General Fund										
Nonspendable										
Reserved	\$ 15,229	\$ 13,712	\$ 17,406	\$ 13,226	\$ 5,790	\$ 3,726	\$ 4,063	\$ 6,415	\$ 4,025	\$ 2,304
Unreserved	55,994	57,392	56,058	53,471						
Unrestricted:										
Committed					12,885	8,295	5,287	6,828	7,177	7,793
Assigned					36,106	27,316	24,975	24,548	22,561	6,620
Unassigned					35,214	46,017	65,481	61,915	52,545	64,778
Total General Fund	<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>	<u>86,308</u>	<u>81,495</u>
Capital Projects Fund										
Nonspendable					17,213	15,962	888	903	837	797
Reserved	72,364	66,454	67,052	103,682						
Restricted					118,630	109,561	125,603	160,798	134,339	137,284
Unreserved	94,921	94,446	109,614	105,996						
Unrestricted:										
Committed					15,764					
Assigned					31,550					
Unassigned										
Total Capital Projects Fund	<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>	<u>135,176</u>	<u>138,081</u>
Debt Service Fund										
Nonspendable						10,000				
Reserved	44,780	51,256	55,545	65,660						
Restricted										
Unreserved					73,137	50,548	81,090	76,846	90,078	105,704
Unrestricted:										
Committed										
Assigned										
Unassigned										
Total Debt Service Fund	<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>	<u>90,078</u>	<u>105,704</u>
All Other Governmental Funds										
Nonspendable										
Reserved	41,709	45,472	40,850	45,987	3,447	3,274	2,645	2,655	2,658	2,713
Restricted										
Unreserved					52,111	98,085	117,086	93,966	83,277	86,125
Unrestricted:										
Committed										
Assigned					24,587	18,447				
Unassigned					(1,581)		(1,748)	(1,024)	(2,841)	(1,025)
Total Other Governmental Funds	<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>	<u>86,736</u>	<u>105,031</u>
Total Fund Balance, Governmental Funds	<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>	<u>\$ 408,288</u>	<u>\$ 430,311</u>
Estimated Liability for Compensated Absences	\$ 7,624	\$ 7,923	\$ 8,340	\$ 8,683	\$ 10,623	\$ 1,065	\$ 1,048	\$ (3,448)	\$ 5,707	\$ (1,317)

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.

The City of Cincinnati Changed Fiscal Year in 2013. The information for the 2013 Fiscal Year represents six months of information for the period ending June 30, 2013.

City of Cincinnati
Financial Trends Information
Schedule 4
Changes in Fund Balances, Governmental Funds
Last Ten Fiscal Periods
(Amounts in Thousands)

	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Revenues										
Taxes	\$ 357,636	\$ 384,108	\$ 392,302	\$ 398,520	\$ 386,846	\$ 359,559	\$ 377,508	\$ 379,467	\$ 190,262	\$ 409,624
Licenses and Permits	10,449	10,917	11,516	11,302	12,045	11,218	11,313	10,624	6,071	14,041
Use of Money and Property	37,413	46,741	52,347	45,223	41,409	43,935	38,047	37,099	13,488	44,781
Special Assessments	4,183	4,048	4,257	4,327	4,383	5,416	4,993	5,058	3,128	6,061
Intergovernmental Revenue	75,976	67,800	69,001	77,737	71,514	75,139	71,506	90,255	29,442	55,963
Federal Grants	33,723	56,410	41,806	32,613	48,155	60,328	62,508	65,729	30,728	69,829
State Grants and Subsidies	3,283	7,545	4,429	22,584	10,461	14,738	17,824	10,550	7,233	9,384
Charges for Current Services	27,441	29,979	31,448	32,326	34,066	35,015	35,007	37,738	18,461	40,675
Miscellaneous	14,460	6,908	6,584	5,744	13,216	35,753	35,419	34,839	18,791	47,628
Total Revenue	564,564	614,456	613,690	630,376	622,095	641,101	654,125	671,359	317,604	697,986
Expenditures										
Current										
General Government	46,751	49,555	51,621	51,828	65,161	62,296	64,982	65,969	42,632	92,091
Community Development	10,283	9,575	8,934	13,087	11,418	10,553	8,386	8,351	3,854	12,928
Parks and Recreation	28,360	30,626	30,746	30,037	28,864	28,324	26,048	28,133	13,959	35,930
Public Safety	154,319	168,514	171,533	180,415	180,917	177,738	177,432	176,453	84,797	229,607
Transportation and Engineering	7,386	7,586	8,422	7,194	8,222	7,488	6,241	7,671	3,851	9,216
Transit System	37,672	41,950	43,820	45,389	46,537	40,398	41,746	45,047	23,976	48,877
Public Services	33,724	33,529	38,371	39,754	33,549	35,514	28,887	27,834	15,573	40,661
Public Health	34,225	34,752	33,461	32,235	34,275	33,898	30,203	31,397	15,742	44,464
Employee Benefits	72,318	77,996	84,415	81,588	84,487	92,418	94,932	102,874	53,084	186,742
Capital Outlay	96,133	152,032	114,358	130,585	142,571	171,810	144,866	205,251	86,988	186,742
Debt Services:										
Principal Retirement	35,514	50,581	53,079	34,398	41,852	38,338	40,869	44,888	708	59,635
Interest	18,054	18,878	19,298	21,006	21,878	22,878	22,670	23,885	12,020	20,812
Bond Issuance Cost	679	389	1,059	1,403	1,070	556	850	1,193	-	900
Total Expenditures	575,418	675,963	659,117	668,919	700,801	722,209	688,112	768,946	357,184	781,863
Excess/(Deficiency) of Revenues over/(under) Expenditures	(10,854)	(61,507)	(45,427)	(38,543)	(78,706)	(81,108)	(33,987)	(97,587)	(39,580)	(83,877)
Other Financing Sources (Uses)										
General Obligation Bonds and Notes Issued	44,431	61,190	50,500	41,600	64,250	47,027	49,000	89,155	94,721	94,721
Refunding Bonds Issued	40,470	6,087	52,005	5,080	5,080	10,305	19,000	49,025	42,045	42,045
Payment to Refunded Bonds Escrow Agent	(40,292)	(40,292)	(54,308)	(4,800)	(4,800)	(10,810)	(20,683)	(54,571)	(46,959)	(46,959)
State Loans Received			2,300							
Capital Lease Agreements			9,995	35,280	12,770	21,000	21,000	17,670		16,309
Revenue Bonds Issued	1,021	720	3,524	1,133	1,279	1,661	3,869			
Premium on Bonds Issued			(554)	(31)	(31)	(180)				
Discount on Revenue Bonds			85,980	130,747	80,441	81,621	74,290	115,744	19,985	101,424
Operating Transfers In	39,280	48,532	(82,030)	(127,701)	(80,561)	(81,815)	(74,642)	(114,796)	(19,128)	(101,650)
Operating Transfers(Out)	(43,293)	(50,664)	(82,030)	(127,701)	(80,561)	(81,815)	(74,642)	(114,796)	(19,128)	(101,650)
Total Other Financing Sources(Uses)	41,617	65,865	67,966	80,505	78,428	47,989	71,654	102,227	857	105,890
Special Item				14,000						
Net change in fund balances	\$ 30,763	\$ 4,358	\$ 22,539	\$ 41,962	\$ (278)	\$ (33,119)	\$ 51,667	\$ 4,640	\$ (38,723)	\$ 22,013
Capitalized Assets	\$ 70,581	\$ 73,029	\$ 81,589	\$ 89,910	\$ 124,870	\$ 108,294	\$ 112,357	\$ 141,071	\$ 79,205	\$ 88,689
Debt services as a Percentage of Noncapital Expenditures	10.75%	11.58%	12.72%	9.81%	11.25%	10.06%	11.18%	11.14%	4.58%	11.74%

Note: Capitalized Asset amount is from Footnote 14, Governmental Asset Additions.

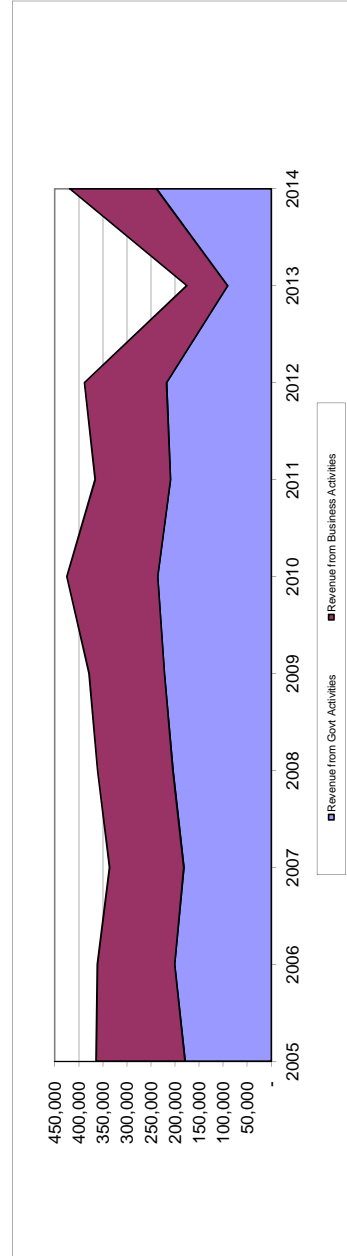
Note: The City of Cincinnati Changed Fiscal Year in 2013. The information for the 2013 Fiscal Year represents six months of information for the period ending June 30, 2013.

