

**Village of Roseville
Muskingum County
Regular Audit
For the Years Ended December 31, 2008 and 2007**

Perry and Associates
Certified Public Accountants, A.C.



Mary Taylor, CPA
Auditor of State

Village Council
Village of Roseville
107 North Main Street
Roseville, Ohio 43777

We have reviewed the *Independent Accountants' Report* of the Village of Roseville, Muskingum County, prepared by Perry & Associates, Certified Public Accountants, A.C., for the audit period January 1, 2007 through December 31, 2008. 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 Village of Roseville is responsible for compliance with these laws and regulations.

Mary Taylor

Mary Taylor, CPA
Auditor of State

July 1, 2009

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**Village of Roseville
Muskingum County**

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Muskingum County**

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Perry & Associates

Certified Public Accountants, A.C.

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INDEPENDENT ACCOUNTANTS' REPORT

June 5, 2009

Village of Roseville
Muskingum County
107 North Main Street
Roseville, Ohio 43777

To the Village Council:

We have audited the accompanying financial statements of the governmental and business-type activities, each major fund and the aggregate remaining fund information of the **Village of Roseville, Muskingum County, Ohio** (the Village) as of and for the years ended December 31, 2008 and 2007, which collectively comprise the Village's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Village's management. Our responsibility is to express an opinion 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 the Comptroller General of the United States' *Government Auditing Standards*. Those standards require that we plan and perform the audit to reasonably assure 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 our audit provides a reasonable basis for our opinions.

As described more fully in Note 2, the Village has prepared these financial statements using the cash accounting basis. These practices differ from accounting principles generally accepted in the United States of America (GAAP).

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective cash financial position of the governmental and business-type activities, each major fund and the aggregate remaining fund information of the Village as of December 31, 2008 and 2007, and the respective changes in the cash financial position, cash flows and the respective budgetary comparison for the General Fund, Street Construction, Maintenance and Repair Fund, Income Tax Fund, Squad Operation and Maintenance Fund, and Clean Ohio Assistance Fund thereof for the years ended in conformity with the basis of accounting Note 2 describes.

In accordance with *Government Auditing Standards*, we have also issued our report dated June 5, 2009, on our consideration of the Village'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. While we did not opine on the internal control over financial reporting or on compliance, that report describes the scope of our testing of internal control over financial reporting and compliance, and the results of that testing. That report is an integral part of an audit performed in accordance with *Government Auditing Standards*. You should read it in conjunction with this report in assessing the results of our audit.

Management's Discussion and Analysis is not a required part of the basic financial statements but is supplementary information the Government Accounting Standards Board requires. We have applied certain limited procedures, consisting principally of inquiries of management regarding methods of measuring and presenting the required supplementary information. However, we did not audit the information and express no opinion on it.

Respectfully Submitted,

A handwritten signature in black ink that reads "Perry & Associates CPAs A.C." in a cursive script.

Perry and Associates
Certified Public Accountants, A.C.

Village of Roseville
Muskingum County
Management's Discussion and Analysis
For the Years Ended December 31, 2008 and 2007
Unaudited

This discussion and analysis of the Village of Roseville, Muskingum County, Ohio (the Village) financial performance provides an overall review of the Village's financial activities for the years ended December 31, 2008 and December 31, 2007 within the limitations of the Village's cash basis accounting. Readers should also review the basic financial statements and notes to enhance their understanding of the Village's financial performance.

Highlights

Key highlights for 2008 are as follows:

- Net assets of governmental activities increased \$48,548, or 10.9%. All funds saw increases with the exception of the Income Tax Fund that had a slight negative fund change. The Village's property and other local taxes and income tax receipts increased. These increases were slightly offset by decreases in intergovernmental receipts and charges for services. The increase in net assets can also be attributed to decreased expenditures in the areas of general government, security of persons and property and leisure time activities.
- Net assets of business-type activities increased \$64,883 or 13.2%. The Water Operating Fund had a gain of \$50,518 for 2008. This is due to several water rate increases in 2008. The rate increases occurred in anticipation of increased operation and maintenance and upcoming dept service for a water well project in 2009. Assistance with rate increases came from Rural Community Assistance Program (RCAP) in early 2008. The Sanitary Sewer Operating Fund had a loss of \$1,801 for 2008. The rates for this fund are mandated and calculated by the Ohio EPA. The rate calculations were completed later in the year due to a change in personnel. The rates will balance out in 2009. The Village operates and maintains a Regional Sewer plant that includes the Village of Crooksville. The Regional Sewer Operating Fund receives monies from both Crooksville and Roseville to pay for the Regional Operations and Maintenance. This business-type fund increased due primarily to reduced expenditures from 2007. The Equipment Replacement Operation Fund receives monies from both the Village of Crooksville and Roseville to replace equipment. In 2008 expenditures exceeded receipts due mainly to a sewer farce main break in the amount of \$10,023. The remaining funds had minimal increases or decreases for 2008.

