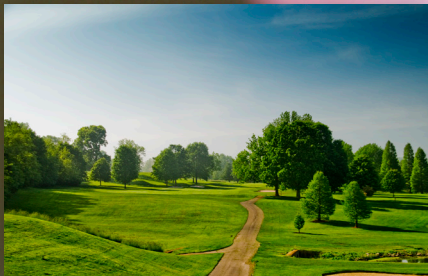




COMPREHENSIVE ANNUAL
FINANCIAL REPORT
DECEMBER 31, **2010**



*Hamilton County
Park District*
It's Great Outdoors!®
GreatParks.org

**HAMILTON COUNTY PARK DISTRICT
HAMILTON COUNTY, OHIO
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED
DECEMBER 31, 2010**

Prepared by the Accounting Division

**JACK L. SUTTON
Director**

**REBECCA MCDONOUGH
Chief Financial Officer**



Dave Yost • Auditor of State

Board of Park Commissioners
Hamilton County Park District
10245 Winton Road
Cincinnati, Ohio 45231

We have reviewed the *Independent Accountant's Report* of the Hamilton County Park District, Hamilton County, prepared by Burke & Schindler, PLL, for the audit period January 1, 2010 through December 31, 2010. Based upon this review, we have accepted these reports in lieu of the audit required by Section 117.11, Revised Code. The Auditor of State did not audit the accompanying financial statements and, accordingly, we are unable to express, and do not express an opinion on them.

Our review was made in reference to the applicable sections of legislative criteria, as reflected by the Ohio Constitution, and the Revised Code, policies, procedures and guidelines of the Auditor of State, regulations and grant requirements. The Hamilton County Park District is responsible for compliance with these laws and regulations.

A handwritten signature in black ink that reads "Dave Yost".

Dave Yost
Auditor of State

December 28, 2011

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**HAMILTON COUNTY PARK DISTRICT
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED DECEMBER 31, 2010**

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INTRODUCTORY SECTION

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10245 Winton Road ▪ Cincinnati, Ohio 45231

(513) 521-7275 ▪ GreatParks.org

Board of Park Commissioners:

Robert A. Goering ▪ John T. Reis ▪ Joseph C. Seta
Jack Sutton, **Executive Director**

June 07, 2011

To the Citizens of Hamilton County and the Board of Park Commissioners:

We are pleased to submit the Comprehensive Annual Financial Report (CAFR) for the Hamilton County Park District (hereafter, also referred to as the "Park District"). This report conforms to Accounting Principles Generally Accepted in the United States of America (GAAP) in accordance with implementation of Government Accounting Standards Board (GASB) Statement No. 34 and provides full and complete disclosure of the financial position and operations of the Park District for the year ended December 31, 2010. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the Park District management. To the best of our knowledge, the following data is accurate in all material respects and is reported in a manner designed to fairly present the financial position of the entity as a whole and results of operations of the various funds of the Park District. All necessary financial disclosures have been included to enable the reader to gain an understanding of the Park District's financial activities.

GAAP requires that management provide a narrative introduction, overview and analysis to accompany the basic financial statements in the form of a Management Discussion and Analysis (MD&A). The District's MD&A can be found immediately following the report of the independent auditors.

Report Presentation

Financial statements of governmental organizations differ somewhat from the statements prepared for profit-oriented organizations in that governmental organizations prepare statements on a fund basis. In governmental accounting, the term "fund" is used to identify a separate accounting entity with its own assets, liabilities, revenues and expenditures or expenses, as appropriate.

The Park District has established various funds to segregate activities in order to comply with legal requirements, to better facilitate management control, and to satisfy the requirements of GAAP. The presentation of this report and the financial statements contained herein are in

MISSION STATEMENT

"To preserve and protect natural resources and to provide outdoor recreation and education in order to enhance the quality of life for present and future generations."

conformance with principles established by the Governmental Accounting Standards Board (GASB) and the American Institute of Certified Public Accountants (AICPA) through its various pronouncements.

Reporting Entity

The Hamilton County Park District (Park District) was created in 1930 under authority of Chapter 1545 of the Ohio Revised Code for the purpose of protecting local natural resources and providing outdoor recreation. The Park District is governed by a three member Board of Park Commissioners, each of whom is appointed to three-year terms by the Probate Court Judge of Hamilton County and who serve without pay. The first Park Board took office on July 17, 1930.

The Board of Park Commissioners appoints a Director who is also the Chief Executive Officer. The Director is responsible for executing policy of the Park Board. Since 1930, the Park District has acquired and conserved over 16,562 acres of parkland and open space, including twenty-one parks and nature preserves and 1,146 acres of conservation easements.

The Mission of the Hamilton County Park District is: “To preserve and protect natural resources and to provide outdoor recreation and education in order to enhance the quality of life for present and future generations.”

Since its creation in the early 1930’s, the Park District has relied on a combination of funding derived from self-generated earned income sources and voter approved tax levies to fulfill its mission.

County Structure

The Park District’s base for its real estate tax levy revenue (approximately \$18 million) is Hamilton County. The County of Hamilton was named for the former Secretary of Treasury, Alexander Hamilton, and was created by proclamation of Arthur St. Clair, Governor of the Northwest Territory, on January 2, 1790. The County was the second county formed in the State of Ohio, with Cincinnati as the County seat. The County is situated in the extreme southwestern corner of the State and covers an area of 413 square miles. The County encompasses 49 municipalities, villages and townships, of which Cincinnati is the largest. The County is the third largest in the State of Ohio in terms of population (855,062). Located on the Ohio River, the County forms the core of the “Cincinnati Metropolitan Area,” which includes the counties of Hamilton, Warren, Clermont and Butler in Ohio, Dearborn and Ohio counties in Indiana and Kenton, Campbell, Gallatin, Grant, Pendleton and Boone across the river in Kentucky.

The County Auditor serves as both the chief financial officer for the County and the real property assessor for all political subdivisions within the County. The Auditor prepares the general tax list of the County, calculates the voted and unvoted tax rates for real estate and personal property and, once collected, distributes the tax receipts to the appropriate political subdivisions and agencies within the County. The collection and distribution of tax levy proceeds is the only service provided to the Park District.

Major Initiatives 2010

The Park District acquired 295 acres of new parkland in 2010, bringing the total green space preserved and protected to 16,562 acres. The Park District is pursuing the renewal of a 214 acre lease in Kroger Hills with the Ohio Department of Natural Resources.

The Park District was awarded \$728,364 from the State of Ohio's Clean Ohio Conservation Program for a land acquisition and habitat restoration project. This funding was leveraged with a portion of funds from the Mitchell Memorial Forest fund. This project included a 85.12 acre parcel to expand Mitchel Memorial Forest.

Throughout 2010, plans proceeded to extend the Little Miami Scenic Trail from the Little Miami Golf Center in Newtown to Lunken Field in Cincinnati. The Park District is working with a variety of stakeholders to ultimately extend the trail to the central riverfront in downtown Cincinnati.

The Winton Woods Campground just completed its first full season of operations since the completion of the expansion and upgrade in 2010. Sales were approximately 11% higher than initially anticipated.

The newly launched camping reservation system was a great success in 2010 reducing labor costs an estimated \$22,645.

In the fall of 2009, construction was completed on three aquaculture ponds at Miami Whitewater Forest. The species targeted for production in the Aquaculture Program is the hybrid bluegill. This project will enable fish to be stocked in Park District lakes at 25% of the cost on the live fish market. A second phase of the project will allow fish to be spawned on site, which will further reduce the cost of stocking our lakes. The first aquaculture pond was stocked with 2,400 hybrid bluegill fingerling in 2010, with the final product being ready for stocking in 2012.

The Winton Woods Riding Center continued to be a leader in providing equestrian recreation for disabled riders. In 2010, the Riding Center hosted the second annual statewide Special Olympics horse show and started a training program for Special Olympic riders in Hamilton County.

The Park District's Outdoor Education programs, including the Adventure Outpost Camp and Parky's Farm, conducted 3,431 programs for 123,362 people in 2010.

Lake Isabella's Quarry Bluff Playground has been completed and features rock climbing with ropes and a "web" to crawl upon, slides, and tunnels. The Breezy Point Playground at Woodland Mound features two eight-foot tall slides and interactive game panels.

Five new tech booths were purchased and installed at Mt. Hope Road, Valleyview Drive, Lakeview Drive, Breezy point, and Nordyke Road entrances.

The Armleder bike trail connection which features a bridge over Duck Creek and a trail under Beechmont Avenue bridge is scheduled for completion in the Summer of 2011.

The Winton Woods Campground shower building has been remodeled, and the existing laundry room was remodeled into a 'Family Style' accessible restroom with an added room for laundry facilities.

The Holiday in Lights event at Sharon Woods was another great success. Approximately 13,869 cars drove through the light show, and 32,754 guests attended the Santaland. Santaland was added to the light show thanks to generous sponsorships from Fifth Third Bank, and the United Dairy Farmers.

One hundred and eighty nine volunteers joined the Park District's volunteer program in 2010. 609 volunteers donated 65,095 hours of volunteer service in a broad range of opportunities across the Park District.

Financial Information

The Park District's day-to-day accounting and budgetary records are maintained on a basis other than GAAP. For financial reporting purposes, the accounting records are converted to a modified accrual basis for all governmental funds and the accrual basis for proprietary and entity-wide reporting. A further discussion of the two bases of accounting can be found in Note 1-E to the financial statements.

Budgetary appropriations for the operation of the Park District's divisions are established through the adoption of the annual Appropriation Resolution by the Board of Park Commissioners. Budgetary control is facilitated through the maintenance of an encumbrance system for purchase orders and through the use of the Park District's financial accounting system.

The Park District maintains budgetary control within the organizational unit and fund by not permitting expenditures and encumbrances to exceed appropriations. Various departments are subject to performance budget reviews. Funds appropriated may not be expended for purposes other than those designated in the Appropriation Resolution.

Items to be purchased costing under \$1,000 do not require a formal bid. Purchases over \$1,000 but under \$24,999.99 must have specifications prepared and be bid out. Purchases exceeding \$24,999.99 must be legally bid out under Ohio Revised Code Sections 307.86 through 307.92 or acquired through the State of Ohio purchasing program. Services of an accountant, architect, attorney, physician, professional engineer, construction project manager, consultant, surveyor or appraiser do not have to be bid out.

Internal Controls

In developing and revising the Park District's accounting and reporting control system, management's consideration is given to the adequacy of internal controls to provide reasonable, but not absolute, assurance regarding:

- safeguarding assets against loss from unauthorized use or disposition.
- reliability of financial records for preparing financial statements and maintaining accountability for assets.

The concept of a reasonable assurance recognizes that:

- the cost of a control should not exceed the benefits likely to be derived
- the evaluation of costs and benefits requires estimates and judgments by management.

All internal control evaluations occur within the above framework. The Park District's internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions. Initial responsibility for budgetary control rests with individual departments. The department heads receive a monthly report comparing budget and cash receipts and expenditures.

The Accounting Division conducts internal cash audits at all revenue producing facilities within the Park District. They performed 127 of these audits during 2010. Bank reconciliations are completed by accounting personnel not authorized to sign checks.

Economic Outlook

The current economy has suffered a large decline over a relatively short period of time. However, Hamilton County is making some good strides toward recovery. Hamilton County's unemployment rate climbed to a high of 9.8% for 2010 and is expected to fall slightly to 9.4% in 2011. The County's unemployment rate has tracked close to the national average. New residential construction is expected to increase 33% in 2011 rising to approximately 5,400,000 units. Gross regional product (GRP) is expected to increase approximately 2.9% in 2011 according to the Northern Kentucky Chamber of Commerce's "2011 Regional Economic Outlook".

Long-term Financial Planning

The Park District annually updates its 10-Year Operational Plan which forecasts budgeted and projected revenues and expenditures for the duration of the current levy (2017).

In addition, a 5-Year Capital Plan is updated to set guidelines for establishing project priorities. The Park District's plan is to finance capital additions and the related future operating costs without using debt.

Independent Audit

The firm of Burke & Schindler, PLL has been approved to perform the audits of the Park District for 2006 through 2010. The unqualified opinion rendered by Burke & Schindler, PLL on the District's basic financial statements, combining statements, and individual fund schedules, is included in the financial section of this Comprehensive Annual Financial Report.

Awards

For the fifteenth year in a row, Meadow Links and Golf Academy was recognized as one of the "Top 100 Ranges in America" for 2010 by Golf Range Magazine. This National Award is based on the facility's continued effort to be a vital part of the community. In addition, Meadow Links was recognized as one of the "Top 10 Short Courses in America."

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Park District for its comprehensive annual financial report for the fiscal year ended December 31, 2009. This was the twelfth year the Park District received this prestigious award. In order to be awarded a Certificate of Achievement, the Park District published an easy-to-read, efficiently-organized comprehensive annual financial report. This report satisfies both accounting principles generally accepted in the United States of America and applicable legal requirements.

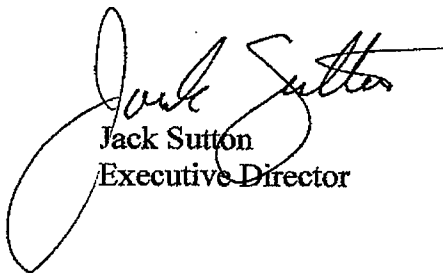
A Certificate of Achievement is valid for a period of one year. It is believed the current comprehensive annual financial report continues to meet the Certificate of Achievement Program requirements. It is being submitted to the GFOA to determine eligibility for another certificate.

Ohio Auditor of State Mary Taylor, CPA awarded the "Making Your Tax Dollars Count Award" for excellence in financial reporting. This award recognizes the 2009 Comprehensive Annual Financial Report (CAFR) as demonstrating the Park District's commitment to careful spending, accurate fiscal reporting and efficiency.

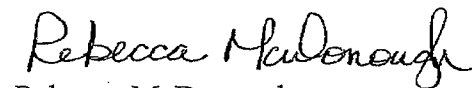
Acknowledgements

This Comprehensive Annual Financial Report represents a continuing commitment by the Accounting Division and the Management of the Park District to provide prudent financial information of Park District activities and to demonstrate stewardship of the funds granted to the Park District by the voters of Hamilton County.

We would like to thank and acknowledge support of the staff of the Park District, especially Thomas Lowe, Accountant, for their effort in developing this report. We thank Dusty Rhodes, Hamilton County Auditor, and his office for assistance in providing data for the Statistical Section and the staff of Burke & Schindler, PLL, our auditors, for their assistance and review during this project.



Jack Sutton
Executive Director



Rebecca McDonough
Chief Financial Officer

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Certificate of Achievement for Excellence in Financial Reporting

Presented to

Hamilton County
Park District, Ohio

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
December 31, 2009

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

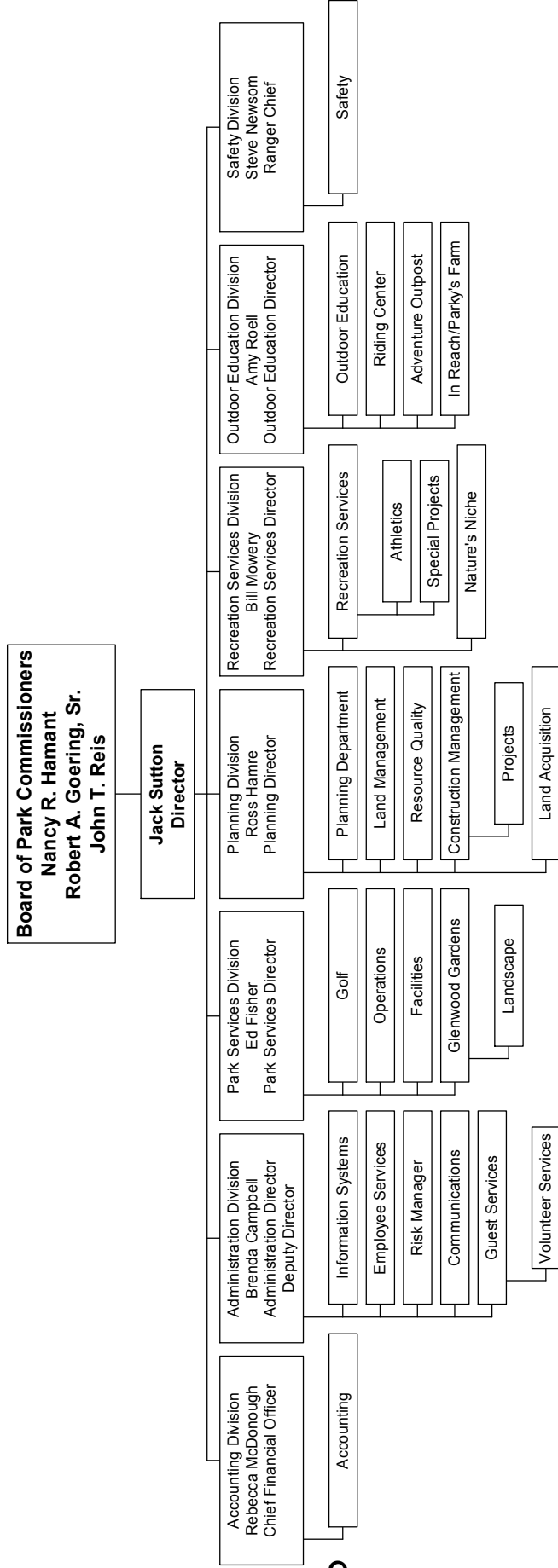


President

Executive Director

Hamilton County Park District

2010 Organization Chart



**HAMILTON COUNTY PARK DISTRICT
LIST OF PRINCIPAL OFFICIALS**

DECEMBER 31, 2010

ELECTED OFFICIAL

HAMILTON COUNTY PROBATE JUDGE

HONORABLE JUDGE JAMES C. CISSELL
TERM EXPIRES FEBRUARY 2015

APPOINTED BY PROBATE JUDGE

BOARD OF PARK COMMISSIONERS

| | | <u>TERM EXPIRES</u> |
|-----------------------|----------------|----------------------------|
| NANCY R. HAMANT | PRESIDENT | DECEMBER 31, 2010 |
| JOHN T. REIS | VICE-PRESIDENT | DECEMBER 31, 2012 |
| ROBERT A. GOERING, SR | VICE-PRESIDENT | DECEMBER 31, 2011 |

APPOINTED BY THE BOARD OF PARK COMMISSIONERS

EXECUTIVE DIRECTOR

JACK L. SUTTON

DIVISION DIRECTORS

PARK SERVICES – EDWARD A. FISHER
ADMINISTRATION – BRENDA CAMPBELL
PLANNING – ROSS J. HAMRE
SAFETY – STEVEN R. NEWSOM
ACCOUNTING – REBECCA MCDONOUGH
RECREATION SERVICES – BILL MOWERY
OUTDOOR EDUCATION – AMY ROELL

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FINANCIAL SECTION

**Independent Accountant's Report on Basic Financial Statements Accompanied by
Required Supplementary Information and Supplementary Information**

Board of Park Commissioners
Hamilton County Park District
Cincinnati, Ohio

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 Hamilton County Park District (the Park District) as of and for the year ended December 31, 2010, which collectively comprise the Park District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Park District's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Hamilton County Park District as of December 31, 2010, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated June 7, 2011, on our consideration of the Park District'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. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.



Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information on pages 13 through 27 and 59 through 79 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Hamilton County Park District's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements, supplementary information, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual nonmajor fund financial statements are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole. The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Burke & Schindler, P.L.L.

BURKE & SCHINDLER, P.L.L.
Cincinnati, Ohio
June 7, 2011

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MANAGEMENT'S DISCUSSION AND ANALYSIS

Hamilton County Park District, Hamilton County
Management's Discussion and Analysis
For the Year Ended December 31, 2010
(Unaudited)

As management of the Hamilton County Park District (Park District), we offer readers of the Park Districts' financial statements this narrative overview and analysis of the financial activities of the Park District for the fiscal year ended December 31, 2010. 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 1 to 7 of this report. The government wide financial statements are presented on the accrual basis of accounting. The fund financial statements are presented on the modified accrual basis of accounting which differs from those presented on a budgetary basis.

Financial Highlights

Key financial highlights for 2010 are as follows:

- The Park District's total net assets increased \$3,969,639 for the year ended December 31, 2010.
- The assets of the Park District exceeded its liabilities at the close of fiscal year ending December 31, 2010 by \$125,290,696 (net assets). Of this amount, \$115,706,493 has been invested in capital assets.
- Net assets of governmental activities increased by \$5,232,799, which represents a 5% increase over the 2009 balance. Net assets of business-type activities decrease by \$1,263,160, a 11% decrease from 2009.
- Governmental activities' net investment in capital assets increased by \$3,185,470. Business type activities' net investment in capital assets decreased by \$939,997. Capital assets of the Park District are owned with no related debt.
- Revenues in Governmental Activities increased \$2,763,234 in 2010. This was primarily due to the Park District receiving almost 3 million dollars in grants.
- Revenues in the business-type (Enterprise) activities decreased by \$736,183 in 2010. This was due to a general decrease in sales in most departments due to many factors, including current economic conditions.
- At December 31, 2010, Park District governmental funds reported combined ending fund balances of \$16,174,206, an increase of \$1,592,900 in comparison to the prior year. On a combined basis, \$11,981,973 is considered restricted at December 31, 2010. The unassigned fund balance is \$4,192,233.

Hamilton County Park District, Hamilton County
Management's Discussion and Analysis
For the Year Ended December 31, 2010
(Unaudited)

Using this Comprehensive Annual Financial Report (CAFR)

Overview of the Financial Statements

This annual report consists of a series of financial statements and notes to those statements. These statements are organized so the reader can understand Hamilton County Park District as an entire operating entity. The statements then proceed to provide an increasingly detailed look at specific financial activities.

This discussion and analysis is intended to serve as an introduction to the Park District's basic financial statements. The Park District'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.

The government-wide financial statements-*the Statement of Net Assets and the Statement of Activities*-are designed to provide readers with a broad overview of the Park District's finances, in a manner similar to a private-sector business.

Statements of Net Assets and Statements of Activities

The Statement of Net Assets and the Statement of Activities report both long-term and short-term information about the Hamilton County Park District's overall financial status using the accrual basis of accounting, similar to the method of accounting used by private-sector companies.

- **Statement of Net Assets.** The Statement of Net Assets presents information on all of the Park District's assets and liabilities, with the difference between the two reported as net assets. This statement provides information about the nature and amounts of investments in resources (assets) and the obligations to Park District creditors (liabilities), and supplies the basis for evaluating the Park District's capital structure.
- **Statement of Activities.** The Statement of Activities provides information about all of the Park District's current-year revenues and expenses, and measures the success of the Park District's operations over the past year. Use of the accrual basis of accounting for financial reporting means all current year revenues and expenses are reported regardless of when cash is received or paid.

Hamilton County Park District, Hamilton County
Management's Discussion and Analysis
For the Year Ended December 31, 2010
(Unaudited)

These two government-wide statements report the Park District's net assets and changes in those assets. The change in net assets is important because it tells the reader whether, for the Park District as a whole, the financial position has improved or diminished. In evaluating the overall position of the Park District, nonfinancial information, such as changes in the Park District's tax or employment base, the condition of Park District's capital assets and other factors, such as changing economic conditions, population and customer growth, and new or changed rules and regulations also need to be considered.

All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in the Statement of Activities for some items that will result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

In the Statement of Net Assets and the Statement of Activities, Park District functions are divided into the following two distinct kinds of activities:

- **Governmental Activities** - Most of the Park Districts programs and services are reported here, including general government, public safety, operation and maintenance, naturalists, visitor services, and facilities expenditures. These services are funded primarily by taxes and intergovernmental revenues, including state grants.
- **Business-Type Activities** - Most of the Park District's programs or services intended to recover all or a significant portion of their costs through user fees and charges are reported here. The Park District charges fees to recoup the cost of operations and capital expenses associated with these activities.

The Government wide financial statements can be found on pages 28 - 34 of this report.

Government-Wide Financial Analysis

Net Assets

Net Assets, the difference between assets and liabilities, may serve over time as a useful indicator of the Park District's financial position. The Park District's total assets exceeded total liabilities at December 31, 2010 by \$125.3 million compared with \$121.3 million at the end of 2009. This increase was comprised of increases of \$5,232,799 in governmental activities and a decrease of \$1,263,160 in business activities in 2010 compared to an increase in governmental activities of \$2,139,767 and a business activities' increase of \$416,175 in 2009.