Note: Beginning in fiscal year 2014 Employee Benefits are expensed at the program level.

City of Cincinnati
Financial Trends Information
Schedule 5
Program Revenues by Function
Last Ten Fiscal Periods
(Amounts in Thousands)

	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Governmental Activities:										
General Government	\$ 94,598	\$ 100,473	\$ 110,447	\$ 103,886	\$ 110,673	\$ 111,773	\$ 90,913	\$ 69,143	\$ 23,079	\$ 65,264
Community Development	32,316	39,478	25,617	25,404	31,580	43,336	36,005	45,061	18,610	64,039
Parks and Recreation	7,655	10,897	9,832	13,888	9,358	12,601	9,447	9,295	5,361	12,171
Public Safety	15,997	31,978	17,649	21,909	26,464	27,654	35,241	30,243	13,150	34,914
Transportation and Engineering	11,232	1,608	253	18,842	19,382	15,828	17,007	41,236	17,796	35,199
Transit System										
Enterprise Services	2,326	2,036	2,296	4,968	5,781	4,812	1,409	3,304	1,368	3,161
Public Services	15,288	14,603	15,890	15,713	19,152	20,385	19,833	19,615	11,501	24,126
Public Health										
Subtotal governmental activities program revenue	179,412	201,073	181,984	204,610	222,390	236,389	209,855	217,897	90,855	238,874
Business-type activities										
Water Works	113,153	106,703	122,429	122,327	125,081	126,482	122,738	135,871	65,142	141,637
Parking Facilities	8,827	8,218	8,610	8,822	8,868	9,520	10,535	10,402	5,766	13,467
Convention Center	48,064	29,101	6,209	7,505	5,236	6,764	7,513	6,788	4,221	6,693
General Aviation	2,051	1,987	1,983	2,103	2,191	2,042	2,133	2,112	1,444	2,043
Municipal Golf	5,949	7,429	6,511	6,776	6,458	6,367	5,270	5,990	2,760	5,392
Stormwater Management	7,063	7,230	8,725	9,377	8,756	37,796	8,412	9,686	5,681	11,305
Subtotal business-type activities program revenues	185,107	160,668	154,467	156,910	156,590	188,971	156,601	170,849	85,024	180,537
Total primary government program revenues	\$ 364,519	\$ 361,741	\$ 336,451	\$ 361,520	\$ 378,980	\$ 425,360	\$ 366,456	\$ 388,746	\$ 175,879	\$ 419,411

Note: The City of Cincinnati Changed Fiscal Year in 2013. The information for the 2013 Fiscal Year represents six months of information for the period ending June 30, 2013.



**City of Cincinnati
Financial Trends Information
Schedule 6**

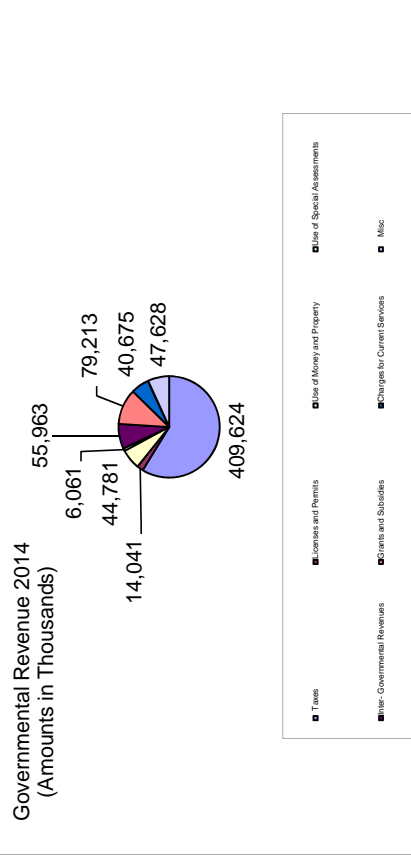
**Total Revenue by Source, Governmental Funds
Last Ten Fiscal Periods
(Amounts in Thousands)**

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
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
2013	190,262	6,071	13,488	3,128	29,442	37,961	18,461	18,791	317,604
2014	409,624	14,041	44,781	6,061	55,963	79,213	40,675	47,628	697,986
Change 2005-2014	14.5%	34.4%	19.7%	44.9%	-26.3%	114.1%	48.2%	229.4%	23.6%

**City of Cincinnati
Tax Revenues by Source, Governmental Funds
Last Ten Fiscal Periods
(Amounts in Thousands)**

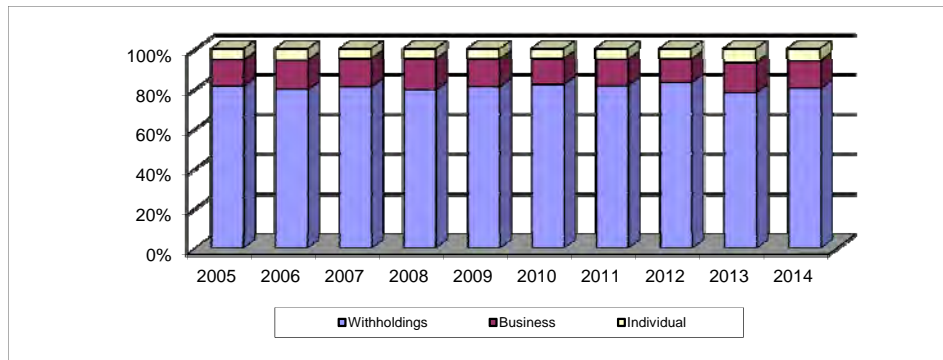
Fiscal Year	Income Tax	Property Tax	Admissions Tax	Occupancy Tax	Tax Revenue
2005	\$ 285,116	\$ 66,956	\$ 3,673	\$ 1,891	\$ 357,636
2006	298,603	79,138	4,493	1,874	384,108
2007	311,327	74,534	4,310	2,131	392,302
2008	317,532	74,196	4,570	2,222	398,520
2009	303,685	77,250	4,027	1,884	386,846
2010	302,307	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
2013	166,137	21,314	1,719	1,092	190,262
2014	344,688	56,953	5,278	2,705	409,624
Change 2005-2014	20.9%	-14.9%	43.7%	43.0%	14.5%

(1) Property Taxes include TIF service payments until 2010. TIF service payments are now in Miscellaneous Revenue
(2) The City of Cincinnati Changed Fiscal Year in 2013. The information for the 2013 Fiscal Year represents six months of information for the period ending June 30, 2013.



**City of Cincinnati
Revenue Capacity
Schedule 1
Income Tax Revenue Base and Collections
Cash Basis
Last Ten Fiscal Periods
(Amounts in Thousands)**

Tax Year	Individual	% Total	Business	% Total	Withholding	% Total	Gross Receipts	Refunds	Net Receipts
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	81.5%	329,071	12,721	316,350
2012	17,705	5.3%	38,315	11.4%	278,910	83.3%	334,930	12,194	322,736
2013	12,819	6.9%	27,582	14.9%	144,553	78.2%	184,954	11,707	173,247
2014	22,225	6.3%	48,234	13.6%	284,804	80.2%	355,263	14,273	340,990



- 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.
 3. The City of Cincinnati Changed Fiscal Year in 2013. The information for the 2013 Fiscal Year represents six months of information for the period ending June 30, 2013.