Using the Basic Financial Statements

This annual report is presented in a format consistent with the presentation requirements of Governmental Accounting Standards Board Statement No. 34, as applicable to the Village's cash basis of accounting.

Report Components

The statement of net assets and the statement of activities provide information about the cash activities of the Village as a whole.

Fund financial statements provide a greater level of detail. Funds are created and maintained on the financial records of the Village as a way to segregate money whose use is restricted to a particular specified purpose. These statements present financial information by fund, presenting funds with the largest balances or most activity in separate columns.

The notes to the financial statements are an integral part of the government-wide and fund financial statements and provide expanded explanation and detail regarding the information reported in the statements.

Village of Roseville
Muskingum County
Management's Discussion and Analysis
For the Years Ended December 31, 2008 and 2007
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Using the Basic Financial Statements (Continued)

Basis of Accounting

The basis of accounting is a set of guidelines that determine when financial events are recorded. The Village has elected to present its financial statements on a cash basis of accounting. This basis of accounting is a basis of accounting other than generally accepted accounting principles. Under the Village's cash basis of accounting, receipts and disbursements are recorded when cash is received or paid.

As a result of using the cash basis of accounting, certain assets and their related revenues (such as accounts receivable) and certain liabilities and their related expenses (such as accounts payable) are not recorded in the financial statements. Therefore, when reviewing the financial information and discussion within this report, the reader must keep in mind the limitations resulting from the use of the cash basis of accounting.

Reporting the Village as a Whole

The statement of net assets and the statement of activities reflect how the Village did financially during 2008 and 2007, within the limitations of cash basis accounting. The statement of net assets presents the cash balances and investments of the Governmental and business-type activities of the Village at year end. The statement of activities compares cash disbursements with program receipts for each Governmental program and business-type activity. Program receipts include charges paid by the recipient of the program's goods or services and grants and contributions restricted to meeting the operational or capital requirements of a particular program. General receipts are all receipts not classified as program receipts. The comparison of cash disbursements with program receipts identifies how each governmental function or business-type activity draws from the Village's general receipts.

These statements report the Village's cash position and the changes in cash position. Keeping in mind the limitations of the cash basis of accounting, you can think of these changes as one way to measure the Village's financial health. Over time, increases or decreases in the Village's cash position is one indicator of whether the Village's financial health is improving or deteriorating. When evaluating the Village's financial condition, you should also consider other nonfinancial factors as well such as the Village's property tax base, the condition of the Village's capital assets and infrastructure, the extent of the Village's debt obligations, the reliance on non-local financial resources for operations and the need for continued growth in the major local revenue sources such as property and income taxes.

In the statement of net assets and the statement of activities, we divide the Village into two types of activities:

Governmental activities. Most of the Village's basic services are reported here, including police, fire, streets and parks. State and federal grants, levies, tax income, and property taxes finance most of these activities. Benefits provided through Governmental activities are not necessarily paid for by the people receiving them.

Business-type activities. Water and sewer services have charges based on the amounts of usage. The Village charges fees to recoup the cost of the entire operation of the water and sewer treatment plants, as well as all capital expenses associated with these facilities and equipment.

Village of Roseville
Muskingum County
Management's Discussion and Analysis
For the Years Ended December 31, 2008 and 2007
Unaudited

Reporting the Village's Most Significant Funds

Fund financial statements provide detailed information about the Village's major funds – not the Village as a whole. The Village establishes separate funds to better manage its many activities and to help demonstrate that money that is restricted as to how it may be used is being spent for the intended purpose. The funds of the Village are split into three categories: governmental, proprietary and fiduciary.

Governmental Funds - Most of the Village's activities are reported in governmental funds. The governmental fund financial statements provide a detailed view of the Village's governmental operations and the basic services it provides. Governmental fund information helps determine whether there are more or less financial resources that can be spent to finance the Village's programs. The Village's significant governmental funds are presented on the financial statements in separate columns. The information for non-major funds (funds whose activity or balances are not large enough to warrant separate reporting) is combined and presented in total in a single column. The Village's major governmental funds are the General Fund, the Street Construction, Maintenance and Repair Fund, the Income Tax Fund, the Squad Operation and Maintenance Fund and the Clean Ohio Assistance Fund. The programs reported in governmental funds are closely related to those reported in the governmental activities section of the entity-wide statements. We describe this relationship in reconciliations presented with the governmental fund financial statements, if necessary.

Proprietary Funds – When the Village charges customers for the services it provides, these services are generally reported in proprietary funds. When the services are provided to the general public, the activity is reported as an enterprise fund. The Village has several enterprise funds; the major funds include Water Operation Fund, Sanitary Sewer Operating Fund, Regional Sewer Operating Fund, Equipment Replacement Fund, OWDA Debt Service Fund, the USDA Rural Development Bond Retirement Fund and the USDA Rural Development Bond Reserve Fund.