Hamilton County Park District, Hamilton County
Management's Discussion and Analysis
For the Year Ended December 31, 2010
(Unaudited)

Table 1
Summary of Net Assets
at December 31, 2010 and 2009

| | Governmental Activities | | Business-Type Activities | | Total Government | |
|-----------------------------------------------------------|-------------------------|-----------------------|--------------------------|----------------------|----------------------|----------------------|
| | 2010 | 2009 | 2010 | 2009 | 2010 | 2009 |
| Current Assets | \$ 28,898,249 | \$ 27,942,027 | \$ 2,082,682 | \$ 2,205,229 | \$ 30,980,931 | \$ 30,147,256 |
| Capital Assets | 100,121,634 | 96,936,164 | 15,584,859 | 16,524,856 | 115,706,493 | 113,461,020 |
| Total Assets | 129,019,883 | 124,878,191 | 17,667,541 | 18,730,085 | 146,687,424 | 143,608,276 |
| Current Liabilities | 19,949,971 | 20,108,928 | 348,204 | 316,909 | 20,298,175 | 20,425,837 |
| Long-term Liabilities | 880,805 | 1,812,955 | 217,748 | 48,427 | 1,098,553 | 1,861,382 |
| Internal Balances | (6,528,928) | (6,528,928) | 6,528,928 | 6,528,928 | - | - |
| Total Liabilities | 14,301,848 | 15,392,955 | 7,094,880 | 6,894,264 | 21,396,728 | 22,287,219 |
| Net Assets Invested in Capital Assets Net of Related Debt | 100,121,634 | 96,936,164 | 15,584,859 | 16,524,856 | 115,706,493 | 113,461,020 |
| Restricted Unrestricted (deficit) | 11,981,973 | 11,754,147 | - | - | 11,981,973 | 11,754,147 |
| | 2,614,428 | 794,925 | (5,012,198) | (4,689,035) | (2,397,770) | (3,894,110) |
| Total Net Assets | \$ 114,718,035 | \$ 109,485,236 | \$ 10,572,661 | \$ 11,835,821 | \$125,290,696 | \$121,321,057 |

Hamilton County Park District, Hamilton County
Management's Discussion and Analysis
For the Year Ended December 31, 2010
(Unaudited)

By far, the largest portion of the Park District's net assets, \$115,706,493 (92%) in 2010 and \$113,461,020 (94%) in 2009, reflect investment in capital assets which includes property, equipment and infrastructure assets, net of accumulated depreciation, with no related debt. The Park District uses these assets to provide services to citizens; consequently these assets are not available for future spending. An additional portion of the Park District's net assets, \$ 11,981,973 (10%) in 2010 and \$11,754,147 (10%) in 2009, represent resources that are subject to internal and external restrictions on how they may be used. The remaining balance (deficit) represents unrestricted assets (deficit). This total balance (\$2,397,770) is made up of unrestricted net assets of government activities \$2,614,428 in 2010 and \$794,925 in 2009, as well as (\$5,012,198) in business activities in 2010 and (\$4,689,035) in 2009. This deficit results from restrictions and interfund activities and does not necessarily represent amounts due outside the Park District.

Changes in Net Assets

The Park District's total revenue increased 6% in 2010 to \$37,160,065. Just under one-half (49%) of the Park District's revenue came from taxes on real and personal property. Additionally, 51% of revenue comes from charges to users of Park District facilities, programs, and grants.

Table 2 provides a comparative summary of the Park District's revenue and expenses along with the changes in Net Assets for the years 2010 and 2009.

Hamilton County Park District, Hamilton County
Management's Discussion and Analysis
For the Year Ended December 31, 2010
(Unaudited)

Table 2
Hamilton County Park District
Changes in Net Assets

| | Governmental Activities | | Business-type Activities | | Total Government | |
|-------------------------------------|----------------------------|-----------------------|-----------------------------|----------------------|-----------------------|-----------------------|
| | 2010 | 2009 | 2010 | 2009 | 2010 | 2009 |
| Expenses | | | | | | |
| Governmental Activities | | | | | | |
| Parks and Recreation | | | | | | |
| General Government | \$ 2,174,775 | \$ 863,226 | \$ - | \$ - | \$ 2,174,775 | \$ 863,226 |
| Public Safety | 4,105,728 | 4,523,468 | - | - | 4,105,728 | 4,523,468 |
| Operation and Maintenance | 8,619,167 | 7,964,543 | - | - | 8,609,167 | 7,964,543 |
| Land Management | 408,600 | 518,644 | - | - | 408,600 | 518,644 |
| Resource Quality | 242,730 | 272,803 | - | - | 242,730 | 272,803 |
| Naturalist | 1,192,702 | 1,323,483 | - | - | 1,192,702 | 1,323,483 |
| Communication | 437,012 | 588,466 | - | - | 437,012 | 588,466 |
| Visitor Service | 2,214,592 | 3,657,660 | - | - | 2,214,592 | 3,657,660 |
| Facilities | 1,244,065 | 1,256,876 | - | - | 1,244,065 | 1,256,876 |
| Business-type Activities | | | | | | |
| Operating | - | - | 12,551,055 | 11,607,903 | 12,551,055 | 11,607,903 |
| Total Expenses | 20,639,371 | 20,969,169 | 12,551,055 | 11,607,903 | 33,190,426 | 32,577,072 |
| Revenues | | | | | | |
| Program Revenues | | | | | | |
| Charges for Service | 3,406,805 | 2,266,585 | 11,287,895 | 12,024,078 | 14,694,700 | 14,290,663 |
| Operating grants & contributions | - | - | - | - | - | - |
| Capital grants & contributions | 2,955,390 | 1,734,633 | - | - | 2,955,390 | 1,734,633 |
| General Revenue | | | | | | |
| Taxes | 18,307,584 | 18,535,143 | - | - | 18,307,584 | 18,535,143 |
| Investment earnings | 714,060 | 304,794 | - | - | 714,060 | 304,794 |
| Other revenue | 488,331 | 267,781 | - | - | 488,331 | 267,781 |
| Total Revenues | 25,872,170 | 23,108,936 | 11,287,895 | 12,024,078 | 37,160,065 | 35,133,014 |
| Change in Net assets | 5,232,799 | 2,139,767 | (1,263,160) | 416,175 | 3,969,639 | 2,555,942 |
| Net Assets, January 1 | 109,485,236 | 107,345,469 | 11,835,821 | 11,419,646 | 121,321,057 | 118,765,115 |
| Net Assets, December 31 | \$ 114,718,035 | \$ 109,485,236 | \$ 10,572,661 | \$ 11,835,821 | \$ 125,290,696 | \$ 121,321,057 |

Hamilton County Park District, Hamilton County
Management's Discussion and Analysis
For the Year Ended December 31, 2010
(Unaudited)

Governmental Activities

Total governmental revenue increased by \$2,763,234. The significant items that contributed to this increase were investment earnings which increased by \$409,266, and grants which increased by \$1,220,757.

Total governmental expenses decreased a net of \$329,798, primarily due to budget reductions throughout the year.

With total governmental revenues exceeding expenses, the Change in Net Assets for 2010 was an increase of \$5,232,799. Governmental net assets at December 31, 2010, on the accrual basis, were \$114,718,035. Please see Table 2.

Business Type Activities

Table 3 provides revenue and expenses for six business type departments for 2010 and 2009.

Total revenue decreased \$736,183 over the prior year and total expenses increased by \$943,152. These variations produced a net loss in 2010 of \$1,263,160 as opposed to a \$416,175 net income in 2009. The total net cash provided by operations was \$188,786 in 2010 and \$3,349,329 in 2009.

Golf Management

As shown in Table 3, Golf Management revenue decreased 8% from the 2009 amount of \$6,230,085 to \$5,745,671 in 2010. With expenses increasing 15%, net income decreased 89% from \$1,373,118 in 2009 to \$155,043 in 2010.

Other Business-Type Activities

In 2010, Recreation Services revenue decreased 5% in 2010 from \$3,825,085 in 2009 to \$3,615,979 in 2010. Expenses increased 6% in 2010 to \$4,775,010. Net loss for Recreation Services increased from (\$683,066) in 2009 to (\$1,159,031) in 2010. These activities provide fishing, boating, campgrounds and food service related activities to the park visitors.

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Management's Discussion and Analysis
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(Unaudited)

The Riding Center's 2010 revenues increased 6% with expenses increasing 2%. This resulted in a 2010 net loss of (\$96,699) compared to a net loss in 2009 of (\$111,120). This activity provides equestrian riding lessons and shows while also offering a well-received Special Riders Program for special needs individuals.

Golf merchandise (the pro shops at each golf course location) experienced a decrease in revenue of 4%, along with a decrease in expenses of 8%, to realize a net income of \$54,138 in 2010.

Athletics, which operates softball and soccer fields along with related services, had a slight decrease in revenue while decreasing expenses by 2%. This resulted in the net loss decreasing from (\$111,858) in 2009 to (\$106,104) in 2010.

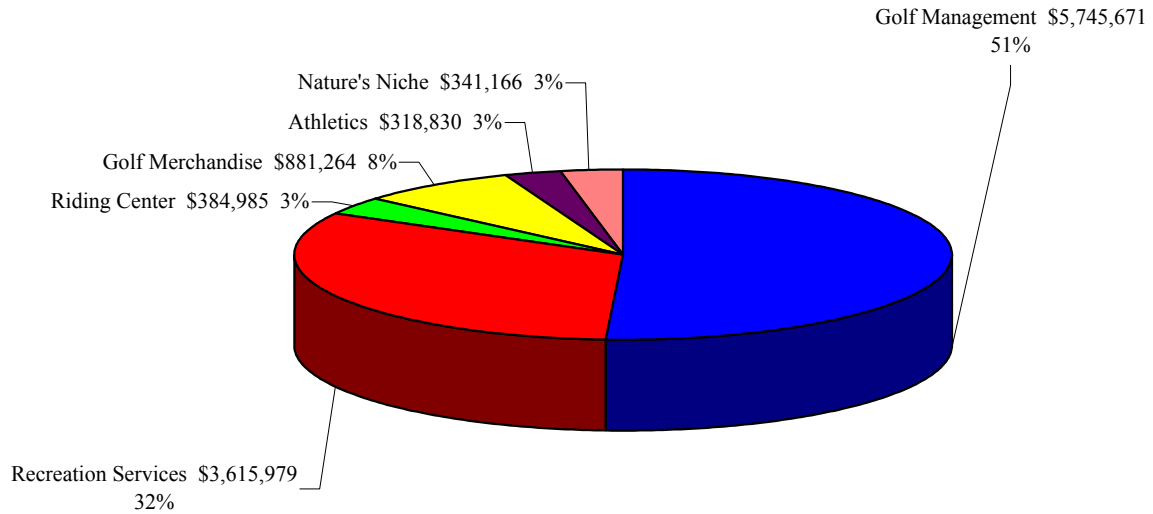
Nature's Niche (the gift shops located in the visitor centers in 7 parks) experienced a net loss of (\$110,508) in 2010. Operating expenses increased from \$439,403 in 2009 to \$451,673 in 2010.

Table 3
Business Activities
Net Income (loss) by Department
(Unaudited)

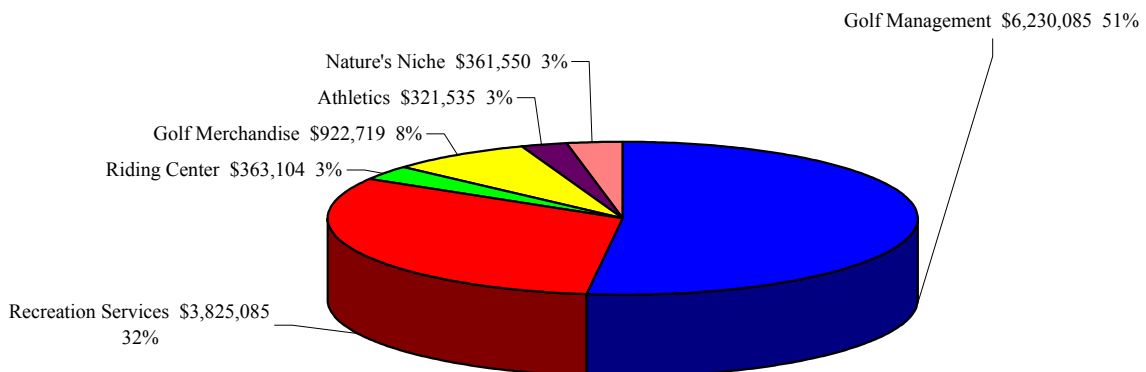
| | Golf Management | | Recreation Services | |
|--------------------------------|-----------------------|---------------------|-----------------------|---------------------|
| | 2010 | 2009 | 2010 | 2009 |
| Operating Revenue | | | | |
| Charges for sales and services | \$ 5,745,671 | \$ 6,230,085 | \$ 3,615,979 | \$ 3,825,085 |
| Operating Expenses | | | | |
| Cost of sales and services | 3,009,885 | 3,566,529 | 3,760,920 | 3,469,820 |
| Administration expenses | 1,944,529 | 528,612 | 562,041 | 523,119 |
| Depreciation expense | 636,214 | 761,826 | 452,049 | 515,212 |
| Total operating expense | <u>5,590,628</u> | <u>4,856,967</u> | <u>4,775,010</u> | <u>4,508,151</u> |
| Net income (loss) | <u>\$ 155,043</u> | <u>\$ 1,373,118</u> | <u>\$ (1,159,031)</u> | <u>\$ (683,066)</u> |
| | | | | |
| | Riding Center | | Athletics | |
| | 2010 | 2009 | 2010 | 2009 |
| Operating Revenue | | | | |
| Charges for sales and services | \$ 384,985 | \$ 363,104 | \$ 318,830 | \$ 321,535 |
| Operating Expenses | | | | |
| Cost of sales and services | 415,665 | 404,830 | 252,059 | 273,327 |
| Administration expenses | 39,608 | 34,996 | 96,573 | 75,032 |
| Depreciation expense | 26,411 | 34,398 | 76,302 | 85,034 |
| Total operating expense | <u>481,684</u> | <u>474,224</u> | <u>424,934</u> | <u>433,393</u> |
| Net income (loss) | <u>\$ (96,699)</u> | <u>\$ (111,120)</u> | <u>\$ (106,104)</u> | <u>\$ (111,858)</u> |
| | | | | |
| | Golf Merchandise | | Nature's Niche | |
| | 2010 | 2009 | 2010 | 2009 |
| Operating Revenue | | | | |
| Charges for sales and services | \$ 881,264 | \$ 922,719 | \$ 341,166 | \$ 361,550 |
| Operating Expenses | | | | |
| Cost of sales and services | 785,705 | 849,383 | 345,034 | 365,269 |
| Administration expenses | 21,058 | 28,244 | 51,394 | 42,637 |
| Depreciation expense | 20,363 | 18,138 | 55,245 | 31,497 |
| Total operating expense | <u>827,126</u> | <u>895,765</u> | <u>451,673</u> | <u>439,403</u> |
| Net income (loss) | <u>\$ 54,138</u> | <u>\$ 26,954</u> | <u>\$ (110,507)</u> | <u>\$ (77,853)</u> |
| | | | | |
| | Total | | | |
| | 2010 | 2009 | | |
| Operating Revenue | | | | |
| Charges for sales and services | \$ 11,287,895 | \$ 12,024,078 | | |
| Operating Expenses | | | | |
| Cost of sales and services | 8,569,268 | 8,929,158 | | |
| Administration expenses | 2,715,203 | 1,232,640 | | |
| Depreciation expense | 1,266,584 | 1,446,105 | | |
| Total operating expense | <u>12,551,055</u> | <u>11,607,903</u> | | |
| Net income (loss) | <u>\$ (1,263,160)</u> | <u>\$ 416,175</u> | | |

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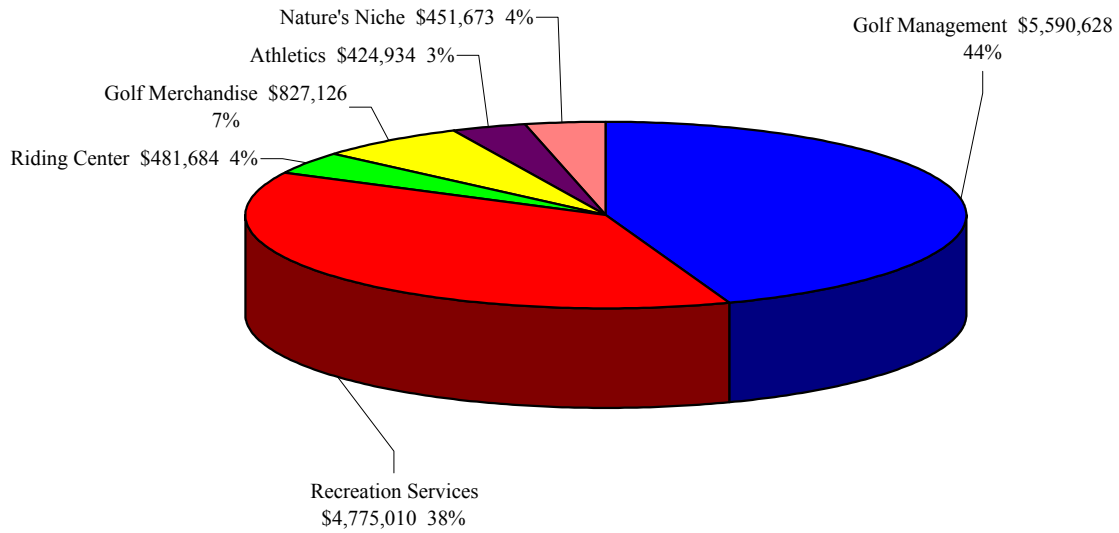
2010 Business Activities Operating Revenue by Department



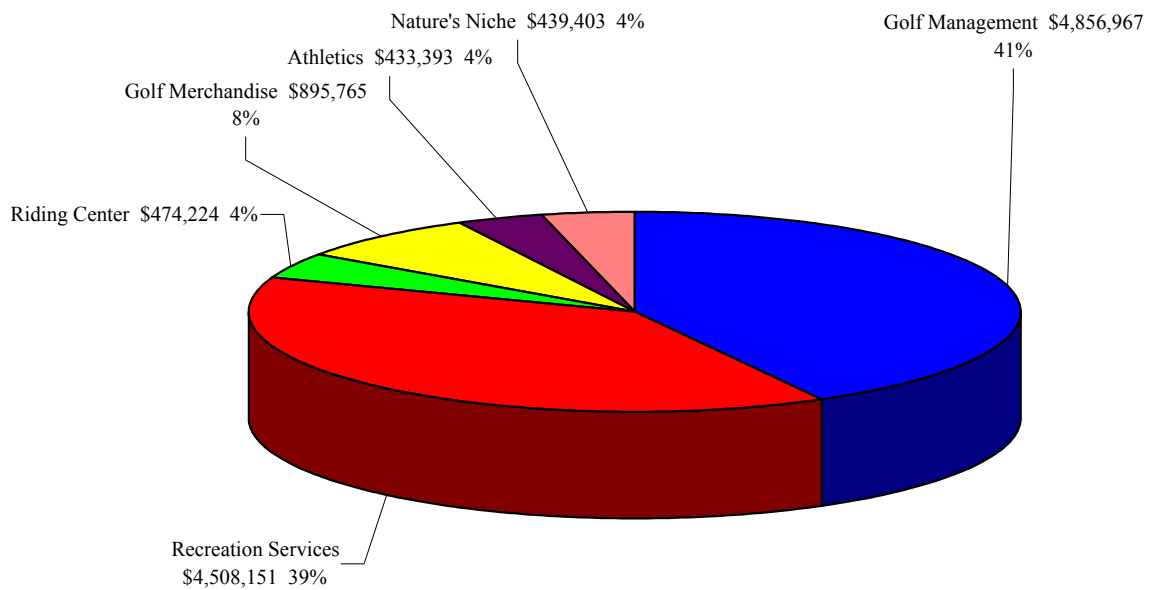
2009 Business Activities Operating Revenue by Department



2010 Business Activities Expenses by Department



2009 Business Activities Expenses by Department



Hamilton County Park District, Hamilton County
Management's Discussion and Analysis
For the Year Ended December 31, 2010
(Unaudited)

Significant Fund Activity

Capital Project Fund

Capital projects outlays totaled over \$4.58 million, financed by a \$3.5 million transfer from the General Fund and the opening fund balance. There was no debt incurred to finance Park District improvements. The Enterprise Fund finances its own improvements.

Mitchell Fund

During 2010, the Park District recognized \$810,342 in grant revenues from The Ohio Public Works Commission for forest expansion. In addition, sizeable investment income resulted from the sale of stocks, cash dividends, and interest of \$605,500. During 2010, \$1,166,353 was spent for land acquisition, operation and maintenance of the Mitchell Memorial Forest.

Burchenal Fund

In 2010, investment income resulted from cash dividends and interest of approximately \$20,010 and the fair value of the investment portfolio increased by \$80,215. There were expenditures of \$7,029 in 2010.

Enterprise Fund

In 2010, \$188,786 of net cash was provided by the operating activities of Golf, Fishing and Boating, Riding Center, Food Service, Athletics and sales of Golf merchandise and Nature's Niche merchandise.

General Fund Budgetary Highlights

The Park District's annual budget, the starting point for its financial planning and control, is prepared according to Ohio law and is based on accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances. The most significant budgeted fund is the General Fund.

The Board of Park Commissioners typically adopts the annual operating budget for the Park District in November of the preceding budget year. All disbursements and transfers of cash between funds require appropriation by the Park District Commissioners. The adopted budget may be amended by the Park District Commissioners. All budgeted amendments and supplemental appropriations made during 2010 are included in the revised budgeted amounts presented in the budget to include comparisons. This information is presented on page 59 and following.

Differences between the Park District's original budgeted revenue and final budgeted revenue were minimal. Differences from original and final budgeted expenses were due mainly to capital outlay additions in Operations and Visitors Services.

Hamilton County Park District, Hamilton County
Management's Discussion and Analysis
For the Year Ended December 31, 2010
(Unaudited)

General Fund

The General Fund balance increased over the prior year primarily due to the increase in excess revenues over expenditures when compared to the prior year.

Capital Assets

At December 31, 2010, the Park District had invested \$100,121,634 (net of accumulated depreciation) in Governmental capital assets and \$15,584,859 in Business-type Activities compared to \$96,936,164 and \$16,524,856 in 2009. This represents an increase of 3.2% in Governmental and a decrease of 5.6% in Business-type activities.

Table 4 provides a comparable summary of the Park District's capital assets, net of accumulated depreciation for fiscal years 2010 and 2009. For more detailed information, see capital asset activity information in notes 1 and 7 to the basic financial statements.

Major capital additions during the year were:

- Land Acquisitions – Fischer Tract 102 acres \$1,300,000
- Land Acquisitions – Horizon Tract 78 acres 930,000
- Little Miami Trail Extensions 135,000
- Woodland Mound Playground Replacement 70,000
- Reservation Point of Sale System 66,000

Table 4
Hamilton County Park District's
Capital Assets at Year End-Net of Accumulated Depreciation

| | Governmental Activities | | Business-type Activities | | Total | |
|---------------------------------------|-------------------------|----------------------|--------------------------|----------------------|-----------------------|-----------------------|
| | 2010 | 2009 | 2010 | 2009 | 2010 | 2009 |
| Land | \$ 64,986,784 | \$ 61,799,678 | \$ 2,579,126 | \$ 2,579,126 | \$67,565,910 | \$64,378,804 |
| Building | 13,909,398 | 13,193,657 | 12,039,465 | 12,816,022 | 25,948,863 | 26,009,679 |
| Equipment | 1,732,073 | 1,408,126 | 966,268 | 1,129,708 | 2,698,341 | 2,537,834 |
| Playgrounds | 1,544,922 | 1,585,062 | | | 1,544,922 | 1,585,062 |
| Infrastructure Leasehold Improvements | 14,953,503 | 15,802,969 | | | 14,953,503 | 15,802,969 |
| | 2,994,954 | 3,146,672 | | | 2,994,954 | 3,146,672 |
| | <u>\$ 100,121,634</u> | <u>\$ 96,936,164</u> | <u>\$ 15,584,859</u> | <u>\$ 16,524,856</u> | <u>\$ 115,706,493</u> | <u>\$ 113,461,020</u> |

Hamilton County Park District, Hamilton County
Management's Discussion and Analysis
For the Year Ended December 31, 2010
(Unaudited)

Long-Term Debt

The Park District had total long term debt, net of current portion of \$0 for the year ended December 31, 2010 compared to \$0 at December 31, 2009. The legal debt limitation at December 31, 2010 was \$198,957,000 and \$202,460,000 at 2009. The Parks District's plan is to finance capital additions and the related future operating costs generally without using debt, but may use financing and leases as appropriate. The Computation of Legal Debt Margin table can be found in the statistical section of this CAFR.