Source: Cincinnati Income Tax Division

**City of Cincinnati
Revenue Capacity
Schedule 2
Income Tax Revenues
GAAP and NonGAAP
Last Ten Fiscal Periods
(Amounts in Thousands)**

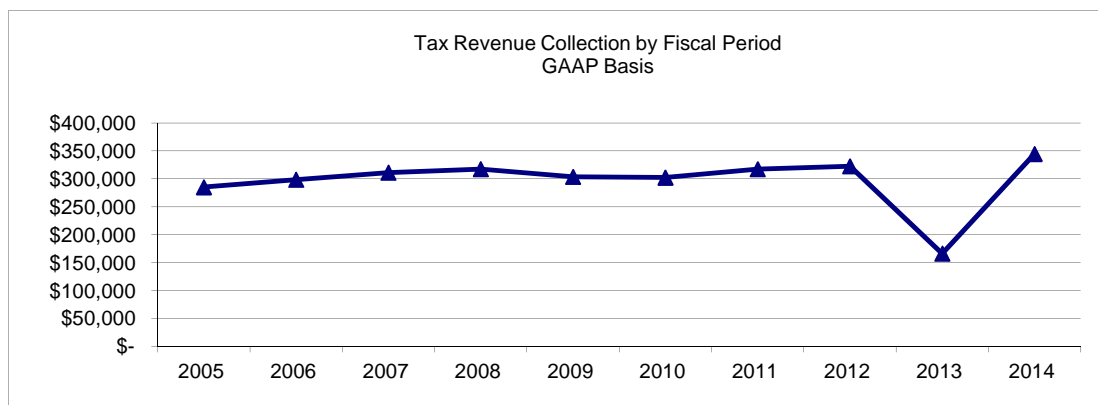
Non GAAP Budgetary Basis

Year	General Fund	Transit Fund	Infrastructure Fund	Permanent Improvement Fund	Total	% Inc(Dec) PriorYr
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%
2013	127,873	24,749	8,250	12,375	173,247	-46.32%
2014	251,683	48,713	16,238	24,356	340,990	96.82%

GAAP Basis

Year	General Fund	Transit Fund	Infrastructure Fund	Permanent Improvement Fund	Total	% Inc(Dec) PriorYr
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%
2013	122,624	23,734	7,912	11,867	166,137	-48.49%
2014	254,413	49,241	16,414	24,620	344,688	107.47%

Note: The City of Cincinnati Changed Fiscal Year in 2013. The information for the 2013 Fiscal Year represents six months of information for the period ending June 30, 2013.



**City of Cincinnati
Revenue Capacity
Schedule 3
Assessed Valuations and Estimated True Values
Last Ten Fiscal Periods**

<u>Assessed Valuations</u>								
<u>Year</u>		<u>Real Property</u>		<u>Public Utility Property</u>		<u>Tangible Personal Property</u>	<u>Total</u>	<u>Direct Tax Rate</u>
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
2013		4,960,616,820		313,437,020		-	5,274,053,840	10.85
2014		4,946,475,290		385,238,120		-	5,331,713,410	12.20

The current assessed valuation for 2014 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:

<u>Year</u>		<u>Estimated True Values</u>	<u>Year</u>		<u>Estimated True Values</u>
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
2008		15,780,401,629	2013		15,068,725,257
2009		16,509,153,786	2014		15,233,466,886

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
Real Property Assessed Valuation By Type of Property
Last Six Collection Years**

<u>Collection Year</u>	<u>Agricultural</u>	<u>Commercial</u>	<u>Industrial</u>	<u>Residential</u>	<u>Utilities</u>
2008	\$ 1,406,310	\$ 1,773,319,530	\$ 266,653,080	\$ 3,479,281,690	\$ 2,479,960
2009	1,316,280	1,833,163,370	276,872,310	3,530,713,210	5,577,460
2010	1,855,360	1,863,856,900	276,902,230	3,504,843,770	6,244,810
2011	1,775,390	1,795,046,310	268,871,190	3,476,195,560	6,239,400
2012	1,246,130	1,704,687,600	259,975,110	3,075,226,390	6,587,200
2013	1,056,000	1,635,350,450	261,206,740	3,055,938,780	7,064,850

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
Property Tax Rates - Direct and Overlapping Governments
Last Ten Fiscal Periods**

Year	Year	City Levy		School Levy	County Levy	Total Levy	Residential	Commercial
		General Fund	Debt Service				Effective Millage	Effective Millage
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
2012 for	2013	4.60	6.25	71.34	21.06	103.25	74.81	86.34
2013 for	2014	5.70	6.50	71.49	21.06	104.75	76.51	88.19

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 6
Principal Property Taxpayers
Prior Calendar Year and Nine Years Ago**

Taxpayer	2013			2004		
	Taxable Assessed Value	Rank	Percentage of Total Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Assessed Value
Duke Energy (aka Cinerg)	\$ 351,228,450	1	6.66%	\$ 233,055,770	1	4.09%
The Procter and Gamble	54,186,250	2	1.01%	88,123,540	2	1.55%
Emery Realty	26,646,190	3	0.50%			
Fifth Third Bank	23,923,290	4	0.45%	27,125,000	5	0.48%
OTR	21,525,000	5	0.40%			
Columbia Development	20,448,030	6	0.38%	66,074,800	3	1.16%
Regency Centers LP	17,937,490	7	0.34%	22,802,930	8	0.40%
Hertz Center	14,000,000	8	0.26%			
Fifth Third Central Ohio	13,053,470	9	0.24%	20,491,170	9	0.36%
Western Southern Life	12,023,470	10	0.23%			
Emery Realty				31,255,000	4	0.55%
Prudential Insurance				26,337,500	6	0.46%
Kroger Company				23,296,890	7	0.41%
Total	<u>\$ 554,971,640</u>		<u>10.47%</u>	<u>515,265,710</u>		<u>9.46%</u>
Total Assessed Value	<u>\$ 5,274,053,840</u>					

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 2013 valuation for 2014 real property tax collections.

**City of Cincinnati
Revenue Capacity
Schedule 7
Property Tax Levy and Collections
Last Ten Fiscal Periods
(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
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%
2013	51,887	48,849	90.29%	2,494	51,343	98.95%
2014	59,073	55,525	93.99%	2,548	58,073	98.31%

Note 1: Collections (2006 - 2014) 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.

Note 2: The City of Cincinnati Changed Fiscal Year in 2013. The information for the 2013 Fiscal Year represents six months of information for the period ending June 30, 2013. All Property tax collections are due before June 30th.

City of Cincinnati
Revenue Capacity
Schedule 8
Water Works
Top Ten Retail Customer Data
For The Year Ended June 30, 2014

RANK	NAME OF CUSTOMER	TOTAL			TOTAL			PERCENT OF TOTAL CHARGES
		CONSUMPTION, HUNDREDS OF CUBIC FEET	CONSUMPTION, THOUSANDS OF GALLONS	PERCENT OF TOTAL CONSUMPTION	CONSUMPTION	CHARGES	PERCENT OF TOTAL CHARGES	
1	University of Cincinnati	678,447	507,478	1.38%	\$	984,430	0.76%	
2	Cincinnati Renewable Fuels	665,599	497,868	1.36%	\$	129,915	0.10%	
3	Cognis Corporation	513,831	384,346	1.05%	\$	907,572	0.70%	
4	Children's Hospital	327,757	245,162	0.67%	\$	546,362	0.42%	
5	Procter and Gamble	217,460	162,660	0.44%	\$	360,061	0.28%	
6	Coca Cola	217,359	162,585	0.44%	\$	361,603	0.28%	
7	Samuel Adams Brewing	180,566	135,063	0.37%	\$	300,085	0.23%	
8	Givaudan Flavor	165,695	123,940	0.34%	\$	275,754	0.21%	
9	John Morrell Co	157,690	117,952	0.32%	\$	331,385	0.25%	
10	Cinergy Solutions	151,618	113,410	0.31%	\$	315,650	0.24%	
	Total - Top Ten Retail Users	3,276,022	2,450,464	6.68%	\$	\$4,512,817	3.47%	
	TOTAL - Top 75 Users	18,580,954	13,898,554	37.90%	\$	\$31,402,985	24.16%	
	TOTAL - System	49,021,929	36,668,403	100.00%	\$	\$129,978,291	100.00%	

Note: The City of Cincinnati Changed Fiscal Year in 2013.
The information for the 2013 Fiscal Year represents six months of information for the period ending June 30, 2013.

**City of Cincinnati
Revenue Capacity
Schedule 9
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
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%
2013	20,559.715	113.6	168.6	260	64.85%
2014	43,838.631	120.1	157.4	260	60.54%

MG - Million Gallons

MGD - Million Gallons per Day

**City of Cincinnati
Revenue Capacity
Schedule 10
Water Works
Accounts Receivable**

Year	Net Water Sales	Cash Collected During Year for Current & Prior Year's Sales	Percentage of Sales Collected
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%
2013	54,935,164	53,572,641	97.52%
2014	121,681,377	120,831,281	99.30%
	<u>\$ 1,033,247,794</u>	<u>\$ 1,025,341,713</u>	<u>99.23%</u>

Note: The City of Cincinnati Changed Fiscal Year in 2013.

The information for the 2013 Fiscal Year represents six months of information for the period ending June 30, 2013.