Fiduciary Funds - Fiduciary funds are used to account for resources held for the benefit of parties outside the Village. Fiduciary funds are not reflected on the government-wide financial statements because the resources of these funds are not available to support the Village's programs. The one fiduciary fund is the Mayor's Court Fund.

The Village as a Whole

Table 1 provides a summary of the Village's net assets for 2008 compared to 2007 on a cash basis:

(Table 1)

Net Assets

	Governmental Activities		Business-Type Activities		Total	
	2008	2007	2008	2007	2008	2007
Assets						
Cash and Cash Equivalents	\$ 492,840	\$ 444,292	\$ 554,842	\$ 489,959	\$ 1,047,682	\$ 934,251
Total Assets	<u>492,840</u>	<u>444,292</u>	<u>554,842</u>	<u>489,959</u>	<u>1,047,682</u>	<u>934,251</u>
Net Assets						
Restricted for:					-	-
Debt Service	2,196	2,196	185,520	186,462	187,716	188,658
Other Purposes	460,991	413,035	-	-	460,991	413,035
Unrestricted	<u>29,653</u>	<u>29,061</u>	<u>369,322</u>	<u>303,497</u>	<u>398,975</u>	<u>332,558</u>
Total Net Assets	<u>\$ 492,840</u>	<u>\$ 444,292</u>	<u>\$ 554,842</u>	<u>\$ 489,959</u>	<u>\$ 1,047,682</u>	<u>\$ 934,251</u>

Village of Roseville
Muskingum County
Management's Discussion and Analysis
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The Village as a Whole (Continued)

As mentioned previously, net assets of governmental activities increased \$48,548 or 10.9% and net assets of business-type activities increased \$64,883 or 13.2% during 2008. There is not one single primary reason contributing to the increases in cash balances.

Table 2 reflects the changes in net assets in 2008 and 2007.

(Table 2)

Changes in Net Assets

	Governmental Activities		Business-Type Activities		Total	
	2008	2007	2008	2007	2008	2007
Receipts:						
Program Receipts:						
Charges for Services and Sales	\$ 127,440	\$ 152,351	\$ 650,819	\$ 647,921	\$ 778,259	\$ 800,272
Operating Grants and Contributions	84,054	84,293	-	-	84,054	84,293
Total Program Receipts	211,494	236,644	650,819	647,921	862,313	884,565
General Receipts:						
Property Taxes	104,141	92,420	-	-	104,141	92,420
Municipal Income Tax	132,401	121,478	-	-	132,401	121,478
Grants and Entitlements Not Restricted to Specific Programs	106,461	175,181	-	-	106,461	175,181
Fines, Licenses and Permits	7,057	6,872	-	-	7,057	6,872
Interest	10,581	11,055	-	-	10,581	11,055
Note Proceeds	4,520	-	-	-	4,520	-
Miscellaneous	7,720	10,762	27,213	27,729	34,933	38,491
Total General Receipts	372,881	417,768	27,213	27,729	400,094	445,497
Total Receipts	584,375	654,412	678,032	675,650	1,262,407	1,330,062
Disbursements:						
General Government	191,651	253,607	-	-	191,651	253,607
Security of Persons and Property	209,348	218,417	-	-	209,348	218,417
Public Health Services	30,364	31,023	-	-	30,364	31,023
Leisure Time Activities	19,265	36,398	-	-	19,265	36,398
Transportation	67,918	49,149	-	-	67,918	49,149
Capital Outlay	4,520	172,350	-	-	4,520	172,350
Principal Retirement	11,082	13,732	80,324	77,557	91,406	91,289
Interest and Fiscal Charges	1,435	1,324	98,842	102,695	100,277	104,019
Other	244	1,453	-	-	244	1,453
Water Operating	-	-	247,695	275,756	247,695	275,756
Sewer Operating	-	-	186,288	198,956	186,288	198,956
Total Disbursements	535,827	777,453	613,149	654,964	1,148,976	1,432,417
Increase (Decrease) In Net Assets	48,548	(123,041)	64,883	20,686	113,431	(102,355)
Net Assets, January 1,	444,292	567,333	489,959	469,273	934,251	1,036,606
Net Assets, December 31,	\$ 492,840	\$ 444,292	\$ 554,842	\$ 489,959	\$ 1,047,682	\$ 934,251

Village of Roseville
Muskingum County
Management's Discussion and Analysis
For the Years Ended December 31, 2008 and 2007
Unaudited

Governmental Activities

Program receipts represent 36% of total receipts for 2008 and 2007 and are primarily comprised of restricted intergovernmental receipts such as Fire Contracts for fire and emergency medical services to nearby townships, EMS revenue, motor vehicle license and gas tax money, and the sale of grave lots and the opening/closing fees. General receipts represent 64% of the Village's total receipts for 2008 and 2007, and of this amount, over 50 percent are local taxes, property taxes, and other taxes. State and federal grants and entitlements make up the majority of the remaining general receipts. Other receipts are very insignificant and somewhat unpredictable revenue sources. Disbursements for General Government represent the overhead costs of running the Village and the support services provided for the other Village activities. These include the costs of council, the auditor, fiscal officer, as well as internal services such as payroll and purchasing. Security of Persons and Property are the costs of police and fire protection; Public Health Services is the Cemetery Department; Leisure Time Activities are the costs of maintaining the parks and pool; and Transportation is the cost of maintaining the roads.