Economic Factors and Next Year's Budget

The Park District is a special purpose government operating under the authority of Chapter 1545 of the Ohio Revised Code, providing park and recreation opportunities to the citizens of Hamilton County, as well as adjoining counties, Northern Kentucky and Southeastern Indiana.

Fifty-four percent (54%) of the U.S. population is within one hour's flight time and the Metropolitan Area is within 600 miles of 53% of the nation's purchasing power and 54% of the nation's manufacturing establishments.

The corporate headquarters of numerous companies are located in Hamilton County. Cincinnati is the home of several Fortune 500 corporations, including Procter & Gamble, Kroger Company, Macy's Department Stores, and Fifth Third Bancorp. Another 370 Fortune 500 companies have operations in the metropolitan area.

The metropolitan area is a growing center for international business, with over 1,000 companies engaged in international trade. Metropolitan area companies generate sales of approximately \$6.7 billion to customers outside the U.S. each year. Major export products include jet engines, plastics, machinery, computer software, paper and consumer goods. Directly imported products amount to over \$2.0 billion annually. Over 300 Greater Cincinnati companies are also owned by foreign companies from Japan, England, Western Europe and Canada. Foreign trade zone status is also available in Greater Cincinnati to assist firms engaged in international trade to lower import duty and tax expenses.

The County is also the location of major Federal government installations, including a regional postal service center, a regional Internal Revenue Service center, an environmental research center, an occupational health and safety research center and the Sixth Circuit Court of Appeals.

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Management's Discussion and Analysis
For the Year Ended December 31, 2010
(Unaudited)

The County's primary sporting venues include Paul Brown Stadium seating 65,600, Great American Ballpark, with a seating capacity of 42,300; the US Bank Arena, which can accommodate 17,000; Cincinnati Gardens which seats 10,800; the Shoemaker Center at the University of Cincinnati with a capacity of 13,176; and the Cintas Center at Xavier University with seating for 10,250.

For further information regarding Hamilton County, please see the Statistical Section.

During the period of the current tax levy, state legislation was enacted in 2005 that will reduce the proceeds to the Park District from tangible personal property taxes on general business, telephone and telecommunications companies, and railroad. The tax will be phased out by reducing the assessment on the property each year. The Park District will be reimbursed by the state during the initial phase out schedule. Beginning in 2011, tax revenues will be gradually reduced each year and will result in a total reduction of approximately 10% by 2018.

Requests for Information

This financial report is designed to provide our citizens, taxpayers, patrons, and creditors with a general overview of the Park District's finances and to show the Park District's accountability for the funds it receives. If you have any questions about this report or need additional financial information, contact the Chief Financial Officer, Hamilton County Park District, 10245 Winton Road, Cincinnati, OH 45231 or call (513) 521-7275.

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HAMILTON COUNTY PARK DISTRICT
Statement of Net Assets
December 31, 2010

| | Governmental Activities | Business-type Activities | Total |
|--------------------------------------|----------------------------|-----------------------------|----------------|
| Assets | | | |
| Current Assets | | | |
| Cash and cash equivalents | \$ 6,559,043 | \$ 1,481,707 | \$ 8,040,750 |
| Investments | 4,378,894 | - | 4,378,894 |
| Receivables | - | - | - |
| Accounts | 1,431 | - | 1,431 |
| Intergovernmental | 1,002 | - | 1,002 |
| Accrued Interest | - | - | - |
| Taxes | 17,957,879 | - | 17,957,879 |
| Inventories | - | 600,975 | 600,975 |
| | 28,898,249 | 2,082,682 | 30,980,931 |
| | | | - |
| Non current assets | | | |
| Nondepreciable capital assets | 61,616,931 | 2,579,126 | 64,196,057 |
| Depreciable capital assets, net | 38,504,703 | 13,005,733 | 51,510,436 |
| Total non current assets | 100,121,634 | 15,584,859 | 115,706,493 |
| Total assets | 129,019,883 | 17,667,541 | 146,687,424 |
| Liabilities | | | |
| Current Liabilities | | | |
| Accounts payable and accrued expense | 1,043,355 | 262,807 | 1,306,162 |
| Unearned revenue | 17,957,879 | - | 17,957,879 |
| Due other governments | 251,737 | 24,635 | 276,372 |
| Compensated absences | 697,000 | 60,762 | 757,762 |
| Total current liabilities | 19,949,971 | 348,204 | 20,298,175 |
| Long-Term Liabilities | | | |
| Compensated absences | 880,805 | 217,748 | 1,098,553 |
| Internal balances | (6,528,928) | 6,528,928 | - |
| Total long-term liabilities | (5,648,123) | 6,746,676 | 1,098,553 |
| Total liabilities | 14,301,848 | 7,094,880 | 21,396,728 |
| Net Assets | | | |
| Invested in capital assets | 100,121,634 | 15,584,859 | 115,706,493 |
| Restricted for: | | | |
| Capital Projects | 5,078,958 | - | 5,078,958 |
| Other Purpose | 6,903,015 | - | 6,903,015 |
| Unrestricted (deficit) | 2,614,428 | (5,012,198) | (2,397,770) |
| Total net assets | \$ 114,718,035 | \$ 10,572,661 | \$ 125,290,696 |

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

HAMILTON COUNTY PARK DISTRICT
Statement of Activities
For the Year Ended December 31, 2010

| Functions/Programs | Expenses | Program Revenues | | |
|---------------------------------|---------------|-------------------------|------------------------------------------|----------------------------------------|
| | | Charges for Services | Operating Grants and Contributions | Capital Grants and Contributions |
| Governmental Activities | | | | |
| Parks and Recreation | \$ 20,639,371 | \$ 3,406,805 | \$ - | \$ 2,955,390 |
| Business-Type Activities | | | | |
| Golf Courses | 5,590,628 | 5,745,671 | - | - |
| Recreation Services | 4,775,010 | 3,615,979 | - | - |
| Riding Center | 481,684 | 384,985 | - | - |
| Golf Merchandise | 827,126 | 881,264 | - | - |
| Athletics | 424,934 | 318,830 | - | - |
| Nature's Niche | 451,673 | 341,166 | - | - |
| Total Business-Type Activities | 12,551,055 | 11,287,895 | - | - |
| Total Government | \$ 33,190,426 | \$ 14,694,700 | \$ - | \$ 2,955,390 |

General Revenues

Taxes - Real Estate
- Personal Property
- Other
Investment Income
Miscellaneous
Total general revenues

Change in Net Assets

Net Assets, Beginning of Year

Net Assets, Ending of Year

| Net (Expense) Revenue and Changes in Net Assets | | |
|-------------------------------------------------|----------------------------------------|-----------------|
| Governmental Activities | Primary Business-Type Activities | Total |
| \$ (14,277,176) | \$ - | \$ (14,277,176) |
| - | 155,043 | 155,043 |
| - | (1,159,031) | (1,159,031) |
| - | (96,699) | (96,699) |
| - | 54,138 | 54,138 |
| - | (106,104) | (106,104) |
| - | (110,507) | (110,507) |
| - | (1,263,160) | (1,263,160) |
| (14,277,176) | (1,263,160) | (15,540,336) |
| 14,264,882 | - | 14,264,882 |
| 3,421,938 | - | 3,421,938 |
| 620,764 | - | 620,764 |
| 714,060 | - | 714,060 |
| 488,331 | - | 488,331 |
| 19,509,975 | - | 19,509,975 |
| 5,232,799 | (1,263,160) | 3,969,639 |
| 109,485,236 | 11,835,821 | 121,321,057 |
| \$ 114,718,035 | \$ 10,572,661 | \$ 125,290,696 |

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

HAMILTON COUNTY PARK DISTRICT
Balance Sheet
Governmental Funds
December 31, 2010

| | General Fund | Capital Projects Fund | Mitchell Trust Fund | Other Funds | Total Governmental Funds |
|-------------------------------------|----------------------|-----------------------------|---------------------------|---------------------|--------------------------------|
| Assets | | | | | |
| Cash and cash equivalents | \$ 3,748,588 | \$ 977,052 | \$ 129,657 | \$ 1,703,746 | \$ 6,559,043 |
| Investments | - | - | 2,984,220 | 1,394,674 | 4,378,894 |
| Receivables | | | | | |
| Accounts | 1,431 | - | - | - | 1,431 |
| Intergovernmental | 1,002 | - | - | - | 1,002 |
| Accrued Interest | - | - | - | - | - |
| Taxes | 17,957,879 | - | - | - | 17,957,879 |
| Due from other funds | 2,305,203 | 4,223,725 | - | - | 6,528,928 |
| Total assets | <u>\$ 24,014,103</u> | <u>\$ 5,200,777</u> | <u>\$ 3,113,877</u> | <u>\$ 3,098,420</u> | <u>\$ 35,427,177</u> |
| Liabilities | | | | | |
| Accounts payable | \$ 285,928 | \$ 22,916 | \$ 12,134 | \$ 9,531 | \$ 330,509 |
| Accrued salaries payable | 634,026 | 74,434 | 4,386 | - | 712,846 |
| Unearned revenue | 17,957,879 | - | - | - | 17,957,879 |
| Due other government agencies | 209,701 | 24,469 | 12,397 | 5,170 | 251,737 |
| Total liabilities | <u>19,087,534</u> | <u>121,819</u> | <u>28,917</u> | <u>14,701</u> | <u>19,252,971</u> |
| Fund Balances (Deficit) | | | | | |
| Restricted | 734,336 | 5,078,958 | 3,084,960 | 3,083,719 | 11,981,973 |
| Unassigned | 4,192,233 | - | - | - | 4,192,233 |
| Total fund balances (deficit) | <u>4,926,569</u> | <u>5,078,958</u> | <u>3,084,960</u> | <u>3,083,719</u> | <u>16,174,206</u> |
| Total liabilities and fund balances | <u>\$ 24,014,103</u> | <u>\$ 5,200,777</u> | <u>\$ 3,113,877</u> | <u>\$ 3,098,420</u> | <u>\$ 35,427,177</u> |

HAMILTON COUNTY PARK DISTRICT
Reconciliation of Total Governmental Funds
Balance to Net Assets of Governmental Activities
December 31, 2010

| | | |
|----------------------------------|----|------------|
| Total Governmental Funds Balance | \$ | 16,174,206 |
|----------------------------------|----|------------|

*Amounts reported for Governmental activities in the
Statement of Net Assets are different because:*

| | |
|----------------------------------------------------------------------------------------------------------------------------|-------------|
| Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. | 100,121,634 |
|----------------------------------------------------------------------------------------------------------------------------|-------------|

| | |
|------------------------------------------------------------------------------|--------------------|
| Current and long-term compensated absences are not recorded in the funds. | <u>(1,577,805)</u> |
|------------------------------------------------------------------------------|--------------------|

| | | |
|---------------------------------------|----|---------------------------|
| Net Assets of Governmental Activities | \$ | <u><u>114,718,035</u></u> |
|---------------------------------------|----|---------------------------|

HAMILTON COUNTY PARK DISTRICT
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended December 31, 2010

| | General Fund | Capital Projects Fund | Mitchell Trust Fund | Other Funds | Total Governmental Funds |
|----------------------------------------------------------|---------------------|-----------------------------|---------------------------|---------------------|--------------------------------|
| Revenues | | | | | |
| Taxes: | | | | | |
| Real property | \$ 14,264,882 | \$ - | \$ - | \$ - | \$ 14,264,882 |
| Personal property | 3,421,938 | - | - | - | 3,421,938 |
| Other | 620,764 | - | - | - | 620,764 |
| Motor vehicle permits | 1,326,696 | - | - | - | 1,326,696 |
| Charges for service | 2,080,109 | - | - | - | 2,080,109 |
| Fines and damage | 12,922 | - | - | - | 12,922 |
| Donations and grants | 1,823,166 | - | 810,342 | 321,882 | 2,955,390 |
| Investment income | 8,335 | - | 605,500 | 100,225 | 714,060 |
| Miscellaneous | 466,616 | - | 6,043 | 2,750 | 475,409 |
| Total revenue | 24,025,428 | - | 1,421,885 | 424,857 | 25,872,170 |
| Expenditures | | | | | |
| Current: | | | | | |
| General government | 2,027,672 | - | - | - | 2,027,672 |
| Public safety | 3,828,015 | - | - | - | 3,828,015 |
| Operation and maintenance | 6,497,728 | - | 1,166,353 | 712,905 | 8,376,986 |
| Land management | 380,962 | - | - | - | 380,962 |
| Resource quality | 226,312 | - | - | - | 226,312 |
| Naturalist | 1,112,027 | - | - | - | 1,112,027 |
| Communication | 407,452 | - | - | - | 407,452 |
| Visitor services | 2,178,404 | - | - | - | 2,178,404 |
| Facilities | 1,159,916 | - | - | - | 1,159,916 |
| Capital outlay | - | 4,581,524 | - | - | 4,581,524 |
| Total expenditures | 17,818,488 | 4,581,524 | 1,166,353 | 712,905 | 24,279,270 |
| Excess (deficiency) of revenues over expenditures | 6,206,940 | (4,581,524) | 255,532 | (288,048) | 1,592,900 |
| Other financing sources (uses) | | | | | |
| Transfers in | - | 3,500,000 | - | 1,481 | 3,501,481 |
| Transfers out | (3,501,424) | - | (57) | - | (3,501,481) |
| Total other financing sources (uses) | (3,501,424) | 3,500,000 | (57) | 1,481 | - |
| Net change in fund balance | 2,705,516 | (1,081,524) | 255,475 | (286,567) | 1,592,900 |
| Fund Balances (Deficit), Beginning of Year | | | | | |
| | 2,221,053 | 6,160,482 | 2,829,485 | 3,370,286 | 14,581,306 |
| Fund Balances (Deficit), End of Year | \$ 4,926,569 | \$ 5,078,958 | \$ 3,084,960 | \$ 3,083,719 | \$ 16,174,206 |

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

HAMILTON COUNTY PARK DISTRICT
Reconciliation of the Statement of Revenues, Expenditures and
Changes in Fund Balances of Governmental Funds to the Statement of Activities
For the Year Ended December 31, 2010

| | | |
|------------------------------------------------------|----|-----------|
| Net Change in Fund Balances Total Governmental Funds | \$ | 1,592,900 |
|------------------------------------------------------|----|-----------|

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 capitalized and not expensed. This is the amount by which such capitalization increased non-current assets of governmental activities. | | 5,662,687 |
|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--|-----------|

| | | |
|------------------------------------------------------------------------------------------------------|--|-------------|
| As a result of that capitalization, the Governmental funds also report a provision for depreciation. | | (2,477,217) |
|------------------------------------------------------------------------------------------------------|--|-------------|

| | | |
|--------------------------------------------------------------------------------------------------|--|---------|
| Change in liabilities (compensated absences) not reported as expenditures in governmental funds. | | 454,429 |
|--------------------------------------------------------------------------------------------------|--|---------|

| | | |
|----------------------------------------------|----|-----------|
| Change in Net Assets-Governmental Activities | \$ | 5,232,799 |
|----------------------------------------------|----|-----------|

HAMILTON COUNTY PARK DISTRICT
Statement of Net Assets
Proprietary Fund
December 31, 2010

| | <u>Enterprise Fund</u> |
|----------------------------------------|------------------------|
| Assets | |
| Current Assets | |
| Cash and cash equivalents | \$ 1,481,707 |
| Inventories | 600,975 |
| Total current assets | 2,082,682 |
| Property and Equipment | |
| Land | 2,579,126 |
| Buildings and improvements | 24,916,936 |
| Equipment | 5,584,806 |
| | 33,080,868 |
| Less accumulated depreciation | 17,496,009 |
| Net property and equipment | 15,584,859 |
| Total assets | \$ 17,667,541 |
| Liabilities | |
| Current Liabilities | |
| Accounts payable | \$ 120,892 |
| Accrued salaries payable | 141,915 |
| Due other government agencies | 24,635 |
| Current Portion - Compensated absences | 60,762 |
| Total current liabilities | 348,204 |
| Other Liabilities | |
| Compensated absences | 217,748 |
| Internal balances | 6,528,928 |
| Total Other Liabilities | 6,746,676 |
| Total Liabilities | 7,094,880 |
| Net Assets | |
| Invested in capital assets | 15,584,859 |
| Unassigned | (5,012,198) |
| Total net assets | \$ 10,572,661 |

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

HAMILTON COUNTY PARK DISTRICT
Statement of Revenues, Expenses and Changes in Net Assets
Proprietary Fund
For the Year Ended December 31, 2010

| | <u>Enterprise Fund</u> |
|--------------------------------------------|------------------------|
| Operating Revenues | |
| Charges for Sales and Service | \$ 11,287,895 |
| | |
| Total operating revenue | <u>11,287,895</u> |
| Operating Expenses | |
| Cost of Sales and Services | 8,569,268 |
| Administration | 2,715,203 |
| Depreciation | 1,266,584 |
| | |
| Total operating expenses | <u>12,551,055</u> |
| Change in Net Assets | (1,263,160) |
| Total Net Assets, Beginning of Year | 11,835,821 |
| | |
| Total Net Assets, End of Year | <u>\$ 10,572,661</u> |

HAMILTON COUNTY PARK DISTRICT
Statement of Cash Flows
Proprietary Fund
For the Year Ended December 31, 2010

| | Enterprise Fund |
|---------------------------------------------------------------------------------------------|-----------------|
| Cash Flows from Operating Activities | |
| Receipts from customers | \$ 11,287,895 |
| Paid to vendors | (4,923,775) |
| Paid to employees | (6,175,334) |
| Net Cash Provided by Operating Activities | 188,786 |
| Cash Flows From Capital and Related Financing Activities | |
| Payments for capital assets | (326,586) |
| Net Cash Used in Capital and Related Financing Activities | (326,586) |
| Increase (Decrease) in Cash and Cash Equivalents | (137,800) |
| Cash and Cash Equivalents, Beginning of Year | 1,619,507 |
| Cash and Cash Equivalents, End of Year | \$ 1,481,707 |
| Reconciliation of Change in Net Assets to Net Cash Provided by Operating Activities: | |
| Change in net assets | \$ (1,263,160) |
| Adjustment for items not requiring cash for operating activities: | |
| Depreciation | 1,266,584 |
| Changes in Assets and Liabilities | |
| Inventories | (15,253) |
| Accounts payable | 6,238 |
| Accrued salaries payable | 10,045 |
| Due other governments | 195 |
| Compensated absences | 184,137 |
| Net Cash Provided by Operating Activities | \$ 188,786 |

HAMILTON COUNTY PARK DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS

Note 1. Summary of Significant Accounting Policies

A. Description of Hamilton County Park District

The Hamilton County Park District (Park District) was created in 1930 under authority of Chapter 1545 of the Ohio Revised Code for the purpose of protecting local natural resources and providing outdoor recreation. The Park District is governed by a three-member Board of Park Commissioners, each of whom serves without pay and is appointed to three-year terms by the Probate Court Judge of Hamilton County. The first Park Board took office on July 17, 1930.

The Board of Park Commissioners appoints a Director who is also the Chief Executive Officer. The Director is responsible for executing policy of the Park Board. Since 1930, the Park District has acquired and conserved 16,562 acres of parkland, including twenty-one parks and nature preserves. The Park District adopted the following mission statement “to preserve and protect natural resources and to provide outdoor recreation and education in order to enhance the quality of life for present and future generations”. Listed below are the names and locations of the parks, nature preserves and greenspace areas owned and/or managed by the Park District.

Parks and Nature Preserves Managed by Hamilton County Park District

| | |
|--------------------------------|-----------------------------|
| Armleder Park | Mitchell Memorial Forest |
| Campbell Lakes Preserve | Newberry Wildlife Sanctuary |
| Embshoff Woods | Oak Glen Nature Preserve |
| Farbach-Werner Nature Preserve | Richardson Forest Preserve |
| Fernbank Park | Sharon Woods |
| Francis RecreAcres | Shawnee Lookout |
| Glenwood Gardens | Triple Creek |
| Kroger Hills | Winton Woods |
| Lake Isabella | Withrow Nature Preserve |
| Little Miami Golf Center | Woodland Mound |
| Miami Whitewater Forest | |

| Property Acquired in Fee Simple | Acreage |
|------------------------------------------------------------------------------------------------------------------------|---------|
| <u>Campbell Lakes Preserve</u> - Campbell Road, west of Kilby Road, Harrison Township | 183 |
| <u>Embshoff Woods</u> - Paul Road, off Mt. Alverno Road between Delhi Pike and Route 50, Cincinnati and Delhi Township | 333 |
| <u>Farbach Werner Nature Preserve</u> - Poole Road and Colerain Avenue, Colerain Township | 22 |
| <u>Francis RecreAcres</u> – Conrey Road, north of School Road, Sharonville | 149 |
| <u>Glenwood Gardens</u> - Springfield Pike and Glendale Milford Road | 366 |
| <u>Kroger Hills</u> - Off Wooster Pike, between Newtown and Terrace Park, Indian Hill and Columbia Township | 3 |

HAMILTON COUNTY PARK DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS

| Property Acquired in Fee Simple | Acreage |
|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|----------------|
| <u>Lake Isabella</u> - Loveland-Madeira Road at I-275, Symmes Township | 73 |
| <u>Little Miami Golf Center</u> - Newtown Road between Route 50 and Route 32, Newtown, Anderson and Columbia Townships - 348 acres. (Includes Little Miami Golf Center, Bass Island, Avoca Trailhead.) | 603 |
| <u>Miami Whitewater Forest</u> - Harrison Pike, off I-74 at Dry Fork Road exit, Crosby, Harrison and Whitewater Townships | 4,510 |
| <u>Mitchell Memorial Forest</u> - Buffalo Ridge Road off Zion Road and East Miami River Road, Miami Township | 1,441 |
| <u>Newberry Wildlife Sanctuary</u> – West of I-275, near Sheits and Springdale Roads, Colerain Township | 100 |
| <u>Oak Glen Nature Preserve</u> - Colerain Township | 295 |
| <u>Richardson Forest Preserve</u> - Off Colerain Avenue between Kemper Road and Lick Road, Colerain Township | 239 |
| <u>Sharon Woods</u> - Route 42, south of I-275, Sharonville | 730 |
| <u>Shawnee Lookout</u> - South of Route 50 at Cleves, entrance off Lawrenceburg Road, Miami Township | 1,480 |
| <u>Triple Creek</u> - Buell Road and Pippin Road, north of I-275, Colerain Township | 177 |
| <u>Winton Woods</u> - Winton Road, south of I-275, Forest Park, Greenhills, Woodlawn and Springfield Township | 1,198 |
| <u>Withrow Nature Preserve</u> - Five Mile Road, between I-275 and Route 52, Anderson Township | 142 |
| <u>Woodland Mound</u> - Old Kellogg Avenue, between Eight and Nine Mile Roads, Anderson Township and Pierce Township, Clermont County | 1,066 |
| Total of Property Acquired in Fee Simple | 13,110 |