City of Cincinnati
Debt Capacity Information
Schedule 1
Ratios of Outstanding Debt by Type
Last Ten Fiscal Periods
(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											
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		3,374	471	410,563	1,235.70	3.2%	2.10
2008	363,120	12,800	70,825	2,550		3,220	247	452,762	1,361.86	3.5%	1.93
2009	369,680	4,490	80,140			3,029	501	477,840	1,437.29	3.8%	1.82
2010	401,597	22,500	77,000			2,847	460	504,404	1,698.66	4.3%	1.58
2011	411,574	17,000	95,715			2,636	353	527,278	1,775.69	4.6%	1.62
2012	481,313	34,595	93,946	7,500	\$ 12,887	2,425	284	632,950	2,136.73	5.3%	1.40
2013	480,958	69,275	93,418	7,500	12,817	2,320	200	666,488	2,247.47	N/A	1.32
2014	542,311	51,050	78,553	20,750	11,952	2,138	121	706,875	2,375.91	N/A	1.39
Business-Type Activities											
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	4.1%	1.82
2012	13,707		519,060			17,790	1,835	552,392	1,864.78	4.7%	1.60
2013	13,705		518,092			30,445	1,685	563,927	1,901.63	N/A	1.57
2014	10,407		496,570			39,920	1,501	548,398	1,843.25	N/A	1.65
Total Primary Governmental Activities											
2005	\$ 353,845	\$ 17,677	\$ 329,094	\$ 3,000		\$ 1,905	\$ 60	\$ 705,581	\$ 2,129.80	6.0%	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	2,481.41	6.5%	2.16
2008	378,590	12,800	403,460	2,550		15,842	515	813,757	2,449.22	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	2,809.48	7.1%	1.79
2011	428,445	17,000	544,580	7,500	\$ 12,887	12,957	473	1,003,455	3,379.28	8.7%	1.72
2012	495,020	34,595	613,006	7,500	12,817	20,215	2,119	1,185,342	3,991.82	10.0%	1.49
2013	494,663	69,275	611,510	7,500	12,817	32,765	1,885	1,230,415	4,149.10	N/A	1.43
2014	552,718	51,050	575,123	20,750	11,952	42,058	1,622	1,255,273	4,219.16	N/A	1.51

Note: The City of Cincinnati Changed Fiscal Year in 2013. The information for the 2013 Fiscal Year represents six months of information for the period ending June 30, 2013.

**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
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	332,252	4.95%	885
2011	289,640,000	5,827,536,160	296,943	4.97%	975
2012	251,333,258	5,343,335,120	296,223	4.70%	848
2013	286,684,093	5,274,053,840	296,550	5.44%	967
2014	318,288,837	5,331,713,410	296,550	5.97%	1,073

Note 1 - Includes only the net general obligation debt that is tax supported.

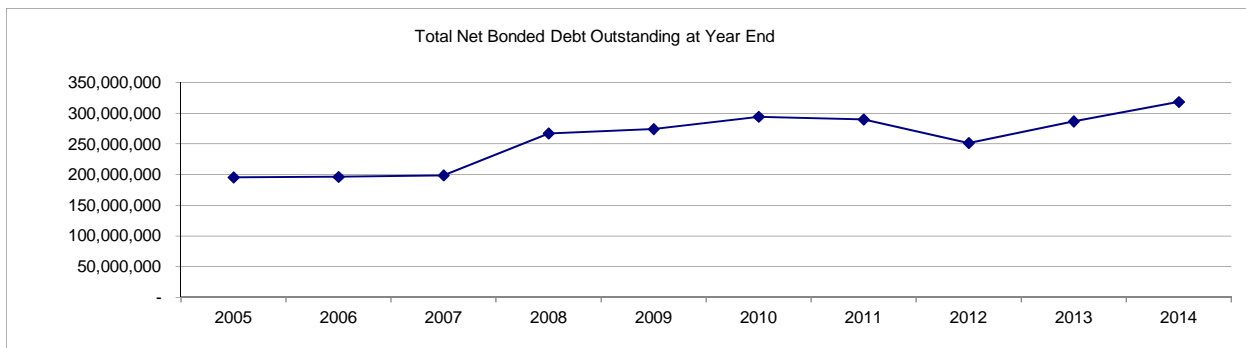
Note 2 - 2008 figures are based on Bureau of the Census data.

**City of Cincinnati
Debt Capacity Information
Schedule 3
Computation of Direct and Overlapping Debt
June 30, 2014**

	Assessed Valuation (a)	Net General Tax Supported Debt	Percent Overlapping	Net Tax Supported Overall Debt
Direct:				
City of Cincinnati	\$ 5,331,713,410	\$ 318,288,837	100 %	\$ 318,288,837
Overlapping:				
Board of Education - Cincinnati City School District	5,926,061,990	693,540,000 (b)	89.97%	623,982,085
Hamilton County	18,169,605,450	87,819,873 (a)	29.34%	25,769,981
Subtotal		781,359,873		649,752,066
Total		\$ 1,099,648,710		\$ 968,040,903

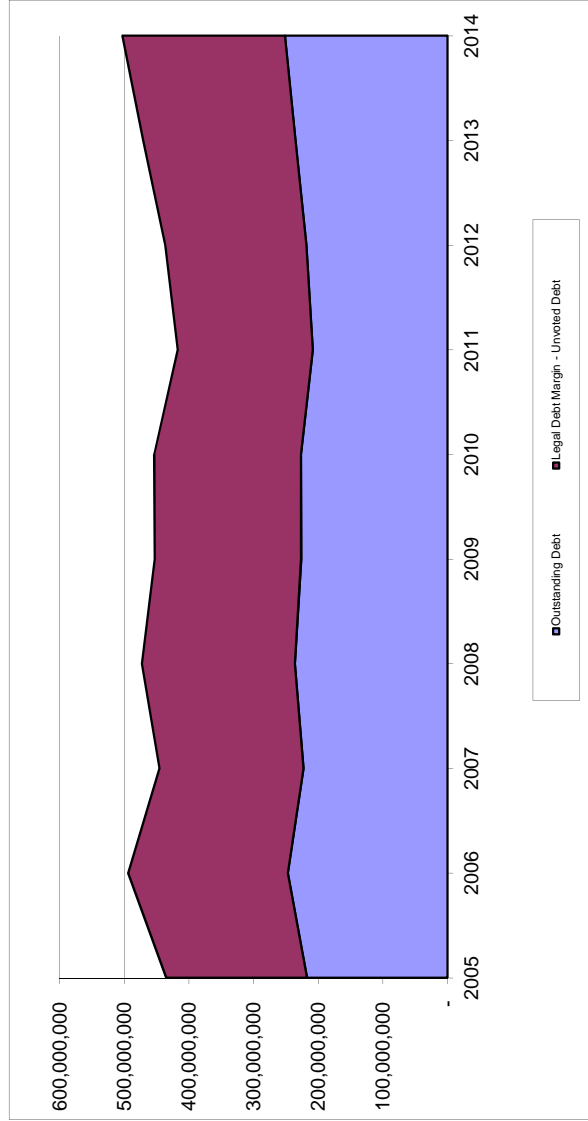
(a) Source: Hamilton County Auditor's Office

(b) Source: Cincinnati City School District



**City of Cincinnati
Debt Capacity Information
Schedule 4
Legal Debt Margin
For the Fiscal Periods**

	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
Overall Debt Limitation - 10-1/2 % of Assessed Valuation	\$ 598,420,623	\$ 657,615,564	\$ 648,178,184	\$ 626,399,268	623,134,208	623,711,895	611,891,297	561,050,188	553,797,707	551,003,031
Net Debt Within 10-1/2% Limitation	217,670,000	247,190,000	222,868,000	236,495,000	226,635,000	227,020,000	208,770,000	218,525,000	235,505,000	251,690,000
Legal Debt Margin Within 10-1/2% Limitation	\$ 380,750,623	\$ 410,425,564	\$ 425,310,184	\$ 389,904,268	\$ 396,499,208	\$ 396,691,895	\$ 403,121,297	\$ 342,525,188	\$ 318,292,707	\$ 299,313,031
Net Debt Percentage of 10 1/2 % Limitation	36.37%	37.59%	34.38%	37.75%	36.37%	36.40%	34.12%	38.95%	42.53%	45.68%
Unvoted Debt Limitation - 5-1/2% of Assessed Valuation	\$ 313,458,422	\$ 344,465,295	\$ 339,521,906	\$ 328,113,902	326,403,633	326,706,231	320,514,488	293,883,432	290,084,513	288,620,635
Net Debt Within 5-1/2% Limitation	217,670,000	247,190,000	222,868,000	236,495,000	226,635,000	227,020,000	208,770,000	218,525,000	235,505,000	251,690,000
Legal Debt Margin Within 5-1/2% Limitation	\$ 95,788,422	\$ 97,275,295	\$ 116,653,906	\$ 91,618,902	\$ 99,768,633	\$ 99,686,231	\$ 111,744,488	\$ 75,358,432	\$ 54,579,513	\$ 36,930,635
Net Debt Percentage of 5 1/2 % Limitation	69.44%	71.76%	65.64%	72.08%	69.43%	69.49%	65.14%	74.36%	81.18%	87.20%



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/Loan	Debt Service Principal	Interest	Total	Water Works Revenue	Debt Service Principal	Interest	Total	Coverage
2005	4,848,086	2,288,000	1,995,000	4,283,000	105,797,000	7,240,000	11,174,000	18,414,000	2.18
2006	4,840,444	2,854,000	1,915,905	4,769,905	110,858,000	11,045,000	12,721,000	23,766,000	1.91
2007	4,796,765	2,475,000	1,782,231	4,257,231	127,995,000	11,475,000	13,082,000	24,557,000	2.24
2008	6,486,865	2,955,000	2,209,510	5,164,510	126,839,000	13,620,000	14,840,000	28,460,000	1.79
2009	9,953,193	3,070,000	2,050,209	5,120,209	120,504,000	14,000,000	15,797,000	29,797,000	1.46
2010	9,754,692	3,140,000	2,652,176	5,792,176	131,000,000	14,865,000	19,210,000	34,075,000	1.20
2011	11,402,482	2,285,000	3,886,719	6,171,719	120,682,000	11,840,000	20,624,000	32,464,000	1.51
2012	10,749,956	3,000,000	4,185,332	7,185,332	135,609,000	17,700,000	21,845,000	39,545,000	1.57
2013	5,545,377	425,000	1,720,059	2,145,059	68,947,000	-	12,005,000	12,005,000	2.49
2014	11,059,444	3,390,000	3,821,284	7,211,284	142,317,000	19,850,000	23,420,000	43,000	1.57

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
- Economic Development Revenue Bonds, Series 2012A - Convergys Corporation Project

The calculation of the revenue coverage ratio excludes Non-Cash Expenses for Depreciation and Accrued Pension and NPEO Liability for Water Works.
 Note: The City of Cincinnati changed fiscal year in 2013. The informatin for 2013 fiscal year represents six months of information for the period ending June 30, 2013.