Business-Type Activities

The Business-Type activities of the Village, which include water and sewer operations, increased in net assets. During 2008 and 2007, program receipts exceeded program disbursements for business-type activities.

If you look at the Statement of Activities, you will see the first column lists the major services provided by the Village. The next column identifies the costs of providing these services. The next three columns of the Statement entitles Program Receipts identify amounts paid by people who are directly charged for the service and grants received by the Village that must be used to provide a specific service. The net Receipts (Disbursement) column compares the program receipts to the cost of the service. The "net cost" amount represents the cost of the service which ends up being paid from money provided by local taxpayers. These net costs are paid from the general receipts which are presented at the bottom of the Statement. A comparison between the total cost of services and the net cost is presented in Table 3.

(Table 3)
Governmental Activities

	Total Cost Of Services 2008	Net Cost of Services 2008	Total Cost Of Services 2007	Net Cost of Services 2007
General Government	\$ 191,651	\$ (178,974)	\$ 253,607	\$ (239,252)
Security of Persons and Property	209,348	(115,816)	218,417	(99,812)
Public Health Services	30,364	(29,664)	31,023	(29,948)
Leisure Time Activities	19,265	(6,545)	36,398	(11,810)
Community Environment	-	30	-	164
Basic Utility Services	-	575	-	450
Transportation	67,918	23,342	49,149	28,258
Capital Outlay	4,520	(4,520)	172,350	(172,350)
Principal Retirement	11,082	(11,082)	13,732	(13,732)
Interest and Fiscal Charges	1,435	(1,435)	1,324	(1,324)
Other	244	(244)	1,453	(1,453)
<i>Total</i>	<u>\$ 535,827</u>	<u>\$ (324,333)</u>	<u>\$ 777,453</u>	<u>\$ (540,809)</u>

The dependence upon tax and intergovernmental receipts is apparent as over 50 percent of Governmental activities are supported through these general receipts.

Village of Roseville
Muskingum County
Management's Discussion and Analysis
For the Years Ended December 31, 2008 and 2007
Unaudited

The Village's Funds

The Village's governmental funds are accounted for using the cash basis of accounting. In 2008, governmental funds had total revenues of \$579,855 and expenditures of \$531,583.

The fund balance of the General Fund increased \$592 as the result of an income tax transfer of \$30,000. The Income Tax Fund remains separated from the General Fund for better kept financial records, but is used to support the General Fund for police and fire protection. General Fund operating receipts were less than operating disbursements for 2008 indicating that the General Fund is in a deficit spending situation. It was the recommendation and approval of mayor and council to pay personnel for EMS services to encourage them to go on more EMS runs and in turn generate more revenue for 2008. This proposal failed as significantly less runs were performed in 2008 than in 2007, therefore generating even less revenue than in 2007. Mayor and council have rescinded in 2008 and the Village is now operating a complete volunteer fire and emergency medical services. These cuts will not eliminate the need for additional funds (or additional cuts) in the future if the growth in property and income taxes remains stagnant.

The fund balance of the Street Construction, Maintenance and Repair Fund increased \$13,320 from 2007. At December 31, 2008, the Fund's unreserved fund balance of \$106,940 represented 191 percent of current year expenditures.

General Fund Budgeting Highlights

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

During 2008, the Village amended its General Fund budget a couple times to reflect changing circumstances. Final budgeted receipts were slightly below final budgeted receipts for 2008.

Final disbursements were budgeted at \$247,466 in 2008. The Village kept spending very close to budgeted amounts as demonstrated by the minor reported variances.

Debt Administration

At December 31, 2008 the Village's outstanding debt amounts to \$1,808,401 in general obligation bonds issued and loans obtained for improvements to buildings and structures, and vehicles. For further information regarding the Village's debt, refer to Note 10.

Current Issues

The challenge for all Villages is to provide quality services to the public while staying within the restrictions imposed by limited, and in some cases shrinking, funding. We rely heavily on local taxes and have very little industry to support the tax base. Our newly prepared financial forecast predicts a deficit for 2009; therefore, the finance committee and the administration implemented a strategy to delay the deficit. This plan became effective for 2007. We reviewed our sources of revenue and determined that increases were needed for cemetery fees and water service fees. We then reviewed the disbursement history of the Village. We have reduced health insurance, reduced staffing levels in sewer, water, and administration department which we felt it would have the least impact on services. All departments have been asked to reduce their spending for supplies.