HAMILTON COUNTY PARK DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS

| Property Acquired by Lease | Acreage |
|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|----------------|
| <u>Armleder Park</u> – Leased from the City of Cincinnati, Wooster Pike and Beechmont Avenue, Cincinnati, expiring December 31, 2017, with three renewal periods of five years. No rental fees. | 240 |
| <u>Fernbank Park</u> – Leased from Cincinnati Park Board – Route 50 and Thornton Avenue, Cincinnati, expiring December 31, 2017, with three renewal periods of five years. No rental fees. | 57 |
| <u>Kroger Hill Park</u> - Leased from Ohio Department of Natural Resources – Off Wooster Pike, between Newtown and Terrace Park, Indian Hill and Columbia Township, expired July 25, 2008 with one renewal period of 30 years. Waiting for ODNR to send renewal. No rental fees. | 214 |
| <u>Lake Isabella</u> – Leased from Ohio Department of Natural Resources – Loveland-Madeira Road at I-275, Symmes Township, expiring April 7, 2017. No Rental fees. | 4 |
| <u>Richardson Forest Preserve</u> – Leased from the Nature Conservancy – Kemper Road and Lick Road, Colerain Township, expiring December 2010 with annual one year renewals. Rental fee \$1 per year. | 154 |
| <u>Shawnee Lookout</u> – Leased from U.S. Army Corps of Engineers – South of Route 50 at Cleves, entrance off Lawrenceburg Road, Miami Township, expiring June 30, 2011 with renewal period of five years. No rental fees. | 36 |
| <u>Winton Woods</u> – Leased from U.S. Army Corps of Engineers – Winton Road, South of I-275, Forest Park, Greenhills, Woodlawn and Springfield Township, expiring January 16, 2026. No rental fee | 1,330 |
| <u>Withrow Nature Preserve</u> – Leased from the Nature Conservancy – Five Mile Road, between I-275 and Route 52, Anderson Township, expiring September 15, 2010 with annual one year renewals. Rental fee \$1 per year. | 129 |
| Total of all Property Acquired by Lease | 2,164 |

| Conservation / Other Easements | Acreage |
|-----------------------------------------------------------------------------------------------------------------------------------------------|----------------|
| <u>Little Miami Golf Center & River Corridor</u> – Easement for bike trail purposes near Rt. 32 and the Little Miami River. | 9 |
| <u>Northside Woods</u> – Conservation Easement east of Mt. Airy Forest | 57 |
| <u>Miami Whitewater Forest</u> - Conservation Easement - Riparian Corridor | 25 |
| <u>Mitchell Memorial Forest</u> – Conservation Easement near Buffalo Ridge Road | 17 |
| <u>Richardson Forest Preserve</u> – Conservation Easement near Lick Road | 20 |
| <u>Shawnee Lookout</u> – Conservation Easements in Great Miami River Floodplain | 915 |
| <u>Wegman Conservation Easement-Green Twp.</u> – Conservation Easement and partnership Agreement with Green Township located on Reemelin Road | 34 |

Continued page 41

HAMILTON COUNTY PARK DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS

| | |
|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-------|
| <u>Woodland Mound</u> – Conservation easement on .40 acre on privately owned property to prevent development that would create conflict with Vineyard Golf Course. | 1 |
| <u>Anderson Township & Forestville Realty</u> – Property from Anderson township retained in a Conservation Easement. | 6 |
| <u>Narrows Park</u> – Two tracts in Delhi Township on Bender Road (28.9 acres and 11.1 acres), both within the "Narrows" area acquired by the Park District and subsequently transferred to Delhi Township, and a third tract acquired as a Conservation Easement from Western Wildlife Corridor (Miller) of 9.045 acres. | 62 |
| Total of all Conservation/Other Easements | 1,146 |

Outleases-Co-operative Arrangements

Acreage

| | |
|------------------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------|
| <u>Broadwell Woods</u> – Leased to Anderson Park District, Broadwell Road, east of Newtown, expiring December 10, 2052 with renewal period of 50 years. No rental fees | 69 |
| <u>I-74 Greenway</u> – Leased to Green Township I-74 east of Race Road, expiring September 18, 2052, with renewal period of 50 years. No rental fees | 1 |
| <u>North Bend Canal Tunnel</u> – Miami Whitewater Canal Tunnel – to be leased to Cleves | 1 |
| <u>Spieker Park</u> – 4390 Overton Avenue, Green Township, Leased to Green Township, expiring September 18, 2052 with renewal period of 50 years. No rental fees | 26 |
| <u>William McNeilan Johnson Hills Park</u> – Bridle Road, Anderson Township, leased to Anderson Park District, expiring February 9, 2099. No rental fees | 45 |
| Total of all Out-leases Co-operative Arrangements | 142 |
| Total Acreage | 16,562 |

HAMILTON COUNTY PARK DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS

Note 1. Summary of Significant Accounting Policies (continued)

B. Reporting Entity

As required by accounting principles generally accepted in the United States of America (GAAP), these financial statements present all funds for which the Park District is financially accountable. The Park District is considered a related organization to Hamilton County, Ohio. This decision is based on the fact that the Board of Commissioners are appointed by the Probate Court Judge of Hamilton County, but Hamilton County cannot impose its will on the Park District in any manner, nor does there exist any financial benefit or burden relationship between the Park District and Hamilton County.

The accompanying financial statements of the Park District are prepared in conformity with GAAP, prescribed in statements and interpretations issued by Governmental Accounting Standards Board (GASB).

C. Basic Financial Statements – Government Wide Statements

The Statement of Net Assets and the Statement of Activities display information about the Park District. These statements include the financial activities of the overall government.

For the government-wide financial statements, eliminations have been made to remove the double reporting of internal activities. These statements distinguish between the governmental and business type activities of the Park District. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange transactions. Business-type activities are financed in whole, or in part, by fees charged to external parties for goods or services. Program revenues for both types of activities include 1) charges to customers who purchase, use or directly benefit from goods, services or privileges provided by a given function and 2) grants and contributions that are restricted to meeting the operation or capital requirements of a particular function or activity. Taxes and other items not properly included among program revenues are reported as general revenues.

The Statement of Net Assets reports all financial and capital resources using the economic resources measurement focus and the accrual basis of accounting. The Park District presents the statement in a format that displays *assets less liabilities equal net assets*. *Net Assets* is displayed in three components:

- The *Invested in Capital Assets, Net of Related Debt* component consists of capital assets, net of accumulated depreciation.
- The *Restricted Net Assets* component represents net assets with constraints placed on their use that are either 1) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments or 2) imposed by law through constitutional provisions or enabling legislation.
- The *Unrestricted Net Assets* component consists of net assets that do not meet the definition of the preceding two components.

HAMILTON COUNTY PARK DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS

Note 1. Summary of Significant Accounting Policies (continued)

D. Basic Financial Statements – Fund Financial Statements

The financial transactions of the Park District are reported in individual funds in the Fund Financial Statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprises its assets, liabilities, reserves, fund equity, revenues and expenditures/expenses. The various funds are reported by generic classification within the financial statements.

The emphasis in the fund financial statements is on the major funds in either the governmental or business-type activities categories. Each major fund is presented in a separate column in the statements. Non-major funds, by category, are summarized into a single column.

The following fund types are used by the Park District:

1. Governmental Funds

The focus of the governmental funds' measurement (in the fund statements) is upon determination of financial position and changes in financial position (sources, uses, and balances of financial resources) rather than upon net income. The following is a description of the governmental funds of the Park District:

- a. **General Fund** is the general operating fund of the Park District. It is used to account for all financial resources except those required to be accounted for in another fund.
- b. **Capital Projects Fund** is used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by business-type/proprietary funds).
- c. **Mitchell Trust Fund** is used to account for the initial bequest from William Morris Mitchell and the subsequent accumulation of income, expenditures for contiguous land, construction, maintenance and operations of the Mitchell Memorial Forest.
- d. **Other Funds** are comprised of other Government/Drug Enforcement Funds, trust funds and other special revenue funds.

HAMILTON COUNTY PARK DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS

Note 1. Summary of Significant Accounting Policies (continued)

2. Proprietary Funds

The focus of proprietary fund measurement is upon determination of operating income, changes in net assets, financial position, and cash flows. The generally accepted accounting principles applicable are those similar to businesses in the private sector. Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing goods and services in connection with a proprietary fund's principal ongoing operations. Revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses. The Park District applies all Financial Accounting Standards Board (FASB) pronouncements that were issued on or before November 30, 1989, unless the FASB pronouncement conflicts with or contradicts a GASB pronouncement. The Park District has elected not to apply FASB pronouncements issued after November 30, 1989. The following is a description of the proprietary fund of the Park District:

Enterprise Fund - The Enterprise Fund is used to account for operations that are financed and operated in a manner similar to private business enterprises, where the intent of the governing body is that the costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges. The Park District operates within this fund, golf courses, fishing and boating locations, riding center, food service facilities, sale of golf and fishing merchandise, athletic facilities and a gift shop (Nature's Niche).

E. Basis of Accounting

Basis of accounting refers to the point at which revenues or expenditures/expenses are recognized in the accounts and reported in the financial statements. It relates to the timing of the measurements made regardless of the measurement focus applied.

1. Accrual

Both governmental and business-type activities in the government-wide financial statements and the proprietary fund financial statements are presented on the accrual basis of accounting. Revenues are recognized when earned and expenses are recognized when incurred.

2. Modified Accrual

The governmental funds financial statements are presented on the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual; i.e., both measurable and available. "Available" means collectible within the current period or within 60 days after year end. Principal revenue sources considered susceptible to accrual include property and other taxes, state and federal grants, interest on investments, and fines. Expenditures are generally recognized under the modified accrual basis of accounting when the related liability is incurred.

HAMILTON COUNTY PARK DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS

Note 1. Summary of Significant Accounting Policies (continued)

F. Pooled Cash and Cash Equivalents

The Park District maintains a cash and investment pool used by all funds. Each fund type's portion of this pool is displayed on the combined balance sheet as "Cash and Cash Equivalents". Investments with original maturities of three months or less are considered to be cash equivalents. Cash equivalents are recorded at cost, which approximates market value. Interest earned from investments purchased with pooled cash is allocated to the funds, based on amounts in the pool, unless otherwise restricted by statute.

G. Investments

Investments are reported at fair value. Investments consist of securities owned by the Park District that are traded on a national exchange and valued at quoted market prices.

H. Inventories

Inventory is valued at the lower of cost or market, using first-in, first-out (FIFO) method. The costs of inventory items are recognized as expenses in the Enterprise Fund when sold or consumed.

I. Capital Assets

Governmental-type capital assets include land, buildings, furniture and fixtures, machinery and equipment, vehicles, and infrastructure owned by the Park District. These are stated at historical or estimated historical cost. Donated assets are stated at estimated market value at the time of donation. All capital assets in excess of \$1,000 are capitalized. See Note 7 for accumulated depreciation by class.

Depreciation for governmental-type capital assets is provided using the straight-line method over the estimated life of the assets. Depreciation lives used for property items within each property classification are as follows:

| | | | |
|---------------------|----------|-------------|----------|
| Buildings | 30 years | Parking | 10 years |
| Machinery/Equipment | 7 years | Trails | 20 years |
| Vehicles | 5 years | Sewers | 20 years |
| Furniture/Fixtures | 7 years | Dams | 30 years |
| Water Supply | 20 years | Bridges | 30 years |
| Roads/Pavement | 20 years | Playgrounds | 15 years |

HAMILTON COUNTY PARK DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS

Note 1. Summary of Significant Accounting Policies (continued)

Capital assets for the business-type activities (Enterprise Fund) in excess of \$1,000 are recorded at historical cost. Depreciation is charged as an expense against operations, and capital assets are recorded net of accumulated depreciation on the *Statement of Net Assets*. See Note 7 for accumulated depreciation by asset class.

Depreciation in the business-type activities (Enterprise Fund) is provided using the straight-line method over the estimated lives of the assets. Depreciable lives used for property items within each property classification are as follows:

| | |
|---------------------|----------|
| Buildings | 30 Years |
| Machinery/Equipment | 7 Years |
| Vehicles | 5 Years |
| Furniture/Fixtures | 7 Years |
| Golf Carts | 5 Years |

J. Compensated Absences

The Park District records accumulated unpaid sick leave, vacation, holiday and compensatory time benefits as compensated absences payable when earned by the employee.

Vacation - Full and part-time employees will be eligible for accrued vacation leave after their first pay period with approval from their supervisor. Seasonal employees who are promoted to a full or part-time position will begin their accruals the pay period in which the promotion is effective. Accrual of vacation time is as follows:

| <u>Years of Service</u> | <u>Vacation Hours Earned Per 80 Hours Worked</u> | <u>Total Earned Per Year</u> |
|-------------------------|------------------------------------------------------|----------------------------------|
| 0 to 7 years | 3.1 hours/80 hrs/pay | 10 days/year |
| 8 to 14 years | 4.6 hours/80 hrs/pay | 15 days/year |
| 15 to 24 years | 6.2 hours/80 hrs/pay | 20 days/year |
| 25 plus years | 7.7 hours/80 hrs/pay | 25 days/year |

At the beginning of the 8th, 15th and 25th year, employees will progress to the next accrual level.

HAMILTON COUNTY PARK DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS

Note 1. Summary of Significant Accounting Policies (continued)

Vacation pay for eligible employees is based on current rate of pay. Overtime hours are not counted in computing vacation time. Any employee who works less than 2,080 hours per year, will have vacation time determined by the percentage of the total hours they work. No vacation time is earned while an employee is on an unpaid leave of absence or an unpaid military leave.

Vacation time may be accumulated to a maximum of that earned in three years. At the time of an employee's termination, the employee is entitled to compensation at their current rate of pay for any earned but unused vacation leave up to a maximum of three years.

Sick Leave – Sick leave accumulates at the rate of 4.6 hours for every 80 hours worked with a maximum of 15 days per year. There is no maximum accumulation. It is to be used as needed and approved. Upon retirement, an employee with 10 or more years of active service may receive a one-time payment. This payment is calculated as one hour's pay for every two hours of accrued leave, up to a maximum of 720 hours. At December 31, 2010, the Park District recorded a liability for sick leave totaling \$710,429 in accordance with GASB Statement No. 16, whereby sick leave is expensed and accrued only for probable retirees in the upcoming three years.

Compensatory Time - Depending on the employee's position, comp time may be earned at regular or time-and-a-half rate. The maximum accumulation for non-exempt employees is 240 hours of comp time and comp time earned in excess of the maximum is paid to the employee. Exempt employees are required to take current year comp time by April of the following year.

Long-term obligations for vested sick leave, vacation and comp time and any claims or judgments are shown in the Statement of Net Assets. Unpaid vacation, sick leave and comp time, are computed as prescribed in GASB Statement No. 16. A full accrual for future amounts due is presented as compensated absences in government wide statements. See Note 9.

K. Inter-Fund Transactions

During the normal course of operation, the Park District has certain transactions between funds. Charges from the General Fund to the Enterprise Fund and Other Funds for administration, maintenance, utilities and other costs are identified as Charges for Services (Revenue) by the General Fund and Expenditures in the Enterprise Fund and Other Funds. All other inter-fund transactions are reported as transfers.

Amounts identified as Interfund Receivable/Payable represent lending/borrowing arrangements outstanding at year's end. All other outstanding balances between funds are reported as "due to/from other funds."

L. Use of Restricted/Unrestricted Net Assets

When an expense is incurred for purposes for which both restricted and unrestricted net assets are available, the Park District's policy is to apply restricted net assets first.

HAMILTON COUNTY PARK DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS

Note 2. Deposits, Investments and Investment Return

Deposits

Custodial credit risk is the risk that in the event of a bank failure, government's deposits may not be returned to it. The Park District deposit policy for custodial risk requires compliance with the provisions of state law.

State law requires collateralization of all deposits with federal depository insurance; bonds and other obligations of the U.S. Treasury, U.S. agencies or instrumentalities or the state of Ohio; bonds of any city, county, school district or special road district of the state of Ohio; bonds of any state; or a surety bond having an aggregate value at least equal to the amount of the deposits.

At December 31, 2010, \$7,790,750 of the Park District's bank balances were exposed to custodial credit risk as these deposits were uninsured and collateral held was in other than the Park District's name.

Investments

The Park District may legally invest in direct obligations of, and other obligations guaranteed as to principal by, the U.S. Treasury and U.S. agencies and instrumentalities. The Park District may not purchase corporate bonds, stocks or notes. Donations of these items may be held until such time as the Board of Park Commissioners deems it advisable to sell such items.

At December 31, 2010, the Park District had the following investments:

| | |
|------------------|--------------|
| Corporate Stocks | \$ 4,378,894 |
|------------------|--------------|

Interest Rate Risk As a means of limiting its exposure to fair value losses arising from rising interest rates, the Park District investment policy limits all maturities to a maximum of two years.

Credit Risk Credit risk is the risk that the issuer or other counterparty to an investment will not fulfill its obligation. It is the Park District's policy to limit its investments to those permitted by state law, donated corporate stock or corporate bonds. Purchases of corporate stock, corporate bonds, or obligations of political subdivisions other than the State of Ohio are prohibited.

HAMILTON COUNTY PARK DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS

Custodial Credit Risk For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the Park District will not be able to recover the value of its investment or collateral securities that are in possession of an outside party. All investments in corporate stock are held in the Park District's name. The Park District's investment policy does not address custodial credit risk.

Concentration of Credit Risk The Park District limits investments with one issuer to no more than 50% of the investment portfolio, or \$3,000,000 which ever is less, except as follows:

- (a) Donated corporate stock, no limit.
- (b) External Investment Pool, (STAR OHIO) secured by U.S. Treasury obligations, \$10 million limit.
- (c) Fifth Third Bank. Balances totally collateralized with U.S. Treasury Securities, \$10 million limit.

At December 31, 2010 the investment portfolio included the following concentrations of common stock that exceeded 5% of the total investment portfolio

| Company | Market value at December 31, 2010 |
|------------------------|--------------------------------------|
| Procter & Gamble | \$ 2,083,005 |
| Eaton Corp | 690,268 |
| PNC Financial Services | 291,456 |
| Halliburton Company | 261,312 |
| AT & T | 247,879 |
| Exxon Mobil | 243,343 |
| Bristol Myers | 211,840 |

Summary of Carrying Values

The carrying values of deposits and investments shown above are included in the balance sheets as follows:

| | |
|------------------------------------------------------------|----------------------|
| Carrying value | |
| Cash Deposits | \$ 8,040,750 |
| Corporate Stocks | <u>4,378,894</u> |
| | <u>\$ 12,419,644</u> |
| | |
| Included in the following statement of net assets captions | |
| Cash equivalents | \$ 8,040,750 |
| Investments | <u>4,378,894</u> |
| | <u>\$ 12,419,644</u> |

HAMILTON COUNTY PARK DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS

Investment Income (Loss)

Investment Income (Loss) for the year ended December 31, 2010 consisted of:

| | | |
|-------------------------------------------|----|----------------|
| Interest and dividend income | \$ | 136,774 |
| Gain from the sale of stock | | 299,399 |
| Net increase in fair value of investments | | <u>277,887</u> |
| | \$ | <u>714,060</u> |

Note 3. Property Tax Revenues

Property taxes include amounts levied against real, public utility and tangible (used in business) property. The assessed value upon which the 2010 tax collection was based follows: (Amounts in 000's.)

| | | |
|---------------------------------------------|----|-------------------|
| Real Property –2009 Valuation | | |
| Residential/Agricultural | \$ | 14,056,000 |
| Commercial/Industrial/Public Utilities | | 5,207,000 |
| Tangible Personal Property – 2010 Valuation | | |
| General | | 32,750 |
| Public Utilities | | <u>600,000</u> |
| Total Valuation | \$ | <u>19,895,750</u> |

The County Treasurer bills and collects property taxes on behalf of all taxing districts in Hamilton County, including the Hamilton County Park District. Taxes are payable annually or semiannually. If paid annually, payment is due December 31; if paid semiannually, the first payment is due December 31 with the remainder payable by June 20 of the following year. The county's practice is to extend the December 31 due date to January. Unpaid taxes become delinquent after December 31 of the year they are due. Foreclosure proceedings may be initiated by the County Prosecutor if delinquent taxes are not paid within one year.

The County Auditor periodically remits to the Hamilton County Park District its portion of the taxes collected. The final settlement of real and public utility property taxes is made in May and October, and tangible taxes in September and February (following year) for the first and second halves of the year, respectively. Collections of the taxes are accounted for in these statements.

The Hamilton County Park District accrues property taxes as receivables since they can be measured and recorded when levied and recognizes them as unearned revenue since they are recorded in advance of the year for which they are levied. Property taxes are recognized as revenue in the year for which they are levied.

The Park District property tax is generated from two sources. The first is an unvoted .03 mill levy granted annually by the Hamilton County Commissioners. The second is a replacement levy of 1.0 mill which is scheduled to expire in 2017.

HAMILTON COUNTY PARK DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS

Note 4. Leases

Operating Leases

The Park District leases various park properties, land, and water, over varying periods. None of the agreements contain unusual renewal or purchase options. The Park District is responsible for preservation and maintenance of the properties. Future minimum rental payments under operating leases are \$2 per year for 2011 to 2026.

The Park District has entered into a lease agreement with David Rogers for the use of the Big Bugs exhibit which will be displayed at Glenwood Gardens in 2011. The total lease payment of \$85,750 will be due in 2011.

HAMILTON COUNTY PARK DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS

Note 5. Retirement Plans

All full time and part time employees are required to join the Ohio Public Employees Retirement System (OPERS). OPERS are cost-sharing, multiple-employer retirement plans operated by the State of Ohio. OPERS issues a stand-alone Comprehensive Annual Financial Report, copies of which may be obtained by making a written request to: Ohio Public Employees Retirement System, 277 East Town Street, Columbus, Ohio 43215-4642, or by calling (800) 222-7377.

OPERS provides retirement and disability benefits, annual cost of living adjustments and death benefits to plan members and beneficiaries. Authority to establish and amend benefits is provided by state statute per Chapter 145 of the Ohio Revised Code.

Traditional Retirement Plan

Employees with five years of service are entitled to future benefits. Non law enforcement participants may retire at any age with 30 years of service, at or after age 60 with five years of credited service and at age 55 with a minimum of 25 years of service. Those individuals retiring with less than 30 years of service or less than age 65 receive reduced retirement benefits. Upon retirement, non law enforcement participants are entitled to a retirement benefit, payable for life, equal to 2.2% of their final average salary for each year of credited service up to 30 years. These members are entitled to 2.5% of their final average salary for each year of service in excess of 30 years. Final average salary is calculated as the participant's average salary over the highest three years of earnings. Law enforcement officers, as defined in Chapter 145 of the Ohio Revised Code, are eligible for special retirement options. These options are available to such members at age 48 or older with 25 or more years of credited service. The annual benefit is calculated by multiplying 2.5 percent of final average salary by the actual years of service for the first 25 years of service credit and 2.1 percent of final average salary for each year of service over 25 years. These options also permit early retirement under qualifying circumstances as early as age 48.

Member-Directed Plan - A Defined Contribution Plan

Retirement benefit is determined by employee and employer contributions and gains/losses of investment options.

Combined Plan - A Defined Benefit and Defined Contribution Plan

Retirement benefit is determined by reduced formula (for Defined Benefit component) and gains/losses of investment options (for Defined Contribution component).

Pension Contributions - Employer and employee required contributions to OPERS are established under Chapter 742 of the Ohio Revised Code and are based on percentages of covered employees' gross salaries. Contribution rates are calculated annually by the OPERS actuaries. Contribution rates for calendar year 2010 were as follows:

HAMILTON COUNTY PARK DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS

| | <u>Employee Share</u> | <u>Employer Share</u> |
|---------------------------------|-----------------------|-----------------------|
| Regular Employees | 10.00% | 14.00% |
| Law Enforcement Employees | 10.10% | 17.63% |

Employer contributions required and made for the last three years were as follows:

| For the Year Ended <u>December 31</u> | Employer's Contribution for Regular <u>Employees</u> | Employer's Contribution for Law Enforcement <u>Employees</u> |
|------------------------------------------|------------------------------------------------------------|--------------------------------------------------------------------|
| 2010 | \$ 1,780,370 | \$ 449,125 |
| 2009 | 1,877,450 | 363,371 |
| 2008 | 1,771,483 | 408,633 |

Other Post-employment Benefits - All age and service retirees with 10 or more years of service credit qualify for healthcare coverage under OPERS. Healthcare coverage for disability recipients and primary survivor recipients is also available. Chapter 145, Ohio Revised Code, provides the statutory authority for employer contributions. The employer contribution rate for all employees to fund healthcare was 7.00% included in the total employer rate (14.00% and 17.87%). Employees do not fund any portion of healthcare costs.