City of Cincinnati
Bond Retirement Fund Balance, Southern Railway Revenue and Capital Improvement Plan
Debt Capacity Schedule 6

Last 5 Fiscal Years

<u>Year</u>	<u>Bond Retirement Fund Balance</u>	<u>Southern Railway Revenue</u>
2010	\$ 26,532,838	\$ 19,551,307
2011	29,674,776	19,709,868
2012	38,203,547	20,189,606
2013*	51,179,093	10,094,803
2014	66,531,901	20,734,726

* The City of Cincinnati changed fiscal year in 2013. The information for 2013 fiscal year represents six months of information for the period ending June 30, 2013.

Projected 5 year plan
(Amounts in Thousands)

	<u>2013/2014**</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>Total</u>
CIP Budget	\$ 95,330	\$ 53,050	\$ 51,810	\$ 51,000	\$ 46,145	\$ 297,335
Property Tax Supported Debt	\$ 42,900	\$ 15,000	\$ 15,000	\$ 15,000	\$ 15,000	\$ 102,900
%Debt	45%	28%	29%	29%	33%	35%

** 2013/2014 includes stub period January through June 2013 and fiscal year 2014.

**City of Cincinnati
Debt Capacity
Schedule 7
Water Works
Historical Financial Operations
(Dollars in Thousands)**

	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
<u>Operating Revenue</u>										
Total Operating Revenue	\$102,272	\$105,059	\$121,244	\$121,302	\$117,441	\$123,443	\$120,682	\$135,382	\$68,947	\$142,317
<u>Operating Expense:</u>										
Personal Services	36,805	37,600	39,575	41,944	42,827	58,805	47,129	43,050	23,440	47,074
Contractual Services	8,963	7,328	8,530	9,660	9,249	8,628	8,329	7,766	3,999	8,417
Maintenance and Repair	3,223	3,135	4,550	4,115	3,704	3,980	4,536	3,813	1,863	4,825
Materials and Supplies	5,651	6,105	7,451	7,869	8,475	8,007	8,976	8,756	4,715	9,249
Utilities	9,270	9,752	11,639	11,287	10,821	11,427	7,530	7,732	4,037	8,881
Insurance	234	201	169	114	117	121	121	142	69	157
Taxes	46	48	2	0	1	6	3	5	2	11
Rent	931	1,037	823	1,057	1,256	1,302	1,252	2,211	662	1,428
Other	470	412	354	823	620	630	328	2,355	3,153	1,812
Depreciation and Amortization Expense	19,516	21,471	21,934	22,705	24,161	24,206	24,832	23,432	11,086	22,520
Amortization Mason Agreement	66	-	72	76	0	84	88	92	48	99
Bad Debt Expense	-	-	-	-	-	-	-	-	-	-
Total Operating Expense	85,175	87,089	95,099	99,650	101,231	117,196	103,124	99,354	53,074	104,473
Operating Income	\$ 17,097	\$ 17,970	\$ 26,145	\$ 21,652	\$ 16,210	\$ 8,091	\$ 17,558	\$ 36,030	\$ 15,873	\$ 37,844
<u>Non-Operating Revenue (Expenses):</u>										
Capital Contribution	\$14,464	\$5,646	\$4,935	\$5,408	\$9,704	\$3,039	\$3,304	\$3,385	\$302	\$2,002
Gain (Loss) on Disposal of Fixed Assets	(351)	(628)	(52)	(1,338)	(1,621)	(1,320)	(829)	(838)	(4)	(1,910)
Transfers In	-	-	-	-	-	131	131	(47)	-	(500)
Interest Revenue	3,525	5,799	6,751	5,272	2,403	2,560	2,309	1,981	(1,020)	2,418
Build America Bond Subsidy	-	-	-	-	553	1,701	1,701	1,701	777	1,579
Interest Expense	(12,155)	(11,113)	(12,359)	(13,997)	(13,525)	(12,695)	(14,909)	(16,358)	(9,823)	(18,339)
Total Non-Operating Revenue (Expense)	5,483	(296)	(725)	(4,655)	(2,486)	(6,715)	(8,293)	(10,176)	(9,768)	(14,750)
Net Income	\$22,580	\$17,674	\$25,420	\$16,997	\$13,724	\$1,376	\$9,265	\$25,854	\$6,105	\$23,094

Note: The City of Cincinnati changed fiscal year in 2013. The information for 2013 fiscal year represents six months of information for the period ending June 30, 2013.

**Greater Cincinnati Water Works
Projected Operating Results**

<u>Description</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
	\$	\$	\$
Metered Water Sales			
Revenue Under Existing Rates	124,553,568	123,738,026	122,716,221
Indicated Revenue Increases (a)			
	Revenue		
Month - Year	Increase		
January 2011	0.00%	0	0
January 2012	8.50%	9,292,000	9,230,000
January 2014	5.50%	6,850,446	6,805,591
January 2015	6.00%	6,898,711	7,832,617
January 2016	7.00%		8,475,544
January 2017	7.00%		8,993,944
Total Increased Revenue	<u>13,749,157</u>	<u>23,113,752</u>	<u>33,117,621</u>
Total Metered Water Sales Revenue	<u>138,302,725</u>	<u>146,851,778</u>	<u>155,833,842</u>
Total Increased Revenue - CPI	<u>3,255,978</u>	<u>3,321,097</u>	<u>3,387,519</u>
Other Revenue	3,411,000	3,411,000	3,411,000
Billing Services	10,628,324	10,844,696	11,080,203
Construction Reimbursement Charges	342,633	342,633	342,633
Interest Income (b)	<u>800,000</u>	<u>800,000</u>	<u>800,000</u>
Total Revenue	<u>156,740,660</u>	<u>165,571,204</u>	<u>174,855,197</u>
Operating & Maintenance Expense (c)	<u>88,306,449</u>	<u>91,290,162</u>	<u>94,380,111</u>
Net Revenue Available for Debt Service	<u>68,434,210</u>	<u>74,281,042</u>	<u>80,475,086</u>
Series 2005A Revenue Bond Debt Service	32,938	32,938	32,938
Series 2007A Revenue Bond Debt Service	15,632,650	15,148,650	15,875,250
Series 2007B Revenue Bond Debt Service	5,164,438	5,162,400	5,165,600
Series 2009A Revenue Bond Debt Service	10,532,550	10,925,150	10,293,750
Series 2009B BAB Debt Service	4,860,614	4,860,614	4,860,614
Series 2011A Revenue Bond Debt Service	5,147,300	5,146,900	5,147,700
Series 2012A Revenue Bond Debt Service	3,989,244	3,988,144	3,992,394
Future Senior Lien Revenue Bond Debt Service (d)	<u>3,465,000</u>	<u>5,421,112</u>	<u>10,216,112</u>
Total Senior Lien Revenue Bond Debt Service	<u>48,824,734</u>	<u>50,685,908</u>	<u>55,584,357</u>
Series 2005B Revenue Bond Conversion Debt Service	<u>1,500,000</u>	<u>1,500,000</u>	<u>1,500,001</u>
Total Junior Lien Revenue Bond Debt Service	<u>1,500,000</u>	<u>1,500,000</u>	<u>1,500,001</u>
State of Ohio Issue 2 Money (\$1M/20Yrs/0%)-2003	50,000	50,000	50,000
State of Ohio Issue 2 Money (\$980K/20Yrs/0%)-2004	49,000	49,000	49,000
State of Ohio Issue 2 Money (\$1.15M/20Yrs/0%)-2005	57,500	57,500	57,500
State of Ohio Issue 2 Money (1.25M/20Yrs/0%)-2011	62,494	62,494	62,494
Ohio EPA Water Supply Revolving Loan (\$1.7M/20Yrs/3.25%)-2006	116,096	116,096	116,096
Ohio EPA Water Supply Revolving Loan (\$4M/20Yrs/3.25%)-2006	268,251	268,251	268,251
Ohio EPA Water Supply Revolving Loan (\$2.98M/20Yrs/2%)-2011	278,458	278,458	278,458
Ohio EPA Water Supply Revolving Loan (\$3.8M/20Yrs/2.0%)-2011	183,956	183,956	183,956
Ohio EPA Water Supply Revolving Loan (\$2.3M/20Yrs/2.0%)-2012	117,968	117,968	117,968
Ohio EPA Water Supply Revolving Loan (\$2.7M/20Yrs/1.71%)-2012	161,262	161,262	161,262
Ohio EPA Water Supply Revolving Loan (\$4.9M/20Yrs/1.75%)-2012	294,451	294,451	294,451
Ohio EPA Water Supply Revolving Loan (\$2.0M/20Yrs/1.88%)-2012	125,173	125,173	125,173
Ohio EPA Water Supply Revolving Loan (\$3.2M/20Yrs/1.98%)-2012	197,326	197,326	197,326
Ohio EPA Water Supply Revolving Loan (\$7.6M/20Yrs/2.0%)-2012	464,611	464,611	464,611
Ohio EPA Water Supply Revolving Loan (\$3.6M/20Yrs/2.0%)-2012	179,489	179,489	179,489
Ohio EPA Water Supply Revolving Loan (\$5.2M/20Yrs/1.94%)-2012	312,464	312,464	312,464
Other Financing Requirements	2,918,499	2,918,499	2,918,499
Revenues Available for Transfer to Water System Reserve Fund	15,190,976	19,176,635	20,472,229
Working Capital Balance			
Prior Year Revenue Fund Working Capital Balance	28,857,670	28,004,743	32,422,602
Revenue Transfer To Water System Reserve Fund	16,043,904	14,758,775	18,729,078
Revenues Available for Transfer	<u>15,190,976</u>	<u>19,176,635</u>	<u>20,472,229</u>
End of Year Working Capital Balance	28,004,743	32,422,602	34,165,753
Working Capital Balance Requirement (f)	13,245,967	13,693,524	14,157,017
Revenues Transferred the Next Fiscal Year	14,758,775	18,729,078	20,008,736
Water System Reserve Fund			
Beginning of Year Balance	18,909,143	17,344,441	15,518,370
Deposits	16,043,904	14,758,775	18,729,078
Transfer to Water Works Capital Improvement Fund	<u>17,608,606</u>	<u>16,584,846</u>	<u>16,936,581</u>
End of Year Balance	<u>17,344,441</u>	<u>15,518,370</u>	<u>17,310,867</u>