Village of Roseville
Muskingum County
Management's Discussion and Analysis
For the Years Ended December 31, 2008 and 2007
Unaudited

Contacting the Village's Financial Management

This financial report is designed to provide our citizens, taxpayers, investors, and creditors with a general overview of the Village's finances and to reflect the Village's accountability for the monies it receives. Questions concerning any of the information in this report or requests for additional information should be directed to Heidi Milner, Fiscal Officer, Village of Roseville, 107 N. Main St., Roseville, Ohio 43777.

Village of Roseville
Muskingum County
Statement of Net Assets - Cash Basis
December 31, 2008

	Governmental Activities	Business-Type Activities	Total
Assets			
Equity in Pooled Cash and Cash Equivalents	\$ 492,840	\$ 554,842	\$ 1,047,682
<i>Total Assets</i>	<u>492,840</u>	<u>554,842</u>	<u>1,047,682</u>
Net Assets			
Restricted for:			
Debt Service	2,196	185,520	187,716
Other Purposes	460,991	-	460,991
Unrestricted	<u>29,653</u>	<u>369,322</u>	<u>398,975</u>
<i>Total Net Assets</i>	<u>\$ 492,840</u>	<u>\$ 554,842</u>	<u>\$ 1,047,682</u>

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

Village of Roseville
Muskingum County
Statement of Activities - Cash Basis
For the Year Ended December 31, 2008

	Program Cash Receipts			Net (Disbursements) and Receipts and Changes in Net Assets		
	Disbursements	Charges for Services	Operating Grants and and Contributions	Governmental Activities	Business-Type Activities	Total
Governmental Activities						
General Government	\$ 191,651	\$ 10,328	\$ 2,349	\$ (178,974)	\$ -	\$ (178,974)
Security of Persons and Property	209,348	93,532	-	(115,816)	-	(115,816)
Public Health Services	30,364	700	-	(29,664)	-	(29,664)
Leisure Time Activities	19,265	-	12,720	(6,545)	-	(6,545)
Community Environment	-	30	-	30	-	30
Basic Utility Services	-	575	-	575	-	575
Transportation	67,918	22,275	68,985	23,342	-	23,342
Capital Outlay	4,520	-	-	(4,520)	-	(4,520)
Debt Service						
Principal	11,082	-	-	(11,082)	-	(11,082)
Interest	1,435	-	-	(1,435)	-	(1,435)
Other	244	-	-	(244)	-	(244)
<i>Total Governmental Activities</i>	<u>535,827</u>	<u>127,440</u>	<u>84,054</u>	<u>(324,333)</u>	<u>-</u>	<u>(324,333)</u>
Business-Type Activities						
Water Operating	247,695	371,767	-	-	124,072	124,072
Sewer Operating	186,288	266,311	-	-	80,023	80,023
Debt Service						
Principal	80,324	10,182	-	-	(70,142)	(70,142)
Interest	98,842	2,559	-	-	(96,283)	(96,283)
<i>Total Business-Type Activities</i>	<u>613,149</u>	<u>650,819</u>	<u>-</u>	<u>-</u>	<u>37,670</u>	<u>37,670</u>
<i>Total</i>	<u>\$ 1,148,976</u>	<u>\$ 778,259</u>	<u>\$ 84,054</u>	<u>\$ (324,333)</u>	<u>\$ 37,670</u>	<u>\$ (286,663)</u>
General Receipts						
Property Taxes and Other Local Taxes				104,141	-	104,141
Municipal Income Taxes				132,401	-	132,401
Grants and Entitlements not Restricted to Specific Programs				106,461	-	106,461
Fines, Licenses and Permits				7,057	-	7,057
Interest				10,581	-	10,581
Note Proceeds				4,520	-	4,520
Miscellaneous				7,720	27,213	34,933
<i>Total General Receipts before Transfers</i>				<u>372,881</u>	<u>27,213</u>	<u>400,094</u>
Transfers In				34,836	42,500	77,336
Transfers Out				(34,836)	(42,500)	(77,336)
<i>Total General Receipts and Transfers</i>				<u>372,881</u>	<u>27,213</u>	<u>400,094</u>
Change in Net Assets				48,548	64,883	113,431
<i>Net Assets Beginning of Year</i>				<u>444,292</u>	<u>489,959</u>	<u>934,251</u>
<i>Net Assets End of Year</i>				<u>\$ 492,840</u>	<u>\$ 554,842</u>	<u>\$ 1,047,682</u>

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

Village of Roseville
Muskingum County
Statement of Cash Basis Assets and Fund Balances
Governmental Funds
December 31, 2008