The 2010 actuarially determined employer healthcare contribution requirement paid was:

| | |
|---------------------------|---------------------|
| Regular Employees | \$ 979,204 |
| Law Enforcement Employees | <u>180,683</u> |
| | <u>\$ 1,159,887</u> |

Note 6. Commitments

The Park District has contractual commitments to various vendors for future supplies and services for the Park District. Determinable amounts are recorded as encumbrances at December 31, 2010, as follows:

| | |
|-----------------------|--------------------|
| General Fund | \$ 285,927 |
| Capital Projects Fund | 640,995 |
| Mitchell Fund | 1,331 |
| Enterprise Fund | 42,916 |
| Other Funds | <u>167,175</u> |
| | <u>\$1,138,344</u> |

HAMILTON COUNTY PARK DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS

Note 7. Capital Assets

A. Governmental Activities - changes in capital assets during the year ended December 31, 2010 follows:

| | Balance January 1, 2010 | Additions | Deletions | Balance December 31, 2010 | Less Accumulated Depreciation | Net Book Value |
|---------------------------|----------------------------|---------------------|-------------------|------------------------------|-------------------------------------|-----------------------|
| Land | \$ 58,262,697 | \$ 3,354,234 | \$ - | \$ 61,616,931 | \$ - | \$ 61,616,931 |
| Land | | | | | | |
| Improvements | 4,991,158 | - | - | 4,991,158 | 1,621,305 | 3,369,853 |
| Buildings | 26,260,228 | 1,253,786 | - | 27,514,014 | 13,604,616 | 13,909,398 |
| Equipment | 5,293,398 | 623,627 | 206,114 | 5,710,911 | 4,380,715 | 1,330,196 |
| Vehicles | 2,713,695 | 219,081 | 199,394 | 2,733,382 | 2,331,505 | 401,877 |
| Playgrounds | 3,470,976 | 116,917 | - | 3,587,893 | 2,042,971 | 1,544,922 |
| Infrastructure | 33,872,025 | 268,978 | - | 34,141,003 | 19,187,500 | 14,953,503 |
| Leasehold Improvements | 5,090,837 | 231,572 | - | 5,322,409 | 2,327,455 | 2,994,954 |
| | <u>\$ 139,955,014</u> | <u>\$ 6,068,195</u> | <u>\$ 405,508</u> | <u>\$ 145,617,701</u> | <u>\$ 45,496,067</u> | <u>\$ 100,121,634</u> |

B. Changes in Accumulated Depreciation - Governmental Activities for the year ended December 31, 2010 follows:

| | Balance January 1, 2010 | Additions | Deletions | Accumulated Depreciation December 31, 2010 |
|---------------------------|----------------------------|---------------------|-------------------|--------------------------------------------------|
| Land | | | | |
| Improvements | \$ 1,454,177 | \$ 167,128 | \$ - | \$ 1,621,305 |
| Buildings | 13,066,571 | 538,045 | - | 13,604,616 |
| Equipment | 4,273,813 | 296,421 | 189,519 | 4,380,715 |
| Vehicles | 2,325,154 | 205,745 | 199,394 | 2,331,505 |
| Playgrounds | 1,885,914 | 157,057 | - | 2,042,971 |
| Infrastructure | 18,069,056 | 1,118,444 | - | 19,187,500 |
| Leasehold Improvements | 1,944,165 | 383,290 | - | 2,327,455 |
| | <u>\$ 43,018,850</u> | <u>\$ 2,866,130</u> | <u>\$ 388,913</u> | <u>\$ 45,496,067</u> |

C. Business Activities - Changes in capital assets during the year ended December 31, 2010 follows:

| | Balance January 1, 2010 | Additions | Deletions | Balance December 31, 2010 | Less Accumulated Depreciation | Net Book Value |
|-------------------------------|----------------------------|-------------------|-------------------|------------------------------|-------------------------------------|----------------------|
| Land | \$ 2,579,126 | \$ - | \$ - | \$ 2,579,126 | \$ - | \$ 2,579,126 |
| Buildings and Improvements | 24,916,936 | - | - | 24,916,936 | 12,877,471 | 12,039,465 |
| Equipment | 5,446,351 | 288,591 | 433,529 | 5,301,413 | 4,380,717 | 920,696 |
| Vehicles | 338,460 | 37,995 | 93,062 | 283,393 | 237,821 | 45,572 |
| | <u>\$ 33,280,873</u> | <u>\$ 326,586</u> | <u>\$ 526,591</u> | <u>\$ 33,080,868</u> | <u>\$ 17,496,009</u> | <u>\$ 15,584,859</u> |

HAMILTON COUNTY PARK DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS

D. Changes in Accumulated Depreciation - Business Activities for the year ended December 31, 2010 follows:

| | Balance | | | Accumulated |
|---------------|----------------------|---------------------|-------------------|----------------------|
| | January 1, 2010 | Additions | Deletions | Depreciation |
| | | | | December 31, 2010 |
| Buildings and | | | | |
| Improvements | \$ 12,100,914 | \$ 776,557 | \$ - | \$ 12,877,471 |
| Equipment | 4,381,676 | 432,570 | 433,529 | 4,380,717 |
| Vehicles | 273,427 | 57,456 | 93,062 | 237,821 |
| | <u>\$ 16,756,017</u> | <u>\$ 1,266,583</u> | <u>\$ 526,591</u> | <u>\$ 17,496,009</u> |

In 2005, the Park District received a gift of 119 acres of land valued at \$4,400,000. This land is restricted to be used as a public park and if it ceases to be used as such, will revert to a not-for-profit organization specified by the donor.

HAMILTON COUNTY PARK DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS

Note 8. Risk Management

The Park District is exposed to various risks of loss related to torts - theft of, damage to and destruction of assets, errors and omissions, injuries to employees and natural disasters. These risks are covered by commercial insurance purchased from independent third parties. Settled claims from these risks have not exceeded commercial insurance coverage for the past three years, nor has there been a significant reduction in insurance coverage in the same period.

The Park District pays into the State of Ohio Bureau of Workers Compensation System at a retrospective rate based on gross salaries less any employee contributions to a 457 plan. Workers claims are submitted to the State of Ohio for authorization and payment to the injured employee. The State of Ohio establishes employer payments, employee payments, and adequate reserves.

Note 9. Compensated Absences

A summary of changes in amount due for compensated absences is as follows:

| | <u>Balance January 1, 2010</u> | <u>Additions</u> | <u>Reductions</u> | <u>Balance December 31, 2010</u> | <u>Current Portion</u> | <u>Long-term Portion</u> |
|--------------------------|----------------------------------------|------------------|-------------------|------------------------------------------|----------------------------|------------------------------|
| Governmental activities | \$2,032,234 | \$ - | \$454,429 | \$1,577,805 | \$ 697,000 | \$880,805 |
| Business type activities | 94,372 | 190,042 | 5,904 | 278,510 | 60,762 | 217,748 |
| Total | <u>\$2,126,606</u> | <u>\$190,042</u> | <u>\$460,333</u> | <u>\$1,856,315</u> | <u>\$757,762</u> | <u>\$1,098,553</u> |

Compensated absences will be paid from the fund in which employees' salaries are paid which years has in prior typically been from the General Fund and Enterprise Fund.

HAMILTON COUNTY PARK DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS

Note 10. Interfund Transactions

Individual fund asset and liability balances at December 31, 2010, were as follows:

| | Interfund | | Tranfers | |
|------------------------|---------------------------|---------------------------|---------------------------|---------------------------|
| | Receivable | Payable | In | Out |
| General Fund | \$2,305,203 | \$ - | \$ - | \$3,501,424 |
| Capital Projects Fund | 4,223,725 | - | 3,500,000 | - |
| Enterprise Fund | - | 6,528,928 | - | - |
| Other Funds | - | - | 1,481 | - |
| Mitchell Fund | - | - | - | 57 |
| Total All Funds | <u><u>\$6,528,928</u></u> | <u><u>\$6,528,928</u></u> | <u><u>\$3,501,481</u></u> | <u><u>\$3,501,481</u></u> |

Transfers in and out, and interfund balances are made to provide operating cash as needed.

Transfers from the General Fund to the Capital Projects fund represent the Park District's funding of capital projects.

Note 11. Long Term Liabilities

Long term liability activity for the year ended December 31, 2010 was:

| | Beginning Balances | Additions | Reductions | Ending Balance | Due Within One Year |
|----------------------|-----------------------|-----------|------------|-------------------|------------------------|
| Compensated Absences | \$2,126,606 | \$190,042 | \$460,333 | \$1,856,315 | \$757,762 |

See Note 9 for detail of compensated absences within governmental and business type activities. The capital lease is a liability within the business type activities.

Note 12. Business Activities Unrestricted Net Assets Negative Balance

The negative balance in the unrestricted net assets for business activities is the result of net assets reserved for capital assets.

HAMILTON COUNTY PARK DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS

Note 13. GASB 54 Fund Balance

In accordance with Government Accounting Standards Board 54, Fund Balance Reporting and Governmental Fund Type Definitions, the Hamilton County Park District classifies governmental fund balances as follows:

Non-spendable – includes fund balance amounts that cannot be spent either because it is not in spendable form or because of legal or contractual constraints.

Restricted – includes fund balance amounts that are constrained for specific purposes which are externally imposed by providers, such as creditors or amounts constrained due to constitutional provisions or enabling legislation.

Committed – includes fund balance amounts that are constrained for specific purposes that are internally imposed by the government through formal action of the highest level of decision making authority and does not lapse at year-end.

Assigned – includes fund balance amounts that are intended to be used for specific purposes that are neither considered restricted or committed. Fund Balance may be assigned by the Board of Park Commissioners.

Unassigned - includes positive fund balance within the General Fund which has not been classified within the above mentioned categories and negative fund balances in other governmental funds.

| | <u>General Fund</u> | <u>Capital Projects</u> | <u>Mitchell Fund</u> | <u>Other Funds</u> | <u>Total</u> |
|-------------------------|---------------------|-------------------------|----------------------|---------------------|----------------------|
| Fund Balances | | | | | |
| Restricted For: | | | | | |
| Capital Projects | - | 5,078,958 | - | - | 5,078,958 |
| Mitchell Memorial | - | - | 3,084,960 | - | 3,084,960 |
| Burchenal Donation | - | - | - | 1,525,008 | 1,525,008 |
| Evergreen Donations | - | - | - | 1,538,983 | 1,538,983 |
| Drug and Lawenforcement | - | - | - | 19,728 | 19,728 |
| Other Purposes | 734,336 | - | - | - | 734,336 |
| Total | \$ 734,336 | \$ 5,078,958 | \$ 3,084,960 | \$ 3,083,719 | \$ 11,981,973 |

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REQUIRED SUPPLEMENTARY INFORMATION

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HAMILTON COUNTY PARK DISTRICT
Schedule of Revenues, Expenditures and Changes in Fund Balances-Budget and Actual
(Non-GAAP Budgetary Basis)
General Fund
For the year ended December 31, 2010

| | Original Budget | Revised Budget | Actual | Variance Between Actual and Revised Budget |
|---------------------------------------------|---------------------|---------------------|---------------------|-----------------------------------------------------|
| Revenues | | | | |
| Taxes | \$ 18,664,200 | \$ 18,664,200 | \$ 18,307,584 | \$ (356,616) |
| Motor Vehicle Permits | 1,247,300 | 1,192,700 | 1,326,696 | 133,996 |
| Charges for Service | 5,731,699 | 994,500 | 1,051,980 | 57,480 |
| Fines and Damage | 14,000 | 14,000 | 12,228 | (1,772) |
| Interest and Dividends | 284,200 | 40,000 | 8,335 | (31,665) |
| Miscellaneous | 483,000 | 418,476 | 1,513,609 | 1,095,133 |
| Grants | 1,955,000 | 1,955,000 | 1,823,166 | (131,834) |
| Total Revenue | <u>28,379,399</u> | <u>23,278,876</u> | <u>24,043,598</u> | <u>764,722</u> |
| Expenditures | | | | |
| General Government | 2,738,300 | 2,153,533 | 2,014,234 | 139,299 |
| Public Safety | 4,040,000 | 3,979,134 | 3,843,210 | 135,924 |
| Operation and Maintenance | 9,654,100 | 7,460,090 | 7,118,697 | 341,393 |
| Land Management | 432,268 | 433,778 | 382,087 | 51,691 |
| Resource Quality | 250,600 | 243,910 | 229,589 | 14,321 |
| Naturalist | 1,190,260 | 1,160,971 | 1,116,564 | 44,407 |
| Communication | 614,403 | 610,828 | 522,141 | 88,687 |
| Fernbank Park | 202,400 | 200,400 | 183,674 | 16,726 |
| Armleder Park | 1,204,100 | 1,291,260 | 455,169 | 836,091 |
| Visitor Services | 1,905,315 | 2,715,808 | 2,120,370 | 595,438 |
| Total Expenditures | <u>22,231,746</u> | <u>20,249,712</u> | <u>17,985,735</u> | <u>2,263,977</u> |
| Excess of revenues over expenditures | 6,147,653 | 3,029,164 | 6,057,863 | 3,028,699 |
| Other financing (uses) | | | | |
| Transfers out | - | - | (3,500,000) | (3,500,000) |
| Net change in fund balance | <u>\$ 6,147,653</u> | <u>\$ 3,029,164</u> | 2,557,863 | <u>\$ (471,301)</u> |
| Fund Balances, Beginning of Year | | | 1,322,215 | |
| Prior Year Encumbrances | | | 536,259 | |
| Fund Balances, End of Year | | | <u>\$ 4,416,337</u> | |

HAMILTON COUNTY PARK DISTRICT
Schedule of Revenues, Expenditures and Changes in Fund Balances-Budget and Actual
(Non-GAAP Budgetary Basis)
Mitchell Fund
For the year ended December 31, 2010

| | Original Budget | Revised Budget | Actual | Variance Between Actual and Revised Budget |
|-----------------------------------------------------|--------------------|---------------------|---------------------|-----------------------------------------------------|
| Revenues | | | | |
| Sale of Stock | \$ 607,100 | \$ 607,100 | \$ 299,399 | \$ (307,701) |
| Interest and Dividends | 500 | 500 | 108,759 | 108,259 |
| Total Revenue | <u>607,600</u> | <u>607,600</u> | <u>408,158</u> | <u>(199,442)</u> |
| Expenditures | | | | |
| Salaries | 47,500 | 58,063 | 54,308 | 3,755 |
| Fringes | 20,600 | 22,232 | 20,156 | 2,076 |
| Supplies | 17,000 | 64,000 | 43,875 | 20,125 |
| Insurance, Utilities, Other | 163,000 | 162,519 | 32,226 | 130,293 |
| Capital Outlay | 444,500 | 1,013,921 | 1,012,873 | 1,048 |
| Total Expenditures | <u>692,600</u> | <u>1,320,735</u> | <u>1,163,438</u> | <u>157,297</u> |
| Excess of revenues over (under) expenditures | (85,000) | (713,135) | (755,280) | (42,145) |
| Other financing sources | | | | |
| Transfers in | - | - | (57) | (57) |
| Net change in fund balance | <u>\$ (85,000)</u> | <u>\$ (713,135)</u> | <u>(755,337)</u> | <u>\$ (42,202)</u> |
| Fund Balances, Beginning of Year | | | <u>3,342,660</u> | |
| Fund Balances, End of Year | | | <u>\$ 2,587,323</u> | |

See accompanying notes to required supplementary information

HAMILTON COUNTY PARK DISTRICT

NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

Budgetary Process

Budget - A budget of estimated cash receipts and disbursements is submitted to the County Auditor, who serves as Secretary of the County Budget Commission, by July 20 of each year for the period of January 1 to December 31 of the following year.

Estimated Resources - The County Budget Commission certifies its actions to the Park District by September 1. As part of this certification, the Park District receives the official certificate of estimated resources which states the projected receipts of each fund. On or about January 1, this certificate is amended to include any unencumbered balances from the preceding year. Prior to December 31, the Park District must revise its budget so that the total budgeted expenditures from a fund during the ensuing fiscal year will not exceed the amount stated in the Certificate of Estimated Resources. The revised budget then serves as the basis for the annual appropriation measure. Budget receipts, as shown on the accompanying financial statements, do not include January 1, 2010 unencumbered fund balances. However, those fund balances are available for appropriations.

Appropriations - A temporary appropriation measure to control cash disbursements may be passed on or about January 1 of each year for the period January 1 to March 31. An annual appropriation measure must be passed by April 1 of each year for the period January 1 to December 31. The appropriation measure may be amended or supplemented during the year as new information becomes available. Appropriations may not exceed estimated resources, as certified.

Encumbrances - The Park District is required to use the encumbrance method of accounting by mandate of Ohio law. Under this system, purchase orders, contracts and other commitments for the expenditure of funds are recorded on the Non-GAAP budgetary basis in order to reserve that portion of the applicable appropriation and to determine and maintain legal compliance.

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

The Park District is organized into six Divisions that report to an Executive Director, who in turn reports to a Board of Park Commissioners. Under these Divisions are various Departments. All governmental and proprietary fund types of the Park District have legally adopted budgets at the personal service and other object level within each department for estimated resources and appropriations. The transfer of appropriations within the two respective object levels in each department does not require approval of the Board of Park Commissioners. Revisions to estimated resources or budgeted appropriations must be approved by the Board of Park Commissioners and submitted to the Hamilton County auditor. Division directors are responsible for operating within the approved budget, as periodically amended. Please refer to page 9 of this report for an Organizational Chart.

HAMILTON COUNTY PARK DISTRICT

NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

Budgetary Process (continued)

Listed below is a reconciliation of the results of operations for the year ended December 31, 2010 from modified accrual (GAAP) basis to the Non-GAAP budgetary basis.

Net Change in Fund Balance

| | General <u>Fund</u> | Mitchell <u>Fund</u> |
|----------------------|------------------------|-------------------------|
| GAAP Basis: | \$ 2,705,516 | \$ 255,475 |
| Adjustments: | | |
| Revenue Accrued | 18,170 | (1,013,727) |
| Expenditures Accrued | (165,823) | 2,915 |
| | <hr/> | <hr/> |
| Budget Basis: | \$ <u>2,557,863</u> | \$ <u>(755,337)</u> |

OTHER SUPPLEMENTARY INFORMATION

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HAMILTON COUNTY PARK DISTRICT
Combining Balance Sheet
Non-Major Governmental Funds
For the year ended December 31, 2010

| | Law Enforcement Fund | Law Enforcement and Education Fund | Drug Law Enforcement Fund | Evergreen Fund | Burchenal Fund | Total Non Major Governmental Funds |
|--------------------------------------------|----------------------------|---------------------------------------------|---------------------------------|---------------------|---------------------|---------------------------------------------|
| Assets | | | | | | |
| Cash and cash equivalents | \$ 6,563 | \$ 2,369 | \$ 10,796 | \$ 1,553,686 | \$ 130,332 | \$ 1,703,746 |
| Investments | | | | | 1,394,674 | 1,394,674 |
| Total assets | \$ 6,563 | \$ 2,369 | \$ 10,796 | \$ 1,553,686 | \$ 1,525,006 | \$ 3,098,420 |
| Liabilities | | | | | | |
| Accounts payable | \$ - | \$ - | \$ - | \$ 9,531 | \$ - | \$ 9,531 |
| Due to other government agencies | - | - | - | 5,170 | - | 5,170 |
| Total liabilities | \$ - | \$ - | \$ - | \$ 14,701 | \$ - | \$ 14,701 |
| Fund Balances (Deficit) | | | | | | |
| Reserve for encumbrances | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Unreserved | 6,563 | 2,369 | 10,796 | 1,538,985 | 1,525,006 | 3,083,719 |
| Total fund balances (deficit) | 6,563 | 2,369 | 10,796 | 1,538,985 | 1,525,006 | 3,083,719 |
| Total liabilities and fund balances | \$ 6,563 | \$ 2,369 | \$ 10,796 | \$ 1,553,686 | \$ 1,525,006 | \$ 3,098,420 |

HAMILTON COUNTY PARK DISTRICT
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Non Major Governmental Funds
For the year ended December 31, 2010

| | Law Enforcement Fund | Law Enforcement and Education Fund | Drug Law Enforcement Fund | Evergreen Fund | Burchenal Fund | Total Non Major Governmental Funds |
|-----------------------------------------|----------------------------|---------------------------------------------|---------------------------------|-------------------|-------------------|---------------------------------------------|
| Revenues | | | | | | |
| Donations and Grants | \$ - | \$ - | \$ - | \$ 321,882 | \$ - | \$ 321,882 |
| Investment Income | - | - | - | - | 100,225 | 100,225 |
| Miscellaneous | - | 85 | 2,665 | - | - | 2,750 |
| Total Revenue | - | 85 | 2,665 | 321,882 | 100,225 | 424,857 |
| Expenditures | | | | | | |
| Operation and Maintenance | - | - | - | 705,876 | 7,029 | 712,905 |
| Total Expenditures | - | - | - | 705,876 | 7,029 | 712,905 |
| Excess of Revenues | - | 85 | 2,665 | (383,994) | 93,196 | (288,048) |
| Other financing sources | | | | | | |
| Transfers in | 5 | 2 | 8 | 1,364 | 102 | 1,481 |
| Total other financing sources | 5 | 2 | 8 | 1,364 | 102 | 1,481 |
| Net change in Fund Balances | 5 | 87 | 2,673 | (382,630) | 93,298 | (286,567) |
| Fund Balances, Beginning of Year | 6,558 | 2,282 | 8,123 | 1,921,615 | 1,431,708 | 3,370,286 |
| Fund Balances, End of Year | \$ 6,563 | \$ 2,369 | \$ 10,796 | \$ 1,538,985 | \$ 1,525,006 | \$ 3,083,719 |

OTHER BUDGETARY INFORMATION

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GOVERNMENTAL FUNDS

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GENERAL FUND

The General Fund is the general operating fund of the Park District. It is used to account for resources traditionally associated with governments which are not required to be accounted for in another fund.