(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	Total Issue	Interest Rate
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 g
Water Works

Senior Bonds and Senior Subordinated Debt Service Requirements

Year	Debt Service Series 2012A	Debt Service Series 2011A	Debt Service Series 2009B*	Debt Service Series 2009A	Debt Service Series 2007B	Debt Service Series 2007A	Debt Service Series 2005A	Total Senior Bonds Debt Service	Debt Service Series 2005B	Debt Service GO Debt	Total Subordinated Debt Service	Total Senior Bonds and Subordinated Bonds Debt Service
2015	3,957,043.76	9,991,425.00	4,860,613.70	2,503,050.00	5,124,375.00	15,307,075.00	32,937.50	41,776,519.96	1,350,693.76	1,837,800.00	1,837,800.00	44,965,013.72
2016	3,966,193.74	5,122,100.00	4,860,613.70	10,366,350.00	5,120,818.75	15,363,150.00	32,937.50	44,832,283.69	1,350,693.76	1,837,800.00	1,837,800.00	46,182,957.45
2017	3,972,768.74	5,112,300.00	4,860,613.70	10,724,450.00	5,116,500.00	14,886,950.00	32,937.50	44,706,519.94	1,350,693.76	1,837,800.00	1,837,800.00	46,057,213.70
2018	3,956,693.76	5,128,575.00	4,860,613.70	10,073,625.00	5,117,800.00	15,573,125.00	32,937.50	44,743,369.96	1,350,693.76	1,837,800.00	1,837,800.00	46,094,063.72
2019	3,977,081.26	5,103,450.00	4,860,613.70	9,964,875.00	5,102,875.00	15,568,750.00	32,937.50	44,600,582.46	1,350,693.76	1,837,800.00	1,837,800.00	45,951,276.22
2020	3,971,718.76	5,120,912.50	4,860,613.70	10,085,125.00	5,095,625.00	15,576,687.50	32,937.50	44,743,619.96	1,350,693.76	1,837,800.00	1,837,800.00	46,094,313.72
2021	3,864,818.76	11,287,437.50	4,860,613.70	3,669,500.00	5,097,000.00	15,588,675.00	32,937.50	44,470,982.46	1,350,693.76	1,837,800.00	1,837,800.00	45,821,676.22
2022	3,966,064.38	11,369,625.00	8,485,224.95	8,479,057.45	5,089,250.00	7,694,062.50	791,468.75	30,665,988.70	6,981,318.76	8,642,412.51	8,642,412.51	37,646,707.46
2023	3,962,800.00	4,648,750.00	8,471,840.45	4,436,875.00	5,084,500.00	7,893,700.00	5,082,000.00	29,833,415.45	8,620,440.63	8,584,800.00	8,584,800.00	38,475,827.96
2024	3,947,000.00	4,435,250.00	8,467,900.20	4,427,875.00	5,072,375.00	21,932,150.20	21,885,375.65	21,870,080.00	21,870,080.00	21,870,080.00	21,870,080.00	30,470,175.65
2025	3,944,100.00	4,429,375.00	8,425,755.00	4,427,875.00	5,069,125.00	21,870,080.00	21,850,887.45	21,850,887.45	21,850,887.45	21,850,887.45	21,850,887.45	21,850,887.45
2026	3,942,700.00	4,424,375.00	8,414,787.45	4,417,750.00	5,061,625.00	21,820,906.40	21,820,906.40	21,820,906.40	21,820,906.40	21,820,906.40	21,820,906.40	21,820,906.40
2027	3,938,700.00	4,417,750.00	8,402,831.40	4,414,125.00	5,059,250.00	21,797,870.25	21,797,870.25	21,797,870.25	21,797,870.25	21,797,870.25	21,797,870.25	21,797,870.25
2028	3,935,900.00	4,414,125.00	8,388,696.25	4,413,000.00	5,051,500.00	21,774,125.95	21,774,125.95	21,774,125.95	21,774,125.95	21,774,125.95	21,774,125.95	21,774,125.95
2029	3,934,000.00	4,413,000.00	8,375,625.95	4,412,750.00	5,047,875.00	21,736,720.45	21,736,720.45	21,736,720.45	21,736,720.45	21,736,720.45	21,736,720.45	21,736,720.45
2030	3,918,625.00	4,412,750.00	8,357,470.45	4,412,750.00	5,047,875.00	21,703,139.25	21,703,139.25	21,703,139.25	21,703,139.25	21,703,139.25	21,703,139.25	21,703,139.25
2031	3,916,250.00	4,404,500.00	8,342,514.25	4,399,125.00	5,047,875.00	16,633,731.40	16,633,731.40	16,633,731.40	16,633,731.40	16,633,731.40	16,633,731.40	16,633,731.40
2032	3,910,625.00	4,399,125.00	8,323,981.40	4,394,750.00	5,047,875.00	16,615,059.50	16,615,059.50	16,615,059.50	16,615,059.50	16,615,059.50	16,615,059.50	16,615,059.50
2033	3,910,375.00	4,394,750.00	8,309,934.50	4,390,875.00	5,047,875.00	8,293,000.00	8,293,000.00	8,293,000.00	8,293,000.00	8,293,000.00	8,293,000.00	8,293,000.00
2034	3,902,125.00	4,390,875.00	8,287,500.00	4,387,000.00	5,047,875.00	3,895,000.00	3,895,000.00	3,895,000.00	3,895,000.00	3,895,000.00	3,895,000.00	3,895,000.00
2035	3,900,500.00	4,387,000.00										
2036	3,895,000.00											
2037												
2038												
	\$ 94,582,153.1E	\$ 124,872,200.0E	\$ 151,706,840.25	\$ 57,986,975.00	\$ 96,698,343.75	\$ 138,980,275.00	\$ 1,054,968.75	\$ 664,961,795.91	\$ 43,634,621.9E	\$ 1,837,800.00	\$ 1,837,800.00	\$ 710,434,077.8E