	General	Street Construction, Maintenance and Repair Fund	Income Tax Fund	Squad Operation and Maintenance Fund	Other Governmental Funds	Total Governmental Funds
Assets						
Equity in Pooled Cash and Cash Equivalents	\$ 29,653	\$ 106,940	\$ 69,065	\$ 73,493	\$ 213,689	\$ 492,840
<i>Total Assets</i>	<u>29,653</u>	<u>106,940</u>	<u>69,065</u>	<u>73,493</u>	<u>213,689</u>	<u>492,840</u>
Fund Balances						
Reserved:						
Reserved for Encumbrances	343	181	-	-	33	557
Unreserved:						
Undesignated (Deficit), Reported in:						
General Fund	29,310	-	-	-	-	29,310
Special Revenue Funds	-	106,759	69,065	73,493	211,460	460,777
Debt Service Fund	-	-	-	-	2,196	2,196
<i>Total Fund Balances</i>	<u>\$ 29,653</u>	<u>\$ 106,940</u>	<u>\$ 69,065</u>	<u>\$ 73,493</u>	<u>\$ 213,689</u>	<u>\$ 492,840</u>

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

Village of Roseville
Muskingum County
Statement of Cash Receipts, Disbursements and Changes in Cash Basis Fund Balances
Governmental Funds
For the Year Ended December 31, 2008

	General	Street Construction, Maintenance and Repair Fund	Income Tax Fund	Squad Operation and Maintenance Fund	Other Governmental Funds	Total Governmental Funds
Receipts						
Property and Other Taxes	\$ 54,370	\$ -	\$ -	\$ -	\$ 49,771	\$ 104,141
Municipal Income Taxes	-	-	132,401	-	-	132,401
Intergovernmental	58,183	68,985	-	-	50,627	177,795
Charges for Services	63,145	-	-	26,312	27,625	117,082
Fines, Licenses and Permits	16,581	-	-	-	834	17,415
Interest	9,404	612	-	-	565	10,581
Other	2,733	-	3,865	-	13,842	20,440
<i>Total Receipts</i>	<u>204,416</u>	<u>69,597</u>	<u>136,266</u>	<u>26,312</u>	<u>143,264</u>	<u>579,855</u>
Disbursements						
Current:						
General Government	59,640	-	96,144	-	35,867	191,651
Security of Persons and Property	169,444	-	14,468	-	25,436	209,348
Public Health Services	-	-	-	-	30,364	30,364
Leisure Time Activities	-	-	-	-	19,265	19,265
Transportation	-	52,918	-	-	15,000	67,918
Capital Outlay	-	-	-	-	4,520	4,520
Debt Service:						
Principal Retirement	4,369	2,699	-	-	4,014	11,082
Interest and Fiscal Charges	371	416	-	-	648	1,435
<i>Total Disbursements</i>	<u>233,824</u>	<u>56,033</u>	<u>110,612</u>	<u>-</u>	<u>135,114</u>	<u>535,583</u>
<i>Excess of Receipts Over (Under) Disbursements</i>	<u>(29,408)</u>	<u>13,564</u>	<u>25,654</u>	<u>26,312</u>	<u>8,150</u>	<u>44,272</u>
Other Financing Sources (Uses)						
Note Proceeds	-	-	-	-	4,520	4,520
Transfers In	30,000	-	-	-	4,836	34,836
Transfers Out	-	-	(34,836)	-	-	(34,836)
Advances In	-	-	-	-	-	-
Advances Out	-	-	-	-	-	-
Other Financing Uses	-	(244)	-	-	-	(244)
<i>Total Other Financing Sources (Uses)</i>	<u>30,000</u>	<u>(244)</u>	<u>(34,836)</u>	<u>-</u>	<u>9,356</u>	<u>4,276</u>
<i>Net Change in Fund Balances</i>	592	13,320	(9,182)	26,312	17,506	48,548
<i>Fund Balances Beginning of Year</i>	<u>29,061</u>	<u>93,620</u>	<u>78,247</u>	<u>47,181</u>	<u>196,183</u>	<u>444,292</u>
<i>Fund Balances End of Year</i>	<u>\$ 29,653</u>	<u>\$ 106,940</u>	<u>\$ 69,065</u>	<u>\$ 73,493</u>	<u>\$ 213,689</u>	<u>\$ 492,840</u>

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

Village of Roseville
Muskingum County
Statement of Receipts, Disbursements and Changes
In Fund Balance - Budget and Actual -Budget Basis
General Fund
For the Year Ended December 31, 2008