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HAMILTON COUNTY PARK DISTRICT
Schedule of Revenues, Expenditures and Changes in Fund Balances-Budget and Actual
(Non-GAAP Budgetary Basis) by Department
General Fund
For the year ended December 31, 2010

| | Original Budget | Revised Budget | Actual | Variance Between Actual and Revised Budget |
|----------------------------------|--------------------|-------------------|-------------------|-----------------------------------------------------|
| Revenues | | | | |
| Taxes | \$ 18,664,200 | \$ 18,664,200 | \$ 18,307,584 | \$ (356,616) |
| Motor Vehicle Permits | 1,247,300 | 1,192,700 | 1,326,696 | 133,996 |
| Charges for Service | 5,731,699 | 994,500 | 1,051,980 | 57,480 |
| Fines and Damage | 14,000 | 14,000 | 12,228 | (1,772) |
| Interest and Dividends | 284,200 | 40,000 | 8,335 | (31,665) |
| Miscellaneous | 483,000 | 418,476 | 1,513,609 | 1,095,133 |
| Grants and Donations | 1,955,000 | 1,955,000 | 1,823,166 | (131,834) |
| Total Revenue | <u>28,379,399</u> | <u>23,278,876</u> | <u>24,043,598</u> | <u>764,722</u> |
| Expenditures | | | | |
| Administration Department | | | | |
| Salaries | 1,034,900 | 740,298 | 728,512 | 11,786 |
| Fringes | 329,800 | 269,722 | 258,000 | 11,722 |
| Supplies | 357,800 | 405,615 | 356,549 | 49,066 |
| Travel & Training | 52,200 | 43,000 | 29,638 | 13,362 |
| Insurance, Utilities, Other | 874,600 | 609,163 | 558,300 | 50,863 |
| Capital Outlay | 89,000 | 85,735 | 83,235 | 2,500 |
| Total Administration Department | <u>2,738,300</u> | <u>2,153,533</u> | <u>2,014,234</u> | <u>139,299</u> |
| Safety Department | | | | |
| Salaries | 2,784,700 | 2,731,300 | 2,702,079 | 29,221 |
| Fringes | 949,100 | 932,500 | 864,884 | 67,616 |
| Supplies | 164,900 | 174,034 | 144,098 | 29,936 |
| Insurance, Utilities, Other | 11,800 | 23,400 | 6,546 | 16,854 |
| Travel & Training | 23,400 | 11,800 | 19,563 | (7,763) |
| Capital Outlay | 106,100 | 106,100 | 106,040 | 60 |
| Total Safety Department | <u>4,040,000</u> | <u>3,979,134</u> | <u>3,843,210</u> | <u>135,924</u> |
| Operations Department | | | | |
| Salaries | 4,819,600 | 3,600,494 | 3,426,790 | 173,704 |
| Fringes | 1,434,000 | 1,249,998 | 1,174,722 | 75,276 |
| Supplies | 1,411,700 | 1,077,495 | 1,037,147 | 40,348 |
| Insurance, Utilities, Other | 13,000 | 1,119,267 | 1,071,658 | 47,609 |
| Travel & Training | 1,497,100 | 20,404 | 15,948 | 4,456 |
| Capital Outlay | 478,700 | 392,432 | 392,432 | - |
| Total Operations Department | <u>9,654,100</u> | <u>7,460,090</u> | <u>7,118,697</u> | <u>341,393</u> |

(Continued)

HAMILTON COUNTY PARK DISTRICT
Schedule of Revenues, Expenditures and Changes in Fund Balances-Budget and Actual
(Non-GAAP Budgetary Basis) by Department
General Fund
For the year ended December 31, 2010

| | Original Budget | Revised Budget | Actual | Variance Between Actual and Revised Budget |
|------------------------------------------|--------------------|-------------------|------------------|-----------------------------------------------------|
| Land Management Department | | | | |
| Salaries | \$ 304,568 | \$ 304,568 | \$ 286,104 | \$ 18,464 |
| Fringes | 89,700 | 89,700 | 67,362 | 22,338 |
| Supplies | 36,400 | 38,780 | 27,951 | 10,829 |
| Travel & Training | 1,600 | 730 | 670 | 60 |
| Total Land Management Department | 432,268 | 433,778 | 382,087 | 51,691 |
| Resource Quality Department | | | | |
| Salaries | 179,700 | 175,889 | 169,572 | 6,317 |
| Fringes | 44,300 | 43,711 | 41,100 | 2,611 |
| Supplies | 16,400 | 16,510 | 12,529 | 3,981 |
| Travel & Training | 2,400 | 1,400 | 527 | 873 |
| Capital Outlay | 7,800 | 6,400 | 5,861 | 539 |
| Total Resource Quality Department | 250,600 | 243,910 | 229,589 | 14,321 |
| Naturalist Department | | | | |
| Salaries | 849,760 | 835,914 | 821,290 | 14,624 |
| Fringes | 254,000 | 251,900 | 241,041 | 10,859 |
| Supplies | 68,600 | 57,882 | 46,678 | 11,204 |
| Travel & Training | 7,400 | 7,400 | 6,687 | 713 |
| Capital Outlay | 10,500 | 7,875 | 868 | 7,007 |
| Total Naturalist Department | 1,190,260 | 1,160,971 | 1,116,564 | 44,407 |
| Communications Department | | | | |
| Salaries | 264,203 | 264,203 | 255,124 | 9,079 |
| Fringes | 66,100 | 66,100 | 64,862 | 1,238 |
| Supplies | 280,000 | 276,125 | 200,746 | 75,379 |
| Insurance, Utilities, Other | 1,200 | 1,500 | 1,260 | 240 |
| Travel & Training | 2,900 | 2,900 | 149 | 2,751 |
| Total Communications Department | 614,403 | 610,828 | 522,141 | 88,687 |

(Continued)

HAMILTON COUNTY PARK DISTRICT
Schedule of Revenues, Expenditures and Changes in Fund Balances-Budget and Actual
(Non-GAAP Budgetary Basis) by Department
General Fund
For the year ended December 31, 2010

| | Original Budget | Revised Budget | Actual | Variance Between Actual and Revised Budget |
|---------------------------------------------|---------------------|---------------------|---------------------|-----------------------------------------------------|
| Fernbank Park Department | | | | |
| Salaries | \$ 111,000 | \$ 111,000 | \$ 104,030 | \$ 6,970 |
| Fringes | 37,700 | 37,700 | 35,768 | 1,932 |
| Supplies | 22,700 | 18,361 | 11,002 | 7,359 |
| Insurance, Utilities, Other | 25,000 | 27,339 | 26,899 | 440 |
| Capital Outlay | 6,000 | 6,000 | 5,975 | 25 |
| Total Fernbank Park Department | 202,400 | 200,400 | 183,674 | 16,726 |
| Armleder Park Department | | | | |
| Salaries | 159,200 | 159,200 | 151,962 | 7,238 |
| Fringes | 61,600 | 61,600 | 59,376 | 2,224 |
| Supplies | 27,300 | 27,300 | 4,430 | 22,870 |
| Capital Outlay | 956,000 | 1,043,160 | 239,401 | 803,759 |
| Total Armleder Park Department | 1,204,100 | 1,291,260 | 455,169 | 836,091 |
| Visitor Services Department | | | | |
| Salaries | 1,001,115 | 989,363 | 956,255 | 33,108 |
| Fringes | 300,800 | 314,124 | 264,646 | 49,478 |
| Supplies | 320,000 | 713,777 | 529,552 | 184,225 |
| Insurance, Utilities, Other | 17,000 | 61,585 | 40,127 | 21,458 |
| Travel & Training | 3,600 | 3,100 | 1,199 | 1,901 |
| Capital Outlay | 262,800 | 633,859 | 328,591 | 305,268 |
| Visitor Services Department | 1,905,315 | 2,715,808 | 2,120,370 | 595,438 |
| Total Expenditures | 22,231,746 | 20,249,712 | 17,985,735 | 2,263,977 |
| Excess of Revenues over Expenditures | 6,147,653 | 3,029,164 | 6,057,863 | 3,028,699 |
| Other Financing Sources (Uses) | | | | |
| Transfers out | - | - | (3,500,000) | (3,500,000) |
| Net change in fund balance | \$ 6,147,653 | \$ 3,029,164 | 2,557,863 | \$ (471,301) |
| Fund Balance, Beginning of Year | | | 1,322,215 | |
| Prior Year Encumbrances | | | 536,259 | |
| Fund Balance, End of Year | | | \$ 4,416,337 | |

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SPECIAL REVENUE FUNDS

Special Revenue Funds are used to account for specific governmental revenues (other than major capital projects) requiring separate accounting because of legal or regulatory provisions or administrative action and expenditures for a specified purpose.

LAW ENFORCEMENT FUND – To account for money that is contraband or is derived from the sale of contraband. Ten percent is to be used for community prevention programs and 90% for discretionary law enforcement projects.

LAW ENFORCEMENT AND EDUCATION FUND – To account for fines related to driving under the influence (DUI) of drugs or alcohol. This fund may be spent on any DUI related enforcement or education programs.

DRUG LAW ENFORCEMENT FUND – To account for drug fines remitted by the Courts. The fund may be used for efforts that pertain to drug offenses.

EVERGREEN FUND - To account for donations identified by the donor to be used for a specific purpose and to account for the following separate funds which are combined for reporting purposes:

- Estate of Betty Martin
- Estate of Virginia Miller
- Mildred Foman Trust
- Newberry Wildlife Sanctuary Fund
- Estate of Margaret Embshoff
- Others

BURCHENAL FUND - Established to account for funds donated to provide trails, gardens and appropriate memorial and other capital improvements on the Burchenal Tract at Glenwood Gardens, Woodlawn, Ohio.

HAMILTON COUNTY PARK DISTRICT
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual (Non-GAAP Budgetary Basis)
Non Major Special Revenue Funds
For the year ended December 31, 2010

| | Law Enforcement Fund | | | |
|---------------------------------------------------------------------|----------------------|-------------------|----------|-----------------------------------------------------|
| | Original Budget | Revised Budget | Actual | Variance Between Actual and Revised Budget |
| Revenues | | | | |
| Donations | \$ - | \$ - | \$ - | \$ - |
| Total Revenue | - | - | - | - |
| Expenditures | | | | |
| Miscellaneous | 5,430 | 6,988 | - | 6,988 |
| Total Expenditures | 5,430 | 6,988 | - | 6,988 |
| Excess (Deficiency) of Revenue Over (Under) Expenditures | (5,430) | (6,988) | - | 6,988 |
| Other Financing Sources | | | | |
| Transfers in | - | - | 5 | 5 |
| Net Change in Fund Balance | \$ (5,430) | \$ (6,988) | 5 | \$ 6,993 |
| Fund Balances | | | | |
| Beginning of Year | | | 6,558 | |
| Fund Balances, End of Year | | | \$ 6,563 | |

HAMILTON COUNTY PARK DISTRICT
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual (Non-GAAP Budgetary Basis)
Non Major Special Revenue Funds
For the year ended December 31, 2010

| | Law Enforcement and Education Fund | | | |
|---------------------------------------------------------------------|------------------------------------|-------------------|-----------------|-----------------------------------------------------|
| | Original Budget | Revised Budget | Actual | Variance Between Actual and Revised Budget |
| Revenues | | | | |
| Donations | \$ - | \$ - | \$ 85 | \$ 85 |
| Total Revenue | <u>-</u> | <u>-</u> | <u>85</u> | <u>85</u> |
| Expenditures | | | | |
| Miscellaneous | 2,110 | 2,392 | - | 2,392 |
| Total Expenditures | <u>2,110</u> | <u>2,392</u> | <u>-</u> | <u>2,392</u> |
| Excess (Deficiency) of Revenue Over (Under) Expenditures | (2,110) | (2,392) | 85 | 2,477 |
| Other Financing Sources | | | | |
| Transfers in | | | 2 | 2 |
| Net Change in Fund Balance | <u>\$ (2,110)</u> | <u>\$ (2,392)</u> | <u>87</u> | <u>\$ 2,479</u> |
| Fund Balances | | | | |
| Beginning of Year | | | <u>2,282</u> | |
| Fund Balances, End of Year | | | <u>\$ 2,369</u> | |

HAMILTON COUNTY PARK DISTRICT
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual (Non-GAAP Budgetary Basis)
Non Major Special Revenue Funds
For the year ended December 31, 2010

| | Drug and Law Enforcement Fund | | | |
|---------------------------------------------------------------------|-------------------------------|--------------------|------------------|-----------------------------------------------------|
| | Original Budget | Revised Budget | Actual | Variance Between Actual and Revised Budget |
| Revenues | | | | |
| Donations | \$ - | \$ - | \$ 2,665 | \$ 2,665 |
| Total Revenue | - | - | 2,665 | 2,665 |
| Expenditures | | | | |
| Miscellaneous | 15,030 | 17,153 | - | 17,153 |
| Total Expenditures | 15,030 | 17,153 | - | 17,153 |
| Excess (Deficiency) of Revenue Over (Under) Expenditures | (15,030) | (17,153) | 2,665 | 19,818 |
| Other Financing Sources | | | | |
| Transfers in | | | 8 | 8 |
| Net Change in Fund Balance Budgetary Fund Balances | <u>\$ (15,030)</u> | <u>\$ (17,153)</u> | 2,673 | <u>\$ 19,826</u> |
| Beginning of Year | | | <u>8,123</u> | |
| Fund Balances, End of Year | | | <u>\$ 10,796</u> | |

HAMILTON COUNTY PARK DISTRICT
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual (Non-GAAP Budgetary Basis)
Non Major Special Revenue Funds
For the year ended December 31, 2010

| | Evergreen Fund | | | |
|---------------------------------------------------------------------|-----------------------|-----------------------|---------------------|-----------------------------------------------------|
| | Original Budget | Revised Budget | Actual | Variance Between Actual and Revised Budget |
| Revenues | | | | |
| Donations | \$ - | \$ - | \$ 321,882 | \$ 321,882 |
| Total Revenue | - | - | 321,882 | 321,882 |
| Expenditures | | | | |
| Miscellaneous | 2,633,916 | 3,190,644 | 726,287 | 2,464,357 |
| Total Expenditures | 2,633,916 | 3,190,644 | 726,287 | 2,464,357 |
| Excess (Deficiency) of Revenue Over (Under) Expenditures | (2,633,916) | (3,190,644) | (404,405) | 2,786,239 |
| Other Financing Sources | | | | |
| Transfers in | - | - | 1,364 | 1,364 |
| Net Change in Fund Balance | <u>\$ (2,633,916)</u> | <u>\$ (3,190,644)</u> | (403,041) | <u>\$ 2,787,603</u> |
| Fund Balances | | | | |
| Beginning of Year | | | <u>1,956,727</u> | |
| Fund Balances, End of Year | | | <u>\$ 1,553,686</u> | |

HAMILTON COUNTY PARK DISTRICT
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual (Non-GAAP Budgetary Basis)
Non Major Special Revenue Funds
For the year ended December 31, 2010

| | Burchenal Fund | | | |
|---------------------------------------------------------------------|---------------------|---------------------|---------------------|-----------------------------------------------------|
| | Original Budget | Revised Budget | Actual | Variance Between Actual and Revised Budget |
| Revenues | | | | |
| Donations | \$ - | \$ - | \$ 19,985 | \$ 19,985 |
| Total Revenue | <u>-</u> | <u>-</u> | <u>19,985</u> | <u>19,985</u> |
| Expenditures | | | | |
| Miscellaneous | 138,600 | 155,846 | 7,028 | 148,818 |
| Total Expenditures | <u>138,600</u> | <u>155,846</u> | <u>7,028</u> | <u>148,818</u> |
| Excess (Deficiency) of Revenue Over (Under) Expenditures | (138,600) | (155,846) | 12,957 | 168,803 |
| Other Financing Sources | | | | |
| Transfers in | | | 102 | 102 |
| Net Change in Fund Balance | <u>\$ (138,600)</u> | <u>\$ (155,846)</u> | <u>13,059</u> | <u>\$ 168,905</u> |
| Fund Balances | | | | |
| Beginning of Year | | | <u>1,431,707</u> | |
| Fund Balances, End of Year | | | <u>\$ 1,444,766</u> | |

CAPITAL PROJECTS FUND

The Capital Projects Fund was established to account for financial resources to be used for the acquisition of major capital facilities (other than those financed by the Enterprise Fund).

HAMILTON COUNTY PARK DISTRICT
Schedule of Revenues, Expenditures and Changes in Fund Balances-Budget and Actual
(Non-GAAP Budgetary Basis)
Capital Project Fund
For the year ended December 31, 2010

| | Original Budget | Revised Budget | Actual | Variance Between Actual and Revised Budget |
|----------------------------------------------------|--------------------|-------------------|---------------------|-----------------------------------------------------|
| Revenues | | | | |
| Charges for Services | \$ - | \$ - | \$ - | \$ - |
| Expenditures | | | | |
| Capital Outlay | 6,538,727 | 8,876,861 | 4,661,297 | 4,215,564 |
| Deficiency of Revenue Over Expenditures | (6,538,727) | (8,876,861) | (4,661,297) | 4,215,564 |
| Other Financing Sources | | | | |
| Transfers in | 6,538,727 | 8,876,861 | 3,500,000 | (5,376,861) |
| Net change in fund balance | <u>\$ -</u> | <u>-</u> | (1,161,297) | <u>\$ (1,161,297)</u> |
| Fund Balances | | | | |
| Beginning of Year | | | 2,426,254 | |
| Prior year encumbrances | | | 325,132 | |
| Fund Balances, End of Year | | | <u>\$ 1,590,089</u> | |

PROPRIETARY FUNDS

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ENTERPRISE FUND

The Enterprise Fund is used to account for operations that are financed and operated in a manner similar to a private enterprise. The Hamilton County Park District's Enterprise Fund is comprised of the following departments: Golf Management, Fishing and Boating, Riding Center, Food Service, Golf Merchandise, Athletics, Recreation Management and Nature's Niche.

HAMILTON COUNTY PARK DISTRICT
Enterprise Fund
Schedule of Revenues and Expenses by Department
For the Year Ended December 31, 2010

| | Golf Management | Recreation Services | Riding Center |
|--------------------------------|--------------------|------------------------|--------------------|
| Revenues | | | |
| Charges for sales and services | \$ 5,745,671 | \$ 3,615,979 | \$ 384,985 |
| Expenditures | | | |
| Cost of sales and services | 3,009,885 | 3,760,920 | 415,665 |
| Administration | 1,944,529 | 562,041 | 39,608 |
| Depreciation | 636,214 | 452,049 | 26,411 |
| Total Operating Expenses | 5,590,628 | 4,775,010 | 481,684 |
| Income (Loss) | \$ 155,043 | \$ (1,159,031) | \$ (96,699) |

| | Golf Merchandise | Athletics | Nature's Niche | Total |
|----|---------------------|--------------|-------------------|----------------|
| \$ | 881,264 | \$ 318,830 | \$ 341,166 | \$ 11,287,895 |
| | 785,705 | 252,059 | 345,034 | 8,569,268 |
| | 21,058 | 96,573 | 51,394 | 2,715,203 |
| | 20,363 | 76,302 | 55,245 | 1,266,584 |
| | 827,126 | 424,934 | 451,673 | 12,551,055 |
| \$ | 54,138 | \$ (106,104) | \$ (110,507) | \$ (1,263,160) |

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STATISTICAL SECTION

The statistical section provides selected financial, economic and demographic information which may be used to indicate trends for comparative fiscal periods.

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Statistical Section

This part of the Hamilton County Park District's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures and required supplementary information says about the Park District's overall financial health.

| <u>Contents</u> | <u>Page</u> |
|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-------------|
| Financial Trends | |
| These schedules contain trend information to help the reader understand how the Park District's financial performance and well-being have changed over time. | 82 |
| Debt Capacity | |
| The Park District has no outstanding long-term debt. | 87 |
| Revenue Capacity | |
| These schedules contain information to help the reader assess the Park District's most significant local revenue source, the property tax. | 88 |
| Demographic and Economic Information | |
| These schedules offer demographic and economic indicators to help the reader understand the environment within which the Park District's financial activities take place. | 94 |
| Operating Information | |
| These schedules contain service and infrastructure data to help the reader understand how the information in the Park District's financial report relates to the services the Park District provides and the activities it performs. | 97 |
| Other Information | |
| Insurance coverage | 101 |
| Park Facilities | 103 |

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.

HAMILTON COUNTY PARK DISTRICT
Net Assets by Component
Last Eight Fiscal Years
(Accrual Basis of Accounting)

| | 2003 | 2004 | 2005 | 2006 | 2007 | 2008 | 2009 | 2010 |
|-------------------------------------------------|---------------|---------------|---------------|----------------|----------------|----------------|----------------|----------------|
| Government Activities | | | | | | | | |
| Invested in Capital Assets with no related debt | \$ 67,515,880 | \$ 74,435,225 | \$ 80,595,427 | \$ 82,253,038 | \$ 97,177,128 | \$ 95,637,932 | \$ 96,936,164 | \$ 100,121,634 |
| Restricted for: | | | | | | | | |
| Capital Projects | 2,773,624 | 3,555,780 | 4,323,146 | 5,259,632 | 5,441,591 | 5,761,220 | 5,835,350 | 5,078,958 |
| Other Purposes | 5,154,243 | 5,381,242 | 5,467,403 | 5,990,764 | 6,504,308 | 5,421,544 | 5,918,797 | 6,903,015 |
| Unrestricted | 1,063,219 | (2,637,037) | (1,755,207) | (1,034,772) | (140,220) | 524,773 | 794,925 | 2,614,428 |
| Total government activities net assets | 76,506,966 | 80,735,210 | 88,630,769 | 92,468,662 | 108,982,807 | 107,345,469 | 109,485,236 | 114,718,035 |
| Business Type Activities | | | | | | | | |
| Invested in Capital Assets, net of related debt | 13,793,040 | 13,655,198 | 14,045,669 | 13,919,425 | 13,758,412 | 15,257,357 | 16,524,856 | 15,584,859 |
| Unrestricted | (2,077,602) | (2,059,319) | (2,754,944) | (2,836,696) | (2,306,919) | (3,837,711) | (4,689,035) | (5,012,198) |
| Total business type activities net assets | 11,715,438 | 11,595,879 | 11,290,725 | 11,082,729 | 11,451,493 | 11,419,646 | 11,835,821 | 10,572,661 |
| Total Government | | | | | | | | |
| Invested in Capital Assets, net of related debt | 81,308,920 | 88,090,423 | 94,641,096 | 96,172,463 | 110,935,540 | 110,895,289 | 113,461,020 | 115,706,493 |
| Restricted for: | | | | | | | | |
| Capital Projects | 2,773,624 | 3,555,780 | 4,323,146 | 5,259,632 | 5,441,591 | 5,761,220 | 5,835,350 | 5,078,958 |
| Other Purposes | 5,154,243 | 5,381,242 | 5,467,403 | 5,990,764 | 6,504,308 | 5,421,544 | 5,918,797 | 6,903,015 |
| Unrestricted | (1,014,383) | (4,696,356) | (4,510,151) | (3,871,468) | (2,447,139) | (3,312,938) | (3,894,110) | (2,397,770) |
| Total government net assets | \$ 88,222,404 | \$ 92,331,089 | \$ 99,921,494 | \$ 103,551,391 | \$ 120,434,300 | \$ 118,765,115 | \$ 121,321,057 | \$ 125,290,696 |

In 2007 the Park District adopted the transition provision of GASB No. 34 "Basic Financial Statements- and Management's Discussion and Analysis-For State and Local Governments" related to the capitalization of infrastructure.

In 2010 the Park District adopted GASB No. 54.

HAMILTON COUNTY PARK DISTRICT
Changes in Net Assets
Last Eight Fiscal Years
(Accrual Basis of Accounting)

| | 2003 | 2004 | 2005 | 2006 | 2007 | 2008 | 2009 | 2010 |
|-------------------------------------------------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|
| Expenses | | | | | | | | |
| Governmental Activities | | | | | | | | |
| Parks and Recreation | 15,997,254 | \$ 18,168,972 | \$ 18,929,691 | \$ 19,917,759 | \$ 22,805,164 | \$ 22,357,087 | \$ 20,969,169 | \$ 20,639,371 |
| Business type activities | | | | | | | | |
| Golf Courses | 5,181,776 | 5,142,756 | 5,555,200 | 5,259,783 | 4,787,050 | 5,100,335 | 4,856,967 | 5,590,628 |
| Recreation Services | 1,220,219 | 4,185,968 | 4,039,421 | 4,309,301 | 4,542,094 | 4,557,759 | 4,508,151 | 4,775,010 |
| Riding Center | 304,094 | 278,547 | 289,846 | 198,496 | 432,697 | 381,884 | 474,224 | 481,684 |
| Golf Merchandise | 2,731,702 | 942,422 | 904,281 | 939,632 | 985,823 | 940,479 | 895,765 | 827,126 |
| Athletics | 961,573 | 403,602 | 405,044 | 425,066 | 439,749 | 482,151 | 433,393 | 424,934 |
| Nature's Niche | 386,876 | - | - | 474,781 | 431,738 | 362,520 | 439,403 | 451,673 |
| 326,421 | | | | | | | | |
| Total business type activities expense | 11,112,661 | 10,953,295 | 11,193,792 | 11,607,059 | 11,619,151 | 11,825,128 | 11,607,903 | 12,551,055 |
| Total government expenses | 27,109,915 | 29,122,267 | 30,123,483 | 31,524,818 | 34,424,315 | 34,182,215 | 32,577,072 | 33,190,426 |
| Program Revenue | | | | | | | | |
| Governmental Activities | | | | | | | | |
| Charges for service | 1,803,834 | 1,865,878 | 2,385,721 | 2,443,537 | 2,176,376 | 2,185,033 | 2,266,585 | 3,406,805 |
| Operating grants | 197,251 | 349,920 | 53,764 | 202,688 | 750,000 | - | - | - |
| Capital grants | 612,902 | 1,031,840 | 5,471,198 | 865,382 | 808,537 | 455,664 | 1,734,633 | 2,955,390 |
| Total governmental activities program revenue | 2,613,987 | 3,247,638 | 7,910,683 | 3,511,607 | 3,734,913 | 2,640,697 | 4,001,218 | 6,362,195 |
| Business Type Activities | | | | | | | | |
| Charges for service | 5,822,127 | 5,893,434 | 5,977,809 | 5,989,552 | 6,261,564 | 6,082,711 | 6,230,085 | 5,745,671 |
| Golf Courses | 934,487 | 3,404,699 | 3,359,526 | 3,402,614 | 3,660,818 | 3,648,255 | 3,825,085 | 3,615,979 |
| Recreation Services | 230,615 | 268,937 | 309,427 | 343,253 | 383,644 | 390,943 | 363,104 | 384,985 |
| Riding Center | 2,190,145 | 1,023,917 | 971,268 | 1,021,325 | 1,034,168 | 997,245 | 922,719 | 881,264 |
| Golf Merchandise | 1,017,979 | 242,749 | 270,608 | 289,801 | 299,995 | 320,966 | 321,535 | 318,830 |
| Athletics | 228,899 | - | - | 352,518 | 347,726 | 353,161 | 361,550 | 341,166 |
| Nature's Niche | 10,424,252 | 10,833,736 | 10,888,638 | 11,399,063 | 11,987,915 | 11,793,281 | 12,024,078 | 11,287,895 |
| Total business type activities program revenue | \$ 13,038,239 | \$ 14,081,374 | \$ 18,799,321 | \$ 14,910,670 | \$ 15,722,828 | \$ 14,433,978 | \$ 16,025,296 | \$ 17,650,090 |

(Continued)

HAMILTON COUNTY PARK DISTRICT
Changes in Net Assets
Last Eight Fiscal Years
(Accrual Basis of Accounting)

| | 2003 | 2004 | 2005 | 2006 | 2007 | 2008 | 2009 | 2010 |
|-------------------------------------------------|---------------|--------------|--------------|--------------|--------------|----------------|--------------|--------------|
| Expenses | | | | | | | | |
| Business Activities | (688,409) | (119,559) | (305,154) | (207,996) | 368,764 | (31,847) | 416,175 | (1,263,160) |
| Total government net expense | (14,071,676) | (15,040,893) | (11,324,162) | (16,614,148) | (18,701,487) | (19,748,237) | (16,551,776) | (15,540,336) |
| General Revenue and Other Changes in Net Assets | | | | | | | | |
| Governmental Activities | | | | | | | | |
| Taxes | 18,149,004 | 18,322,723 | 18,347,337 | 18,834,055 | 18,807,905 | 18,590,832 | 18,535,143 | 18,307,584 |
| Investment gain (loss) | 913,744 | 529,830 | 363,117 | 1,066,933 | 1,107,989 | (859,410) | 304,794 | 714,060 |
| Miscellaneous | 286,170 | 297,025 | 204,113 | 343,057 | 377,758 | 347,630 | 267,781 | 488,331 |
| Total governmental activities | 19,348,918.00 | 19,149,578 | 18,914,567 | 20,244,045 | 20,293,652 | 18,079,052 | 19,107,718 | 19,509,975 |
| Total government | \$ 5,277,242 | \$ 4,108,685 | \$ 7,590,405 | \$ 3,629,897 | \$ 1,592,165 | \$ (1,669,185) | \$ 2,555,942 | \$ 3,969,639 |
| Change in Net Assets | | | | | | | | |
| Governmental Activities | \$ 5,965,651 | \$ 4,228,244 | \$ 7,895,559 | \$ 3,837,893 | \$ 1,223,401 | \$ (1,637,338) | \$ 2,139,767 | \$ 5,232,799 |
| Business Activities | (688,409) | (119,559) | (305,154) | (207,996) | 368,764 | (31,847) | 416,175 | (1,263,160) |
| Total government | \$ 5,277,242 | \$ 4,108,685 | \$ 7,590,405 | \$ 3,629,897 | \$ 1,592,165 | \$ (1,669,185) | \$ 2,555,942 | \$ 3,969,639 |

In 2007 the Park District adopted the transition provision of GASB No. 34 "Basic Financial Statements and Management's Discussion and Analysis-For State and Local Governments" related to the capitalization of infrastructure.