Last updated 9/9/14

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						
	United States	Ohio	Cincinnati MSA	Hamilton County	United States	Ohio	Cincinnati MSA	Hamilton County	United States	Ohio	Cincinnati MSA	Hamilton County	Cincinnati	Hamilton County	% Unemployed Average
2000	282,171,936	11,363,719	2,014,615	844,290	29,847	28,207	30,474	33,554	142,583,000	5,807,000	1,045,800	428,800	160,400	428,800	3.5
2001	285,039,803	11,391,298	2,035,394	849,297	30,582	28,585	31,008	34,307	143,734,000	5,825,600	1,049,300	425,600	159,400	425,600	4.1
2002	287,726,647	11,410,582	2,049,629	848,120	30,838	29,197	31,766	35,385	144,863,000	5,838,100	1,057,000	423,900	159,900	423,900	5.2
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	423,100	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	420,400	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	419,000	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	425,700	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	436,400	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	438,200	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	438,800	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	438,500	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	406,900	8.8
2012	313,914,040	11,544,225	2,128,603	802,038	42,693	39,289	43,454	49,413	154,975,000	5,748,000	1,089,300	400,000	141,100	400,000	8.1
2013	316,128,839	11,570,808	NA	NA	44,543	40,865	52,063	NA	155,389,000	5,766,000	1,098,100	403,300	142,300	403,300	7.4
2014	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA

Year	Personal Income (in millions)			
	United States	Ohio	Cincinnati MSA	Hamilton County
2000	8,554,866	326,074	62,649	28,823
2001	8,878,830	333,539	64,885	29,798
2002	9,054,781	340,664	66,798	30,727
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	92,497	39,631
2013	14,081,282	472,845	NA	NA

Source: Ohio Department of Job and Family Services (mi.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	2014			2005		
	Number of Employees		Percentage of Total Employment	Number of Employees		Percentage of Total Employment
The Kroger Co	20,260	1	0.96%	14,000	2	1.59%
University of Cincinnati	15,651	2	0.75%	15,400	1	1.74%
Children's Hospital Medical Center	13,967	3	0.67%	12,000	4	1.36%
Proctor and Gamble	12,000	4	0.57%	8,102	7	0.92%
Tri-Health Inc	11,000	5	0.52%	13,141	3	1.49%
UC Health	10,000	6	0.48%			
Catholic Health Partners/Mercy	8,956	7	0.43%	7,648	8	0.87%
GE Aviation	7,600	8	0.36%			
Archdiocese of Cincinnati	7,500		0.36%			
St. Elizabeth Medical Center	7,423	9	0.35%			
Total	<u>114,357</u>		<u>5.79%</u>	<u>102,298</u>		<u>11.59%</u>
Total Metropolitan Statistical Area	2,100,000			883,200		

Sources: Cincinnatiusa.org
Business Courier 2014 Winter Book of Business Lists

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)
2002	198	44,323	65	52,432	8,726	559,529
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	90	28,403	43	126,318	9,290	536,041
2012	83	34,675	43	66,630	9,050	401,558
2013	59	12,374	21	53,526	4,691	220,351
2014	90	21,427	38	197,818	9,433	672,855

Year	Property Value (2)	
	Residential (in thousands)	Non-Residential (in thousands)
2002	7,190,165	5,322,012
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
2013	8,734,271	5,441,937
2014	8,696,913	5,292,777

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	\$240,000
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 - \$194,685

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 (xiii). 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)

	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Goods-Producing Industries	175.7	174.2	172.1	160.8	146.1	146.4	149.7	152.0	143.8	150.8
Natural Resources, Mining and Construction	52.4	52.6	50.6	45.0	40.6	36.1	36.9	36.8	37.0	41.5
Construction of Buildings	12.8	12.6	12.1	9.7	8.4	7.7	7.6	7.6	8.6	9.2
Specialty Trade Contractors	33.7	34.2	32.6	29.6	24.9	22.5	22.6	24.0	23.3	27.5
Manufacturing	123.3	121.7	121.5	115.8	105.5	110.3	112.8	115.0	106.8	109.3
Durable Goods	71.9	71.8	72.1	69.2	60.1	65.3	69.6	70.5	64.0	65.6
Primary Metals	7.5	6.5	6.8	6.2	5.6	5.9	7.0	7.0	6.0	5.8
Transportation Equipment	18.2	19.5	19.8	19.1	17.6	18.2	17.5	18.0	19.2	19.8
Motor Vehicle Parts	8.4	8.8	8.7	7.8	6.5	6.6	6.7	6.8	8.0	8.5
Aerospace Products and Parts	8.7	9.4	9.5	9.8	9.2	9.2	9.5	9.7	10.0	N/A
Nondurable Goods	51.4	49.9	49.4	46.6	45.4	45.0	43.2	44.5	42.8	43.7
Chemical Manufacturing	11.1	11.2	11.1	11.2	11.4	11.5	11.0	10.9	10.7	10.7
Service-Providing Industries	859.6	864.2	873.0	877.4	850.7	841.3	853.0	871.8	754.5	777.0
Trade, Transportation, and Utilities	211.0	209.6	212.8	215.4	201.0	196.4	202.4	207.9	201.8	205.6
Wholesale Trade	58.0	59.2	61.0	60.4	54.9	52.3	57.6	58.2	59.2	61.3
Merchant Wholesalers, Durable Goods	27.8	28.7	28.8	28.3	24.7	22.9	26.0	27.7	27.4	28.2
Merchant Wholesalers, Non-Durable Goods	22.5	23.2	23.8	23.6	22.8	22.8	22.0	21.0	19.7	20.9
Retail Trade	109.4	109.2	109.7	111.5	105.7	104.5	103.8	107.6	101.7	103.9
Food and Beverage Stores	20.3	20.8	21.4	21.8	20.8	19.8	20.3	20.8	20.5	19.1
Grocery Stores	17.4	17.9	18.6	18.9	16.8	17.1	17.8	18.5	18.4	16.9
Health and Personal Care Stores	7.4	7.3	7.4	7.3	7.1	6.8	6.6	7.1	6.5	6.6
Clothing and Clothing Accessories Stores	9.3	9.4	8.8	9.7	9.8	10.2	9.4	11.5	7.8	7.6
General Merchandise Stores	21.6	22.0	22.7	25.0	22.6	22.6	21.6	22.1	19.9	19.7
Transportation, Warehousing and Utilities	43.6	41.1	42.0	43.5	40.4	39.6	41.0	42.1	40.9	40.4
Transportation and Warehousing	40.4	38.0	38.9	39.8	36.4	34.9	37.9	39.0	38.3	37.8
Air Transportation	10.0	8.6	8.0	7.0	5.8	5.4	4.5	3.9	3.9	2.8
Information	15.8	15.7	15.6	15.3	14.4	14.0	13.9	13.8	13.6	13.9
Telecommunications	5.4	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Financial Activities	65.6	65.3	65.6	64.4	61.7	58.4	58.5	62.0	64.1	66.6
Finance and Insurance	51.5	51.6	52.3	52.2	50.9	49.9	50.0	52.4	52.6	54.0
Credit Intermediation and Related Activities	21.5	20.8	20.5	21.3	20.7	20.6	20.4	21.8	22.2	21.8
Insurance Carriers and Related Activities	22.9	23.2	23.8	24.2	24.2	23.5	23.7	25.2	24.5	25.6
Professional and Business Services	152.3	156.0	154.8	155.6	150.6	149.7	153.5	163.6	165.6	166.9
Professional and Technical Services	52.2	53.6	54.7	56.0	53.2	54.0	57.3	61.2	57.4	58.2
Management of Companies and Enterprises	31.6	32.7	33.5	36.6	37.9	38.0	40.0	42.9	42.1	42.3
Administrative, Support, and Waste Services	68.5	69.7	66.7	63.0	58.7	57.7	56.2	59.5	66.1	66.4
Employment Services	35.4	36.4	34.1	30.2	24.3	24.3	24.9	27.3	29.0	31.8
Services to Buildings and Dwellings	13.4	13.4	13.6	12.5	11.8	12.2	12.5	13.9	15.5	15.7
Educational and Health Services	134.6	137.4	141.3	147.3	148.4	151.9	153.2	152.2	153.6	158.8
Educational Services	14.2	14.4	14.6	15.8	16.3	16.6	16.7	18.5	17.2	18.1
Health Care and Social Assistance	120.4	123.1	126.7	131.5	132.1	135.3	136.5	133.7	136.4	140.7
Hospitals	39.4	40.7	41.3	44.1	45.1	46.2	46.0	46.4	47.6	48.5
Leisure and Hospitality	105.4	105.2	106.9	101.9	99.1	97.0	98.8	104.6	116.8	123.4
Arts, Entertainment and Recreation	18.9	18.3	18.8	16.4	16.6	15.6	14.4	14.4	27.1	29.9
Accommodation and Food Services	86.6	86.9	88.0	85.5	82.5	81.4	84.4	90.2	89.7	93.5
Other Services	42.8	42.5	43.2	43.1	41.6	40.9	42.2	40.3	39.0	41.8
Government	132.2	132.5	132.9	134.4	133.9	133.0	130.5	127.4	121.7	123.2
Federal Government	17.6	17.7	17.4	16.9	16.7	16.6	16.5	15.6	15.9	15.7
State Government	27.4	27.1	27.5	29.0	29.1	28.6	28.4	28.0	23.3	23.7
State Government Education	22.2	21.9	22.3	24.0	23.8	23.2	24.7	23.7	17.4	18.9
Local Government	87.1	87.7	88.1	88.5	88.1	87.8	85.6	83.8	82.5	83.8
Local Government Education	49.0	49.4	49.0	50.8	51.4	51.1	50.0	49.4	43.9	44.8
Total	1035.3	1038.4	1045.1	1038.2	996.8	987.7	1002.7	1023.8	898.3	927.8
Unemployment Rate	5.4	5.2	5.0	5.0	10.1	9.0	7.8	7.8	7.4	7.4