	<u>Budgeted Amounts</u>			(Optional)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Receipts				
Property and Other Local Taxes	\$ 48,549	\$ 56,425	\$ 54,370	\$ (2,055)
Intergovernmental	58,370	58,370	58,183	(187)
Charges for Services	60,050	65,050	63,145	(1,905)
Fines, Licenses and Permits	18,000	18,000	16,581	(1,419)
Interest	10,000	10,000	9,404	(596)
Other	2,845	3,570	2,733	(837)
<i>Total receipts</i>	<u>197,814</u>	<u>211,415</u>	<u>204,416</u>	<u>(6,999)</u>
Disbursements				
Current:				
General Government	59,830	62,480	59,640	2,840
Security of Persons and Property	173,653	179,853	169,787	10,066
Debt Service:				
Principal Payments	-	-	4,369	(4,369)
Interest and Fiscal Charges	5,133	5,133	371	4,762
<i>Total Disbursements</i>	<u>238,616</u>	<u>247,466</u>	<u>234,167</u>	<u>13,299</u>
<i>Excess of Receipts Over (Under) Disbursements</i>	<u>(40,802)</u>	<u>(36,051)</u>	<u>(29,751)</u>	<u>6,300</u>
Other Financing Sources (Uses)				
Transfers In	30,000	30,000	30,000	-
Total Other Financing Sources (Uses)	<u>30,000</u>	<u>30,000</u>	<u>30,000</u>	<u>-</u>
<i>Net Change in Fund Balance</i>	(10,802)	(6,051)	249	6,300
<i>Fund Balance Beginning of Year</i>	27,989	27,989	27,989	-
<i>Prior Year Encumbrances Appropriated</i>	343	343	343	-
<i>Fund Balance End of Year</i>	<u>\$ 17,530</u>	<u>\$ 22,281</u>	<u>\$ 28,581</u>	<u>\$ 6,300</u>

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

Village of Roseville
Muskingum County
Statement of Receipts, Disbursements and Changes
In Fund Balance - Budget and Actual -Budget Basis
Street Construction, Maintenance and Repair Fund
For the Year Ended December 31, 2008

	Budgeted Amounts			(Optional) Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Receipts				
Intergovernmental	\$ 68,000	\$ 68,000	\$ 68,985	\$ 985
Interest	600	600	612	12
<i>Total receipts</i>	<u>68,600</u>	<u>68,600</u>	<u>69,597</u>	<u>997</u>
Disbursements				
Current:				
Transportation	48,481	57,981	53,099	4,882
Debt Service:				
Principal Payments	-	-	2,699	(2,699)
Interest and Fiscal Charges	4,500	4,500	416	4,084
<i>Total Disbursements</i>	<u>52,981</u>	<u>62,481</u>	<u>56,214</u>	<u>6,267</u>
<i>Excess of Receipts Over (Under) Disbursements</i>	<u>15,619</u>	<u>6,119</u>	<u>13,383</u>	<u>7,264</u>
Other Financing Sources (Uses)				
Other Financing Uses	(500)	(250)	(244)	6
Total Other Financing Sources (Uses)	<u>(500)</u>	<u>(250)</u>	<u>(244)</u>	<u>6</u>
<i>Net Change in Fund Balance</i>	15,119	5,869	13,139	7,270
<i>Fund Balance Beginning of Year</i>	93,076	93,076	93,076	-
<i>Prior Year Encumbrances Appropriated</i>	181	181	181	-
<i>Fund Balance End of Year</i>	<u>\$ 108,376</u>	<u>\$ 99,126</u>	<u>\$ 106,396</u>	<u>\$ 7,270</u>

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

Village of Roseville
Muskingum County
Statement of Receipts, Disbursements and Changes
In Fund Balance - Budget and Actual -Budget Basis
Income Tax Fund
For the Year Ended December 31, 2008

	<u>Budgeted Amounts</u>			(Optional)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Receipts				
Municipal Income Taxes	\$ 125,000	\$ 125,000	\$ 132,401	\$ 7,401
Miscellaneous	1,250	1,250	3,865	2,615
<i>Total receipts</i>	<u>126,250</u>	<u>126,250</u>	<u>136,266</u>	<u>10,016</u>
Disbursements				
General Government	74,425	104,425	96,144	8,281
Security of Persons and Property	15,000	15,000	14,468	532
<i>Total Disbursements</i>	<u>89,425</u>	<u>119,425</u>	<u>110,612</u>	<u>8,813</u>
<i>Excess of Receipts Over (Under) Disbursements</i>	<u>36,825</u>	<u>6,825</u>	<u>25,654</u>	<u>18,829</u>
Other Financing Sources (Uses)				
Transfers Out	(35,000)	(35,000)	(34,836)	164
Total Other Financing Sources (Uses)	(35,000)	(35,000)	(34,836)	164
<i>Net Change in Fund Balance</i>	1,825	(28,175)	(9,182)	18,993
<i>Fund Balance Beginning of Year</i>	77,849	77,849	77,849	-
<i>Fund Balance End of Year</i>	<u>\$ 79,674</u>	<u>\$ 49,674</u>	<u>\$ 68,667</u>	<u>\$ 18,993</u>