HAMILTON COUNTY PARK DISTRICT
Fund Balances Government Funds
Last Eight Fiscal Years
(Modified Accrual Basis of Accounting)

| | 2003 | 2004 | 2005 | 2006 | 2007 | 2008 | 2009 | 2010 |
|-----------------------------------------|---------------------|-----------------------|---------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
| General Fund | | | | | | | | |
| Restricted | \$ 862,874 | \$ 665,606 | \$ 512,587 | \$ 296,483 | \$ 552,776 | \$ 746,261 | \$ 536,259 | \$ 734,336 |
| Unrestricted | (866,110) | (1,940,590) | (644,599) | 317,426 | 788,366 | 1,494,809 | 1,684,794 | 4,192,233 |
| Total General Fund | \$ (3,236) | \$ (1,274,984) | \$ (132,012) | \$ 613,909 | \$ 1,341,142 | \$ 2,241,070 | \$ 2,221,053 | \$ 4,926,569 |
| All Other Government Funds | | | | | | | | |
| Restricted | \$ 858,212 | \$ 6,217,320 | \$ 6,048,370 | \$ 6,109,351 | \$ 6,890,209 | \$ 5,578,002 | \$ 6,524,903 | \$ 11,247,637 |
| Unrestricted | 8,793,977 | 2,997,494 | 3,742,179 | 5,259,632 | 5,441,591 | 5,761,220 | 5,835,350 | - |
| Total All Other Government Funds | \$ 9,652,189 | \$ 9,214,814 | \$ 9,790,549 | \$ 11,368,983 | \$ 12,331,800 | \$ 11,339,222 | \$ 12,360,253 | \$ 11,247,637 |

In 2003 the Park District adopted the transition provision of GASB No. 34 "Basic Financial Statements and Management's Discussion and Analysis-For State and Local Governments" related to the capitalization of infrastructure.

HAMILTON COUNTY PARK DISTRICT
Changes in Fund Balances, Governmental Funds
Last Eight Fiscal Years
(Modified Accrual Basis of Accounting)

| | 2003 | 2004 | 2005 | 2006 | 2007 | 2008 | 2009 | 2010 |
|--------------------------------------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|
| Revenues | | | | | | | | |
| Taxes | \$ 18,149,004 | \$ 18,322,723 | \$ 18,347,337 | \$ 18,834,055 | \$ 18,807,905 | \$ 18,590,832 | \$ 18,535,143 | \$ 18,307,584 |
| Motor Vehicle Permits | 795,486 | 799,977 | 1,232,689 | 1,225,716 | 1,230,350 | 1,245,837 | 1,288,022 | 1,326,696 |
| Charges for service | 4,418,386 | 4,612,621 | 5,500,917 | 5,059,473 | 4,676,799 | 4,720,586 | 4,778,941 | 2,080,109 |
| Fines and damage | 13,517 | 13,963 | 14,818 | 15,464 | 18,634 | 13,052 | 8,905 | 12,922 |
| Donations and grants | 810,153 | 1,381,760 | 2,240,947 | 1,068,070 | 1,558,537 | 455,664 | 1,734,633 | 2,955,390 |
| Investment income (loss) | 913,744 | 529,830 | 363,117 | 1,066,933 | 1,107,989 | (859,410) | 304,794 | 714,060 |
| Miscellaneous | 286,170 | 297,025 | 188,500 | 327,593 | 359,124 | 334,578 | 258,876 | 475,409 |
| Total Revenue | 25,386,460 | 25,957,899 | 27,888,325 | 27,597,304 | 27,759,338 | 24,501,139 | 26,909,314 | 25,872,170 |
| Expenditures | | | | | | | | |
| General government | 1,749,042 | 1,865,654 | 2,157,443 | 2,370,849 | 2,296,917 | 1,922,430 | 2,006,061 | 2,027,672 |
| Public safety | 3,676,543 | 3,261,046 | 3,945,893 | 3,622,085 | 3,764,086 | 3,825,670 | 3,779,973 | 3,828,015 |
| Operation and maintenance | 6,827,961 | 7,689,040 | 9,091,883 | 8,851,748 | 9,314,088 | 9,367,558 | 9,040,621 | 8,376,986 |
| Land management | 285,006 | 283,848 | 347,957 | 365,297 | 393,617 | 413,202 | 433,398 | 380,962 |
| Resource quality | 160,931 | 142,863 | 181,353 | 200,270 | 208,557 | 234,428 | 227,964 | 226,312 |
| Naturalist | 1,316,173 | 1,342,090 | 1,409,221 | 1,029,448 | 1,092,006 | 1,092,474 | 1,105,950 | 1,112,027 |
| Communication | 506,695 | 751,405 | 812,204 | 732,251 | 568,365 | 470,927 | 491,743 | 407,452 |
| Visitor service | 1,483,482 | 1,360,280 | 2,156,782 | 2,091,897 | 2,047,405 | 2,554,825 | 3,016,603 | 2,178,404 |
| Facilities | 1,539,206 | 1,478,216 | 1,720,158 | 1,818,411 | 1,219,049 | 1,023,310 | 1,050,291 | 1,159,916 |
| Capital outlay | 8,024,277 | 4,492,580 | 4,346,724 | 4,190,693 | 5,165,198 | 3,688,965 | 4,755,696 | 4,581,524 |
| Total Expenditures | 25,569,316 | 22,667,022 | 26,169,618 | 25,272,949 | 26,069,288 | 24,593,789 | 25,908,300 | 24,279,270 |
| Excess (deficiency) of revenue over expenditures | (182,856) | 3,290,877 | 1,718,707 | 2,324,355 | 1,690,050 | (92,650) | 1,001,014 | 1,592,900 |
| Other Financing Sources (Uses) | | | | | | | | |
| Transferred in | 7,181,157 | 7,126,296 | 4,126,000 | 5,250,520 | 5,580,919 | 3,933,907 | 5,007,030 | 3,501,481 |
| Transferred out | (7,181,157) | (7,126,296) | (4,126,000) | (5,250,520) | (5,580,919) | (3,933,907) | (5,007,030) | (3,501,481) |
| Total other financing sources (uses) | - | - | - | - | - | - | - | - |
| Net change in fund balances | \$ (182,856) | \$ 3,290,877 | \$ 1,718,707 | \$ 2,324,355 | \$ 1,690,050 | \$ (92,650) | \$ 1,001,014 | \$ 1,592,900 |

HAMILTON COUNTY PARK DISTRICT
Computation of Legal Debt Margin
December 31, 2010
(Amounts in Thousands)

- Tax valuation of all property subject to ad valorem taxation in the Hamilton County Park District as shown by the tax duplicate for the year 2010, the latest tax duplicate at the date hereof. \$ 19,895,750

- Aggregate permitted principal amount of bonds issued in anticipation of the collection of the voted tax levy of a Park district pursuant to Section 1545.21, O.R. C. (1 percent of tax valuation). \$ 199,967

- Total remaining principal of all outstanding bonds issued. None

- Available principal amount of bonds issued. \$ 199,967

The Park District's plan is to finance capital additions and the related future operating costs generally without using debt, but may use financing and leases as appropriate.

**Hamilton County Park District
Property Tax Levies and Collections
Real, Utility and Tangible Personal Property Taxes
Last Ten Years**

| <u>Tax Year/ Collection Year</u> | <u>Current Levy</u> | <u>Delinquent Levy</u> | <u>Total Levy</u> |
|--------------------------------------|---------------------|------------------------|-------------------|
| 2000/2001 | \$12,465,530 | \$872,394 | \$13,337,924 |
| 2001/2002 | 12,282,902 | 938,033 | 13,220,935 |
| 2002/2003 | 17,697,773 | 1,339,990 | 19,037,763 |
| 2003/2004 | 17,676,356 | 1,842,959 | 19,819,315 |
| 2004/2005 | 17,953,665 | 1,949,597 | 19,903,262 |
| 2005/2006 | 17,641,210 | 1,628,696 | 19,269,906 |
| 2006/2007 | 17,449,852 | 1,842,287 | 19,292,094 |
| 2007/2008 | 16,888,007 | 1,695,902 | 18,583,909 |
| 2008/2009 | 16,570,195 | 1,500,653 | 18,070,848 |
| 2009/2010 | 16,587,036 | 1,190,805 | 17,777,842 |

Source: Hamilton County Auditor's Office, Budget Commission

| <u>Current Collection</u> | <u>Current Levy Collected</u> | <u>Delinquent Collection</u> | <u>Total Collection</u> | <u>Total Collections As a Percent of Total Levy</u> |
|---------------------------|-------------------------------|------------------------------|-------------------------|-----------------------------------------------------|
| \$12,177,152 | 97.69% | \$478,634 | \$12,655,786 | 94.89% |
| 11,733,756 | 95.53 | 488,739 | 12,222,495 | 92.45% |
| 17,030,767 | 96.23 | 633,792 | 17,664,559 | 92.79% |
| 17,014,932 | 94.65 | 833,956 | 17,848,888 | 90.06% |
| 17,046,321 | 94.95 | 827,263 | 17,873,584 | 89.80% |
| 16,861,106 | 95.58 | 878,286 | 17,739,392 | 92.06% |
| 16,456,944 | 94.31 | 1,049,391 | 17,506,335 | 90.74% |
| 16,093,668 | 95.30 | 808,248 | 16,901,916 | 90.95% |
| 15,662,951 | 94.52 | 739,729 | 16,402,680 | 90.77% |
| 15,660,606 | 94.41 | 588,336 | 16,248,943 | 91.40% |

HAMILTON COUNTY PARK DISTRICT
Assessed and Estimated Actual Value
of Taxable Property
Last Ten Years
(Amounts in Thousands)

| <u>Tax Duplicate Year/ Collection Year</u> | <u>Real Property</u> | | <u>Personal Property</u> | |
|----------------------------------------------------|---------------------------|-----------------------------------|---------------------------|-----------------------------------|
| | <u>Assessed Value</u> | <u>Estimated Actual Value</u> | <u>Assessed Value</u> | <u>Estimated Actual Value</u> |
| 2001/2002 | \$14,489,393 | \$41,398,266 | \$2,054,198 | \$8,216,792 |
| 2002/2003 | 16,088,698 | 45,967,709 | 1,712,460 | 7,135,250 |
| 2003/2004 | 16,217,515 | 46,335,757 | 1,750,930 | 7,612,739 |
| 2004/2005 | 16,220,635 | 46,344,671 | 1,698,978 | 7,386,861 |
| 2005/2006 | 18,840,624 | 53,830,354 | 1,299,884 | 6,932,715 |
| 2006/2007 | 18,926,057 | 54,074,447 | 1,002,702 | 8,021,616 |
| 2007/2008 | 19,037,520 | 54,392,914 | 519,895 | 8,318,320 |
| 2008/2009 | 19,564,630 | 55,898,943 | 65,551 | - |
| 2009/2010 | 19,557,482 | 55,878,520 | 61,887 | - |
| 2010/2011 | 19,895,750 | 56,845,000 | 32,750 | - |

Source: Hamilton County Auditor's Office, Budget Commission, 2010 Tax Duplicate

Note: Property in Hamilton County is reassessed every six years. In Ohio, taxable assessed value is 35% of appraised market value. Estimated actual value is calculated by dividing assessed value by that percent. Tax rates are per \$1,000 of assessed valuation. According to Ohio law, tax exempt property is classified separately and is not included in residential, commercial or industrial properties until it is no longer exempt and its use is determined at a later date.

Excludes tax-exempt property.

Beginning in tax year 2006, values for telecommunication companies were reclassified from the Public Utility property class to the General Tangible Personal property class.

Beginning in tax year 2002, percentages for valuing estimated actual value of Tangible Personal properties vary by class and type.

| Public Utility | | Total | |
|-----------------------|-------------------------------|-----------------------|-------------------------------|
| <u>Assessed Value</u> | <u>Estimated Actual Value</u> | <u>Assessed Value</u> | <u>Estimated Actual Value</u> |
| \$ 718,507 | \$1,437,014 | \$17,262,098 | \$51,052,072 |
| 743,825 | 1,487,650 | 18,544,983 | 54,590,609 |
| 755,400 | 1,510,800 | 18,723,845 | 55,459,296 |
| 757,438 | 1,514,876 | 18,677,051 | 55,246,408 |
| 750,971 | 1,501,942 | 20,891,479 | 62,265,011 |
| 718,505 | 1,437,010 | 20,647,264 | 63,533,073 |
| 604,816 | 1,209,632 | 20,162,231 | 63,920,866 |
| 608,626 | 1,217,252 | 20,238,807 | 57,116,195 |
| 650,512 | 1,301,024 | 20,246,032 | 57,179,544 |
| 600,000 | 1,200,000 | 19,895,750 | 58,045,000 |

HAMILTON COUNTY PARK DISTRICT
Property Tax Rates
All Direct and Overlapping Governments
Last Ten Years
(Per \$1,000 of Assessed Valuation)

| | <u>2001</u> | <u>2002</u> | <u>2003</u> | <u>2004</u> | <u>2005</u> | <u>2006</u> | <u>2007</u> | <u>2008</u> | <u>2009</u> | <u>2010</u> |
|-------------------------------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
| <u>HAMILTON COUNTY</u> | | | | | | | | | | |
| GENERAL OPERATING | 2.26 | 2.26 | 2.26 | 2.26 | 2.26 | 2.26 | 2.26 | 2.26 | 2.26 | 2.26 |
| DEBT (Bond retirement) | 0.17 | 0.16 | 0.15 | 0.15 | 0.15 | 0.14 | 0.13 | 0.13 | 0.00 | 0.00 |
| DRAKE HOSPITAL | 1.59 | 1.59 | 1.59 | 1.59 | 0.84 | 0.84 | 0.84 | 0.84 | 0.34 | 0.34 |
| UNIVERSITY OF CINCINATI HOSPITAL | 4.73 | 5.39 | 5.39 | 5.39 | 5.39 | 5.32 | 4.49 | 4.49 | 4.49 | 4.49 |
| COUNTY POLICE INFORMATION CENTER | 0.83 | 0.83 | 0.83 | 0.54 | 0.54 | 0.54 | 0.54 | 0.54 | 0.54 | 0.54 |
| CARE AND TRAINING MENTALLY RETARDED | 3.53 | 3.53 | 3.53 | 3.53 | 3.62 | 3.62 | 3.62 | 3.62 | 4.13 | 4.13 |
| COMMUNITY MENTAL HEALTH | 2.47 | 2.47 | 2.74 | 2.74 | 2.74 | 2.74 | 2.74 | 2.99 | 2.99 | 2.99 |
| SUPPORT OF CHILDREN SERVICES | 1.87 | 2.77 | 2.77 | 2.72 | 2.73 | 2.56 | 2.77 | 2.77 | 2.77 | 2.77 |
| RECREATION/ ZOOLOGICAL PURPOSES | 0.42 | 0.42 | 0.42 | 0.40 | 0.40 | 0.40 | 0.40 | 0.40 | .46 | .46 |
| SENIOR SERVICES | 1.02 | 1.02 | 1.16 | 1.16 | 1.16 | 1.16 | 1.16 | 1.29 | 1.29 | 1.29 |
| MUSEUM CENTER | | | | | 0.20 | 0.20 | 0.20 | 0.20 | 0.18 | 0.18 |
| TOTAL | 18.89 | 20.44 | 20.89 | 20.48 | 20.03 | 19.78 | 19.15 | 19.53 | 19.45 | 19.45 |
| <u>TOWNSHIPS</u> | | | | | | | | | | |
| ANDERSON | 9.90 | 11.87 | 11.87 | 11.87 | 11.87 | 11.87 | 11.87 | 11.87 | 16.85 | 16.85 |
| ANDERSON TOWNSHIP PARK DISTRICT | 2.28 | 2.28 | 2.28 | 2.28 | 2.28 | 2.28 | 2.28 | 2.28 | 2.70 | 2.70 |
| COLERAIN | 15.18 | 15.18 | 16.18 | 16.18 | 16.18 | 16.18 | 16.18 | 17.33 | 17.33 | 17.33 |
| COLUMBIA | 17.96 | 17.96 | 17.96 | 21.26 | 21.26 | 21.26 | 14.76 | 14.76 | 18.76 | 14.76 |
| CROSBY | 9.24 | 9.24 | 9.24 | 9.24 | 9.24 | 9.24 | 9.24 | 10.24 | 10.24 | 10.24 |
| DELHI | 19.46 | 19.46 | 19.46 | 20.48 | 20.46 | 20.34 | 26.34 | 26.34 | 26.34 | 26.34 |
| DELHI TOWNSHIP PARK DISTRICT | 1.00 | 1.00 | 1.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| GREEN | 8.81 | 8.31 | 8.31 | 8.31 | 8.31 | 9.81 | 9.81 | 9.81 | 11.71 | 11.71 |
| HARRISON | 3.74 | 3.74 | 3.74 | 3.74 | 3.74 | 3.74 | 3.74 | 3.74 | 3.74 | 3.74 |
| MIAMI | 7.45 | 7.45 | 9.91 | 9.91 | 9.45 | 9.45 | 9.91 | 9.91 | 9.91 | 9.91 |
| SPRINGFIELD | 14.30 | 20.30 | 20.30 | 20.30 | 20.30 | 20.30 | 20.30 | 20.30 | 20.30 | 22.80 |
| SYCAMORE | 7.75 | 7.75 | 7.75 | 7.75 | 7.75 | 7.75 | 8.75 | 8.75 | 8.75 | 8.75 |
| SYMMES | 11.75 | 11.75 | 13.45 | 13.45 | 12.80 | 11.90 | 12.80 | 13.70 | 13.70 | 13.50 |
| WHITEWATER | 10.84 | 10.84 | 11.44 | 11.44 | 11.44 | 11.44 | 11.44 | 11.44 | 11.40 | 11.44 |
| <u>SCHOOLS</u> | | | | | | | | | | |
| CINCINNATI | 56.93 | 57.15 | 56.25 | 60.75 | 60.83 | 59.77 | 59.37 | 59.67 | 67.95 | 67.87 |
| DEER PARK | 70.00 | 70.00 | 70.00 | 70.00 | 70.00 | 78.63 | 78.63 | 78.63 | 78.63 | 78.63 |
| FINNEYTOWN | 72.39 | 80.34 | 80.34 | 79.98 | 87.72 | 87.03 | 86.69 | 86.67 | 86.92 | 86.96 |
| FOREST HILLS | 50.97 | 50.97 | 55.87 | 55.87 | 55.84 | 55.66 | 61.36 | 61.46 | 61.65 | 61.65 |
| INDIAN HILL | 47.10 | 47.10 | 47.10 | 46.70 | 46.54 | 46.52 | 45.42 | 45.42 | 46.32 | 45.82 |
| LOCKLAND | 55.95 | 37.69 | 37.09 | 52.59 | 52.69 | 52.69 | 52.09 | 51.59 | 51.59 | 50.79 |
| LOVELAND | 70.14 | 70.14 | 70.14 | 69.99 | 74.88 | 74.88 | 74.74 | 74.74 | 74.24 | 74.24 |
| MADEIRA | 80.22 | 80.14 | 79.47 | 79.47 | 86.34 | 86.67 | 94.77 | 94.77 | 95.39 | 94.02 |
| MARIEMONT | 85.15 | 85.67 | 85.42 | 90.85 | 90.78 | 90.57 | 90.37 | 97.87 | 97.87 | 97.72 |
| MILFORD | 59.10 | 63.20 | 63.20 | 69.10 | 69.10 | 69.10 | 69.10 | 69.10 | 74.60 | 74.60 |
| MT. HEALTHY | 61.66 | 61.71 | 61.83 | 66.51 | 68.45 | 68.41 | 68.30 | 74.24 | 75.03 | 74.95 |
| NORTH COLLEGE HILL | 57.47 | 57.47 | 57.47 | 57.47 | 57.47 | 61.37 | 61.37 | 65.36 | 66.05 | 65.97 |
| NORTHWEST | 49.80 | 49.80 | 49.64 | 49.84 | 49.64 | 49.64 | 49.50 | 53.39 | 53.56 | 53.57 |
| NORWOOD | 62.80 | 52.95 | 49.90 | 50.96 | 51.08 | 48.75 | 48.77 | 49.40 | 48.17 | 49.23 |
| OAK HILLS | 46.97 | 46.97 | 46.74 | 46.88 | 46.68 | 46.68 | 46.35 | 46.35 | 45.90 | 45.83 |
| PRINCETON | 46.19 | 46.19 | 45.79 | 49.03 | 49.03 | 49.03 | 49.03 | 49.03 | 48.99 | 48.99 |
| READING | 57.18 | 57.18 | 57.18 | 57.18 | 64.08 | 64.08 | 64.08 | 64.08 | 64.08 | 69.79 |
| ST. BERNARD | 43.25 | 43.86 | 43.07 | 44.24 | 44.63 | 40.73 | 46.93 | 49.17 | 53.20 | 52.87 |
| SOUTHWEST | 47.88 | 47.75 | 47.44 | 47.25 | 47.08 | 46.68 | 45.30 | 45.30 | 45.14 | 44.98 |
| SYCAMORE | 80.84 | 60.84 | 80.49 | 60.40 | 65.90 | 65.80 | 65.79 | 65.79 | 65.77 | 65.77 |
| THREE RIVERS | 39.95 | 39.95 | 39.95 | 39.95 | 39.95 | 44.90 | 44.90 | 44.90 | 44.90 | 44.90 |
| WINTON WOODS | 70.08 | 70.08 | 70.08 | 70.08 | 78.03 | 78.03 | 78.03 | 78.03 | 78.03 | 85.93 |
| WYOMING | 70.39 | 70.29 | 70.08 | 78.93 | 78.93 | 88.68 | 87.91 | 87.87 | 87.87 | 87.84 |
| GREAT OAKS JOINT VOCATIONAL | 2.70 | 2.70 | 2.70 | 2.70 | 2.70 | 2.70 | 2.70 | 2.70 | 2.70 | 2.70 |