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

<u>Function/Program</u>	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
General Government	542	547	497	400	446	447	425	447	518	518
Community Development	56	52	61	140	73	70	66	54	71	67
General Services	72	73	66	61	63	62	57	59	57	63
Parks and Recreation	314	311	311	302	290	298	282	288	285	286
Public Safety	1,322	1,333	1342	1356	1,335	1,324	1,253	1,221	1,093	1,088
Police	855	870	885	905	890	844	806	829	818	888
Fire	159	163	151	152	154	144	143	156	143	135
Transportation and Engineering	437	464	425	416	402	367	334	326	321	291
Public Services	452	451	414	426	421	404	369	377	372	376
Public Health	563	559	526	532	587	599	608	594	589	552
MSD										
Enterprise										
Water Works	570	569	542	541	561	552	533	522	523	500
Parking Facility	55	51	44	41	40	35	28	31	30	29
Convention Center	29	1	1							
General Aviation	13	13	13	13	13	13	11	11	9	10
Municipal Golf	2	2	2	2	2	2	2	2	2	2
Stormwater Management	16	11	12	31	16	15	13	16	15	17
	5,457	5,470	5,292	5,318	5,293	5,176	4,930	4,933	4,846	4,822

Source: Cincinnati Human Resource Information System (CHRIS)

City of Cincinnati
Operating Information
Schedule 2
Operating Indicators by Function/Program
Last Ten Fiscal Years

Function/Program	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
General Government										
Litigations		342	383	117	106	103	128	90	52	80
Total Cases	121	223	295	79	98	123	155	119	124	148
Open Cases	83									
Trade and Development										
Housing Units	2,110	2,239	2,052	1,581	1,834	2,560	1,735	1,880	1,030	1,741
Job Created/Retained thru Income Tax Credits	570	273	319	65	149	1	0	0	387	3,105
Enterprise Zone Agreement	1	2	5	0	0	0	0	0	0	0
Police										
Service Calls	291,468	303,670	273,652	287,268	275,424	263,196	276,407	272,212	129,086	261,955
Arrests	48,757	47,474	41,510	41,542	36,768	37,529	37,207	35,141	16,109	32,155
Reports Filed	43,427	26,850	24,678	24,743	38,700	36,179	38,573	36,901	17,040	31,363
Fire										
Incidences (Fires, EMS, other)	65,206	65,866	67,435	68,973	72,128	70,889	73,531	75,412	31,960	81,955
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	3,000,000	6,000,000
Nature Education Programs	1,300	1,000	1,000	1,000	1,168	1,375	1,382	1,298	698	1,403
Volunteer Hours	33,700	62,500	87,737	87,737	93,439	59,046	56,340	65,576	31,582	63,685
Park Reservations	690	1,300	1,350	1,350	732	958	976	961	411	812
Visitor Center Phone Calls	21,000	24,600	26,350	26,350	16,848	15,000	15,211	16,244	8,100	17,800
Health										
Patients	48,961	37,077	34,688	41,674	37,375	37,319	32,176	43,299	21,700	35,000
Visits	137,105	125,971	123,445	119,846	153,548	151,505	137,966	155,684	76,218	151,505
Inspections	26,317	24,312	31,244	17,635	19,751	20,798	22,812	22,664	11,379	20,146
Birth and Death Certificates	84,314	82,876	78,187	68,568	66,990	63,349	55,483	45,330	22,205	44,583
Sanitation										
Total solid waste collected and disposed	115,000	106,463	103,504	100,045	99,946	99,203	95,571	90,570	90,570	71,895
Water Works										
Water Delivered to Water Mains (Gallons)	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	20,559,715,500	43,838,631,300
Total Water Consumption (Gallons)	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	38,142,397,000	16,488,683,000	36,691,200,000
Percent of Unmetered Water	16%	17%	17%	16%	17%	17%	16%	16%	20%	16%
Average Daily Delivery (Gallons)	137,661,000	131,480,000	146,330,000	135,428,000	124,807,000	129,668,000	121,635,000	123,588,200	113,589,588	120,105,839
Maximum Daily Pumpage (Gallons)	213,827,000	211,468,000	229,517,000	220,566,000	169,260,000	200,712,000	206,325,000	230,258,100	168,569,000	157,429,000
Minimum Daily Pumpage (Gallons)	108,872,000	102,592,000	106,102,000	99,924,000	95,420,000	95,904,000	95,848,000	88,648,900	100,889,000	94,843,300

N/A = Not Available
 Note: The City of Cincinnati changed fiscal year in 2013. The information for 2013 fiscal year represents six months of information for the period ending June 30, 2013.

City of Cincinnati
Operating Information
Schedule 3
Capital Asset and Infrastructure Statistics by Function/Program
Last Ten Fiscal Years

Function/Program	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Public Safety										
Police										
Stations	5	5	5	5	5	5	5	5	5	5
Fire										
Fire Stations	26	26	26	26	26	26	26	26	26	26
Paramedic Units	4	4	4	4	6	4	12	12	12	12
Life Support Ambulances	6	6	6	6	8	8	0	0	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	3,050	3,050	3,000	3,050	3,050	3,065
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	150,000	150,000	150,000	150,000	150,000	150,000	150,000
Bridges	68	68	63	62	62	62	65	64	64	65
Retaining Walls (miles)	51	51	52	52	52	50	50	50	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	71	71	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)	65	65	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	2,600	2,600	2,600	2,600	2,600	2,600	2,600	2,600	2,600	2,600
Recreation and Senior Centers	40	40	38	38	38	38	32	30	27	27
Play Areas	108	108	108	108	108	108	108	96	100	100
Swimming Pools/Aquatics Facilities	40	40	38	38	38	28	33	32	34	34
Tennis Courts	122	122	122	122	122	122	103	103	97	97
Public Services										
Traffic Engineering										
Traffic Signs	739	745	758	749	757	757	765	758	758	758
Street Lights	32,000	32,000	32,000	28,706	12,000	12,000	12,200	8,515	8,515	10,000
Public Health										
Health Centers	6	6	6	6	6	6	6	6	6	6
Water Works										
Total Assets (in thousands)	\$877,497	\$877,914	\$970,706	979,428	1,080,499	1,081,596	1,144,127	1,229,795	1,248,476	1,265,321
Water Customer Accounts	239,630	240,472	241,040	241,416	241,500	241,704	241,714	241,707	241,809	241,987
Miles of Water Main in the System	3,079	3,102	3,109	3,121	3,128	3,133	3,316	3,145	3,146	3,148
Municipal Golf										
Golf Courses	7	7	7	7	7	7	7	7	7	7
General Aviation										
Acreage	1,000	1,000	870	1,353	1,353	1,353	1,353	1,353	1,353	1,353
Convention Center										
Meeting Rooms	N/A	37	37	37	37	37	36	36	36	36
Exhibit Space (Square Feet)	162,000	195,000	195,000	195,000	195,000	195,000	195,000	195,000	195,000	195,000
Meeting/Ballroom Space (Square Feet)	82,000	102,000	102,000	102,000	102,000	102,000	102,000	102,000	102,000	102,000
Parking Facilities										
Parking Lots/Garages	15	14	14	14	14	14	14*	14*	14*	13**
Parking Meters	5,700	5,700	5,400	5,400	5,400	5,400	5,400	4,979	4,979	4,979
Stormwater Management										
Miles of Storm Sewers	315	315	350	350	350	350	350	350	350	350

*The Gateway Garage was sold on 10/1/11 leaving Parking Facilities with 13 Parking Lots and Garage.

**The 5th & Race Lot ceased operations at the end of FY13 and was transferred to 3CDC

Note: The City of Cincinnati changed fiscal year in 2013. The information for 2013 fiscal year represents six months of information for the period ending June 30, 2013.

COMPREHENSIVE ANNUAL FINANCIAL REPORT

for the fiscal year ended June 30, 2014

PREPARED BY:

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city of
CINCINNATI 
2014
CINCINNATI, OHIO



Dave Yost • Auditor of State

CITY OF CINCINNATI

HAMILTON COUNTY

CLERK'S CERTIFICATION

This is a true and correct copy of the report which is required to be filed in the Office of the Auditor of State pursuant to Section 117.26, Revised Code, and which is filed in Columbus, Ohio.

Susan Babbitt

CLERK OF THE BUREAU

**CERTIFIED
APRIL 21, 2015**