**HAMILTON COUNTY PARK DISTRICT
PROPERTY TAX RATES (continued)
ALL DIRECT AND OVERLAPPING GOVERNMENTS
LAST TEN YEARS
(PER \$1,000 OF ASSESSED VALUATION)**

| | <u>2001</u> | <u>2002</u> | <u>2003</u> | <u>2004</u> | <u>2005</u> | <u>2006</u> | <u>2007</u> | <u>2008</u> | <u>2009</u> | <u>2010</u> |
|-------------------------------------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
| <u>CITIES & VILLAGES</u> | | | | | | | | | | |
| ADDYSTON | 5.59 | 5.59 | 5.59 | 5.59 | 7.59 | 7.59 | 7.59 | 7.59 | 7.59 | 7.59 |
| AMBERLEY | 7.00 | 7.00 | 7.00 | 7.00 | 7.00 | 7.00 | 7.00 | 7.00 | 7.00 | 7.00 |
| ARLINGTON HEIGHTS | 10.82 | 10.82 | 9.52 | 9.52 | 9.52 | 9.52 | 11.52 | 11.52 | 11.52 | 11.52 |
| BLUE ASH | 3.08 | 3.08 | 3.08 | 3.08 | 3.08 | 3.08 | 3.08 | 3.08 | 3.08 | 3.08 |
| CHEVIOT | 12.62 | 12.56 | 12.42 | 12.42 | 12.22 | 14.52 | 14.52 | 14.52 | 14.52 | 20.13 |
| CINCINNATI | 10.76 | 10.76 | 10.63 | 10.36 | 10.34 | 10.19 | 9.93 | 9.89 | 9.89 | 9.82 |
| CLEVES | 17.41 | 13.66 | 13.66 | 13.66 | 13.66 | 13.33 | 12.99 | 12.99 | 12.99 | 9.90 |
| DEER PARK | 3.55 | 3.55 | 3.55 | 3.55 | 3.55 | 3.55 | 3.55 | 10.45 | 10.45 | 10.45 |
| ELMWOOD PLACE | 17.78 | 17.78 | 17.78 | 17.78 | 7.78 | 17.78 | 17.78 | 17.78 | 17.78 | 17.78 |
| EVENDALE | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| FAIRFAX | 2.76 | 2.76 | 2.76 | 2.76 | 2.76 | 2.76 | 2.76 | 2.76 | 2.76 | 2.76 |
| FAIRFIELD | 5.94 | 5.94 | 5.94 | 5.94 | 5.94 | 5.94 | 5.94 | 5.94 | 5.94 | 5.94 |
| FOREST PARK | 8.01 | 12.76 | 12.76 | 12.76 | 12.76 | 12.76 | 12.76 | 12.76 | 12.76 | 12.76 |
| GLENDALE | 21.66 | 21.55 | 22.61 | 22.23 | 21.83 | 21.39 | 21.18 | 21.03 | 20.08 | 20.08 |
| GOLF MANOR | 25.32 | 24.52 | 24.52 | 24.52 | 24.52 | 30.52 | 38.52 | 38.52 | 38.52 | 38.52 |
| GREENHILLS | 25.99 | 25.93 | 27.98 | 27.33 | 28.72 | 28.63 | 28.23 | 28.23 | 27.88 | 27.83 |
| HARRISON | 13.00 | 13.00 | 13.00 | 13.00 | 13.00 | 13.00 | 13.00 | 13.00 | 13.00 | 14.50 |
| INDIAN HILL | 0.96 | 0.96 | 0.96 | 0.96 | 0.96 | 0.96 | 0.96 | 0.96 | 0.96 | 0.96 |
| LINCOLN HEIGHTS | 20.06 | 24.58 | 26.33 | 26.33 | 26.33 | 28.33 | 28.33 | 35.33 | 35.33 | 35.33 |
| LOCKLAND | 6.02 | 6.02 | 6.02 | 6.02 | 6.02 | 6.02 | 7.52 | 7.52 | 7.52 | 7.52 |
| LOVELAND | 10.00 | 12.00 | 12.00 | 12.00 | 11.00 | 12.00 | 10.35 | 10.35 | 10.35 | 10.35 |
| MADEIRA | 7.50 | 7.50 | 7.50 | 7.50 | 7.50 | 7.50 | 7.50 | 7.50 | 7.50 | 7.50 |
| MARIEMONT | 12.44 | 12.44 | 12.44 | 14.37 | 14.37 | 14.37 | 14.37 | 14.37 | 14.37 | 14.37 |
| MILFORD | 12.00 | 12.00 | 12.00 | 12.00 | 12.00 | 12.00 | 11.80 | 11.80 | 11.80 | 11.80 |
| MONTGOMERY | 10.75 | 10.05 | 10.05 | 10.05 | 10.05 | 10.05 | 10.05 | 10.05 | 10.05 | 10.05 |
| MT. HEALTHY | 8.11 | 8.11 | 8.11 | 8.11 | 11.11 | 11.11 | 11.11 | 11.11 | 11.11 | 11.11 |
| NEWTOWN | 6.67 | 6.87 | 10.37 | 10.37 | 7.87 | 5.87 | 2.37 | 2.37 | 2.37 | 2.37 |
| NORTH BEND | 10.09 | 10.09 | 10.09 | 10.09 | 10.09 | 10.09 | 10.09 | 10.09 | 10.09 | 10.09 |
| NORTH COLLEGE HILL | 7.98 | 7.98 | 7.98 | 7.98 | 7.98 | 7.98 | 7.98 | 7.98 | 7.98 | 7.98 |
| NORWOOD | 11.40 | 11.40 | 11.40 | 11.40 | 11.40 | 11.40 | 11.40 | 11.40 | 11.40 | 11.40 |
| READING | 3.52 | 3.52 | 3.52 | 3.52 | 3.52 | 3.52 | 3.52 | 3.52 | 3.52 | 3.52 |
| ST. BERNARD | 2.20 | 2.28 | 2.28 | 2.28 | 4.28 | 11.28 | 11.28 | 11.28 | 11.28 | 11.28 |
| SILVERTON | 8.15 | 8.15 | 8.15 | 8.15 | 8.15 | 8.15 | 8.15 | 8.15 | 8.15 | 8.15 |
| SPRINGDALE | 3.08 | 3.08 | 3.08 | 3.08 | 3.08 | 3.08 | 3.08 | 3.08 | 3.08 | 3.08 |
| TERRACE PARK | 14.86 | 14.86 | 14.86 | 14.86 | 19.84 | 19.78 | 12.36 | 12.23 | 12.09 | 8.59 |
| WOODLAWN | 5.08 | 5.08 | 5.08 | 5.08 | 5.08 | 5.08 | 5.08 | 5.08 | 5.08 | 5.08 |
| WYOMING | 10.00 | 10.00 | 10.00 | 10.00 | 10.00 | 10.00 | 10.00 | 10.00 | 10.00 | 10.00 |
| <u>SPECIAL DISTRICTS:</u> | | | | | | | | | | |
| Deer Park/Silverton Joint Ambulance | 6.50 | 6.50 | 6.50 | 6.50 | 6.50 | 6.50 | 6.40 | 6.40 | 6.40 | 6.40 |
| Eastern Joint Ambulance District | 2.20 | 3.00 | 3.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Western Joint Ambulance District | 1.25 | 1.25 | 2.50 | 2.50 | 2.50 | 2.50 | 9.75 | 9.75 | 9.75 | 12.05 |
| Fairfax/Madison Pl. Joint Fire and Rescue | 0.00 | 2.50 | 1.25 | 1.25 | 1.25 | 1.25 | 2.25 | 2.25 | 2.25 | 2.25 |
| Hamilton County Park District | 1.03 | 1.03 | 1.03 | 1.03 | 1.03 | 1.03 | 1.03 | 1.03 | 1.03 | 1.03 |

Source: Hamilton County Auditor's Office-Budget Commission-Tax Year Data

**HAMILTON COUNTY PARK DISTRICT
Demographic and Economic Statistics
Last Ten Years**

| Fiscal Year | Population | Personal Income | Per Capita Personal Income | Annual Average Unemployment Rate |
|-------------|------------|--------------------|-------------------------------|-------------------------------------|
| 2001 | 838,663 | \$29,136,541 | \$34,732 | 4.00% |
| 2002 | 830,036 | 30,010,701 | 36,156 | 5.50 |
| 2003 | 822,318 | 30,636,366 | 37,256 | 5.60 |
| 2004 | 813,639 | 32,111,846 | 39,467 | 5.70 |
| 2005 | 806,652 | 32,111,846 | 36,809 | 5.70 |
| 2006 | 822,596 | 32,465,396 | 39,467 | 5.70 |
| 2007 | 842,369 | 33,087,000 | 39,278 | 5.50 |
| 2008 | 853,508 | 37,484,285 | 43,918 | 6.00 |
| 2009 | 855,062 | N/A | N/A | 8.90 |
| 2010 | N/A | N/A | N/A | 9.80 |

Source: US Census Bureau, Bureau of Economic Affairs, Ohio Jobs and Family Services

Population data is not available for 2010. Personal income and per capita personal income are not available for 2009 and 2010.

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HAMILTON COUNTY PARK DISTRICT

Principle Tax Payers

December 31, 2010

(Amounts in Thousands)

| <u>Name of Taxpayer</u> | <u>Nature of Business</u> | <u>Taxable Assessed Valuation</u> | <u>Percent of Total Assessed Valuation</u> |
|----------------------------|------------------------------|-------------------------------------------|------------------------------------------------|
| Duke Energy Ohio | Utility | \$662,794 | 3.32% |
| City of Cincinnati | Municipality | 151,291 | 0.76% |
| Procter & Gamble | Consumer Goods Manufacturing | 84,343 | 0.42% |
| Duke Realty Ohio | Real Estate Management | 58,716 | 0.29% |
| Cincinnati Trophy LLC | Retail | 29,827 | 0.15% |
| Carew Realty Inc | Real Estate Management | 29,264 | 0.15% |
| Northgate Partners LLC | Retail | 27,301 | 0.14% |
| Dayton Power & Light Co. | Utility | 25,571 | 0.13% |
| Columbia Development Corp. | Land Developer | 24,240 | 0.12% |
| OTR | Real Estate Management | 24,150 | 0.12% |
| | | \$ 1,117,497 | 5.60% |

Based on the 2009 tax year (latest data available)

HAMILTON COUNTY PARK DISTRICT
Principal Employers
Last Two Years

| Employer | /--Rank--/ | | /-Full Time Employees-/ | |
|-----------------------------------------------|-------------------|-------------|--------------------------------|-------------|
| | 2009 | 2010 | 2009 | 2010 |
| Kroger Co. | 1 | 1 | 17,000 | 17,000 |
| University of Cincinnati | 2 | 2 | 15,340 | 15,162 |
| Procter & Gamble Co. | 3 | 3 | 13,000 | 14,000 |
| Cincinnati Children's Hospital Medical Center | 4 | 4 | 11,385 | 12,057 |
| Trihealth Inc. | 6 | 5 | 9,875 | 9,898 |
| Mercy Health Partners | 9 | 6 | 7,316 | 8,550 |
| Archdiocese of Cincinnati | 7 | 7 | 8,000 | 8,000 |
| GE Aviation | 11 | 8 | 7,198 | 7,300 |
| Wal-Mart Stores | 8 | 9 | 7,375 | 6,932 |
| St. Elizabeth Healthcare | 12 | 10 | 6,538 | 6,839 |

2009 & 2010 Source Data: Business Courier 2011 Book of Lists. Pg. 108

Information from years prior to 2009 is not available. Total employment figures are not available for years 2009 and 2010.

HAMILTON COUNTY PARK DISTRICT
Operating Indicators by Department
For Years Indicated

| | <u>2003</u> | <u>2004</u> | <u>2005</u> | <u>2006</u> | <u>2007</u> | <u>2008</u> | <u>2009</u> | <u>2010</u> |
|-----------------------------------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
| Administration | | | | | | | | |
| Full time employees | 176 | 182 | 178 | 184 | 183 | 188 | 185 | 186 |
| Part time employees | 88 | 92 | 102 | 88 | 95 | 94 | 98 | 92 |
| Seasonal employees | 1,097 | 1,063 | 1,028 | 1,012 | 1,048 | 1,020 | 953 | 842 |
| Employee injuries | 70 | 56 | 60 | 56 | 53 | 50 | 52 | 55 |
| Days missed work time (due to injuries) | 300 | 60 | 263 | 125 | 103 | 198 | 458 | 519 |
| Active unemployment claims | 27 | 10 | 12 | 16 | 15 | 20 | 29 | 30 |
| Payroll checks processed | 21,414 | 21,500 | 21,809 | 21,494 | 21,656 | 22,223 | 21,965 | 21,629 |
| Peak season payroll checks | 1,102 | 1,092 | 1,122 | 1,086 | 1,098 | 1,118 | 1,113 | 1,119 |
| Purchase orders issued | 4,864 | 4,570 | 6,015 | 3,864 | 4,544 | 4,423 | 4,476 | 3,432 |
| Vendor invoices processed | 33,083 | 33,870 | 34,303 | 34,817 | 31,154 | 29,402 | 25,226 | 23,953 |
| Vendor checks issued | 8,810 | 9,025 | 8,840 | 8,008 | 7,107 | 7,010 | 6,936 | 6,356 |

Information prior to 2003 in not available.

**Hamilton County Park District
Operating Indicators by Department
For Years Indicated**

| | <u>2003</u> | <u>2004</u> | <u>2005</u> | <u>2006</u> | <u>2007</u> | <u>2008</u> | <u>2009</u> | <u>2010</u> |
|------------------------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
| Safety Department | | | | | | | | |
| Response | | | | | | | | |
| Burglar Alarm | 512 | 540 | 686 | 465 | 608 | 493 | 388 | 348 |
| Fire Alarm | 24 | 12 | 23 | 16 | 27 | 15 | 11 | 17 |
| Animal Complaints | 224 | 202 | 190 | 176 | 158 | 91 | 123 | 109 |
| Offenses | | | | | | | | |
| Theft | 70 | 53 | 70 | 64 | 48 | 34 | 49 | 50 |
| Drug | 26 | 22 | 39 | 29 | 9 | 6 | 7 | 5 |
| Property Damage | 37 | 37 | 39 | 24 | 13 | 16 | 27 | 22 |
| Crimes against persons | 11 | 14 | 10 | 17 | 11 | 20 | 9 | 16 |
| Other | 131 | 78 | 75 | 82 | 59 | 52 | 44 | 46 |
| Motor vehicle permits | | | | | | | | |
| Annual | 228,699 | 222,028 | 208,892 | 206,542 | 207,136 | 191,955 | 219,571 | 206,946 |
| Other | 111,456 | 113,449 | 120,873 | 96,730 | 97,938 | 82,452 | 111,467 | 83,880 |
| Naturalist | | | | | | | | |
| Programs presented | 2,688 | 2,746 | 2,749 | 2,749 | 3,232 | 2,975 | 2,984 | 2,834 |
| Program attendance | 84,820 | 86,733 | 89,418 | 93,888 | 108,716 | 94,993 | 103,086 | 101,224 |
| Visitor Center attendance | 175,165 | 181,323 | 169,752 | 176,056 | 169,202 | 164,550 | 167,857 | 158,333 |
| Communication | | | | | | | | |
| Press releases | 150 | 180 | 190 | 186 | 180 | 193 | 195 | 200 |
| Website viewing occasion | 434,025 | 601,972 | 1,068,666 | 1,503,924 | 1,850,000 | 1,472,740 | 1,648,660 | 1,838,816 |

In 2005, the Park District raised motor vehicle permit fees.

HAMILTON COUNTY PARK DISTRICT
Operating Indicators by Department
Last Ten Years

| | <u>2001</u> | <u>2002</u> | <u>2003</u> | <u>2004</u> |
|----------------------------|-------------|-------------|-------------|-------------|
| In Reach | | | | |
| Programs | 184 | 212 | 230 | 262 |
| Participants | 8,440 | 10,352 | 9,504 | 9,808 |
| Golf Management | | | | |
| Rounds of golf | 375,337 | 314,032 | 298,859 | 293,193 |
| Fishing and Boating | | | | |
| Pounds of fish stocked | 36,000 | 36,000 | 24,000 | 26,250 |
| Boat rentals | 45,811 | 36,291 | 32,418 | 31,582 |
| Riding Center | | | | |
| Riding lessons | 10,509 | 10,095 | 8,256 | 8,892 |
| Land Acquisition | | | | |
| Acres acquired | 413 | 307 | 361 | 197 |
| Others | | | | |
| Reservations picnic areas | 2,793 | 2,493 | 2,538 | 2,434 |
| Volunteer hours | 65,246 | 60,409 | 70,132 | 72,737 |
| Special events | 29 | 38 | 31 | 31 |

| <u>2005</u> | <u>2006</u> | <u>2007</u> | <u>2008</u> | <u>2009</u> | <u>2010</u> | |
|-------------|-------------|-------------|-------------|-------------|-------------|----------------------------|
| | | | | | | In Reach |
| 294 | 315 | 306 | 287 | 317 | 398 | Programs |
| 11,790 | 11,896 | 10,156 | 9,517 | 12,065 | 15,277 | Participants |
| | | | | | | Golf Management |
| 277,661 | 247,901 | 249,899 | 247,054 | 243,995 | 224,650 | Rounds of golf |
| | | | | | | Fishing and Boating |
| 23,750 | 23,850 | 25,450 | 23,250 | 21,900 | 21,850 | Pounds of fish stocked |
| 30,566 | 28,423 | 29,193 | 27,939 | 26,389 | 24,562 | Boat rentals |
| | | | | | | Riding Center |
| 9,481 | 10,056 | 10,709 | 10,618 | 9,026 | 10,210 | Riding lessons |
| | | | | | | Land Acquisition |
| 512 | 153 | 260 | 15 | 202 | 281 | Acres acquired |
| | | | | | | Others |
| 2,579 | 2,550 | 2,282 | 2,346 | 2,361 | 2,309 | Reservations picnic areas |
| 78,851 | 80,250 | 82,363 | 70,893 | 59,497 | 65,095 | Volunteer hours |
| 50 | 17 | 21 | 30 | 34 | 30 | Special events |

HAMILTON COUNTY PARK DISTRICT
Schedule of Insurance Coverage
December 31, 2010

| Coverage | Carrier | Policy Number |
|----------------------------------------|-----------------------------------|---------------|
| General Liability | Ohio Plan | OH 1694179 |
| Automobile Liability / Physical Damage | Ohio Plan | OH 1694179 |
| Employee Dishonesty | Ohio Plan | OH 1694179 |
| Building and Contents | Ohio Plan | OH 1694179 |
| Inland Marine | Ohio Plan | OH 1694179 |
| Law Enforcement Liability | Ohio Plan | OH 1694179 |
| Crime | Ohio Plan | OH 1694179 |
| Public Officials Liability | Ohio Plan | OH 1694179 |
| Boiler | Ohio Plan | OH 1694179 |
| EDP | Ohio Plan | OH 1694179 |
| Terrorism/Bond | Ohio Plan | OH 1694179 |
| Flood | FEMA | 4000012943 |
| Liquor Liability | Mt. Vernon Fire Insurance Company | CL 2558606 |

| Expiration Date | Limits Aggregate | Deductible | Annual Premium |
|-----------------------------|-------------------------|-------------------|-----------------------|
| 8/31/2011 | \$ 12,000,000 | \$ - | \$ 63,669 |
| 8/31/2011 | 10,000,000 | 1,000 / 2,500 | 48,529 |
| 8/31/2011 | 25,000 | - | - |
| 8/31/2011 | 50,140,453 | 10,000 | 19,210 |
| 8/31/2011 | 8,379,324 | 5,000 | 19,285 |
| 8/31/2011 | 12,000,000 | 10,000 | 24,822 |
| 8/31/2011 | 25,000 | - | 215 |
| 8/31/2011 | 12,000,000 | 10,000 | 16,461 |
| 8/31/2011 | 50,140,453 | 10,000 | - |
| 8/31/2011 | 500,000 | 1,000 | - |
| 8/31/2011 | Per Policy | - | 3,690 |
| 9/10/2011 | 264,300 | 1,000 | 2,997 |
| 8/31/2011 | 1,000,000 | - | 9,185 |
| Annual Premium Total | | | \$208,063 |

HAMILTON COUNTY PARK DISTRICT
Park Facilities and Recreational Activities
December 31, 2010

| Recreational Activities | Armleder Park | Campbell Lakes | Fernbank Park | Embshoff Woods | Farbach-Werner | Francis RecreAcres | Glenwood Gardens | Lake Isabella | Little Miami Golf Ctr. | Miami Whitewater | Mitchell Memorial | Sharon Woods | Shawnee Lookout | Triple Creek | Winton Woods | Withrow | Woodland Mound |
|-------------------------|---------------|----------------|---------------|----------------|----------------|--------------------|------------------|---------------|------------------------|------------------|-------------------|--------------|-----------------|--------------|--------------|---------|----------------|
| Amphitheater-Outdoor | | | | | X | | | | X | | | | | X | | | X |
| Athletic Fields | X | | | X | | X | | | X | | X | | | X | X | | X |
| Banquet Center | | | | | | | | | | | X | | | | X | | X |
| Paved Trails | X | | X | | | X | | X | X | X | X | | | | X | | X |
| Boating - Canoes | | X | | | | | | | X | X | X | | | | X | | X |
| Boating - Kayaks | | X | | | | | | | X | X | X | | | | | | X |
| Boating - Lake Cruises | | | | | | | | | | | X | | | | X | | |
| Boating - Pedal Boats | | | | | | | | | X | X | X | | | | X | | |
| Boating - Row Boats | | X | | | | | X | | X | X | X | | | | X | | |
| Campgrounds | | | | | | | | | X | | | | | | X | | X |
| Cross Country Skiing | X | | X | X | X | X | | X | X | X | X | X | X | X | X | X | X |
| Fishing | | X | X | | | | | X | X | X | X | X | X | X | X | | X |
| Food - Snack Bars | | | | | | X | | | X | X | | X | X | X | X | | X |
| Frisbee Golf Courses | | | | X | | | | | X | | | | | | X | | X |
| Gift/Bookstores | | | | | X | | X | | X | | X | | | | X | | X |
| Golf - Courses | | | | | | | | | X | X | | X | X | | X | | X |
| Golf - Driving Ranges | | | | | | | | | X | X | | | | | X | | |
| Golf - Miniature Golf | | | | | | | | | X | | | | | | | | |
| Hiking Trails | X | | X | X | X | | X | | X | X | X | X | X | | X | X | X |
| Horseback Riding Trails | | | | | | | | | | X | | | | | X | | |
| Ice Skating | | | | | | | | | | X | X | | | X | X | | X |
| Lawn Bowling | | | | | | | | | X | | | | | | | | |
| Naturalist Offices | | | | | X | | X | | | X | X | | | | X | | X |
| Parcours Fitness Trails | | | | X | | | | | | X | X | | | X | X | | X |
| Picnic Areas | X | | X | X | | | | X | X | X | X | X | X | | X | | X |
| Playgrounds | X | | X | X | | X | | X | | X | X | X | X | X | X | | X |
| Reservable Lodges | | | X | | | | | X | | | X | | | | | X | |
| Reservable Shelters | | | X | X | | | | X | | X | | X | X | | X | | X |
| Riding Center/Lessons | | | | | | | | | | | | | | | X | | |
| Scenic Overlooks | X | | X | | | | | X | | X | X | X | X | | X | X | X |
| Sledding | | | | | | | | | | X | | X | | | X | | |
| Visitor Center | | | | | | | X | | | X | | X | | | X | | X |
| Wet Playground | | | | | | | | | | X | | X | | | X | | X |

Hamilton County Park District

10245 Winton Road
Cincinnati, OH 45231
(513) 521-7275 - GreatParks.org

Board of Park Commissioners

Robert A. Goering
Nancy R. Hamant
John T. Reis

Jack Sutton, Executive Director

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


Board of Park Commissioners
Hamilton County Park District
Cincinnati, Ohio

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Hamilton County Park District as of and for the year ended December 31, 2010, which collectively comprise its basic financial statements and have issued our report thereon dated June 7, 2011. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control over Financial Reporting

In planning and performing our audit, we considered the Organization's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Organization's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of Hamilton County Park District's internal control over financial reporting.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or combination of deficiencies, in internal controls such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or corrected on a timely basis.



Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

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

We noted certain matters that we reported to management of Hamilton County Park District, in a separate letter dated June 7, 2011.

This report is intended solely for the information and use of the governing body and management of Hamilton County Park District and is not intended to be and should not be used by anyone other than these specified parties.



BURKE & SCHINDLER, P.L.L.
Cincinnati, Ohio
June 7, 2011

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Dave Yost • Auditor of State

HAMILTON COUNTY PARK DISTRICT

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
JANUARY 10, 2012**