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

Village of Roseville
Muskingum County
Statement of Receipts, Disbursements and Changes
In Fund Balance - Budget and Actual -Budget Basis
Squad Operation and Maintenance Fund
For the Year Ended December 31, 2008

	<u>Budgeted Amounts</u>			(Optional)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Receipts				
Intergovernmental	\$ 15,000	\$ 19,000	\$ 26,312	\$ 7,312
<i>Total receipts</i>	<u>15,000</u>	<u>19,000</u>	<u>26,312</u>	<u>7,312</u>
Disbursements				
Capital Outlay	-	-	-	-
<i>Total Disbursements</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess of Receipts Over (Under) Disbursements</i>	<u>15,000</u>	<u>19,000</u>	<u>26,312</u>	<u>7,312</u>
<i>Net Change in Fund Balance</i>	15,000	19,000	26,312	7,312
<i>Fund Balance Beginning of Year</i>	47,181	47,181	47,181	-
<i>Fund Balance End of Year</i>	<u>\$ 62,181</u>	<u>\$ 66,181</u>	<u>\$ 73,493</u>	<u>\$ 7,312</u>

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

Village of Roseville
Muskingum County
Statement of Fund Net Assets - Cash Basis
Proprietary Funds
December 31, 2008

	<u>Water Operating</u>	<u>Sanitary Sewer Operating</u>	<u>Regional Sewer Operating</u>	<u>Equipment Replacement</u>	<u>OWDA Debt Service</u>	<u>USDA Rural Dev Bond Retirement</u>	<u>USDA Rural Dev Bond Reserve</u>	<u>Nonmajor Enterprise Funds</u>	<u>Total Enterprise Funds</u>
Assets									
Equity in Pooled Cash and Cash Equivalents	\$ 96,562	\$ 111,542	\$ 39,483	\$ 56,885	\$ 60,076	\$ 20,414	\$ 70,000	\$ 99,880	\$554,842
<i>Total Assets</i>	<u>96,562</u>	<u>111,542</u>	<u>39,483</u>	<u>56,885</u>	<u>60,076</u>	<u>20,414</u>	<u>70,000</u>	<u>99,880</u>	<u>554,842</u>
Fund Balances									
Restricted for:									
Debt Service	-	-	-	-	60,076	20,414	70,000	35,030	185,520
Unrestricted	96,562	111,542	39,483	56,885	-	-	-	64,850	369,322
<i>Total Fund Balances</i>	<u>\$ 96,562</u>	<u>\$ 111,542</u>	<u>\$ 39,483</u>	<u>\$ 56,885</u>	<u>\$ 60,076</u>	<u>\$ 20,414</u>	<u>\$ 70,000</u>	<u>\$ 99,880</u>	<u>\$554,842</u>

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

Village of Roseville
Muskingum County
Statement of Cash Receipts, Disbursements and Changes in Fund Net Assets - Cash Basis
Proprietary Funds
For the Year Ended December 31, 2008

	Water Operating	Sanitary Sewer Operating	Regional Sewer Operating	Equipment Replacement	OWDA Debt Service	USDA Rural Dev Bond Retirement	USDA Rural Dev Bond Reserve	Nonmajor Enterprise Funds	Total Enterprise Funds
Operating Receipts									
Charges for Services	\$ 330,181	\$ 141,190	\$ 44,298	\$ 11,510	\$ 12,741	\$ -	\$ -	\$ 41,586	\$ 581,506
Other Operating Receipts	26,979	234	-	-	-	69,313	-	-	96,526
<i>Total Operating Receipts</i>	<u>357,160</u>	<u>141,424</u>	<u>44,298</u>	<u>11,510</u>	<u>12,741</u>	<u>69,313</u>	<u>-</u>	<u>41,586</u>	<u>678,032</u>
Operating Disbursements									
Personal Services	91,624	40,010	27,249	-	-	-	-	2,258	161,141
Employee Fringe Benefits	35,661	16,599	10,612	-	-	-	-	2,840	65,712
Contractual Services	22,794	13,868	22,824	-	-	160	-	-	59,646
Supplies and Materials	71,162	29,748	10,519	14,359	-	-	-	5,395	131,183
Other	-	-	-	-	-	-	-	4,000	4,000
<i>Total Operating Disbursements</i>	<u>221,241</u>	<u>100,225</u>	<u>71,204</u>	<u>14,359</u>	<u>-</u>	<u>160</u>	<u>-</u>	<u>14,493</u>	<u>421,682</u>
<i>Operating Income (Loss)</i>	<u>135,919</u>	<u>41,199</u>	<u>(26,906)</u>	<u>(2,849)</u>	<u>12,741</u>	<u>69,153</u>	<u>-</u>	<u>27,093</u>	<u>256,350</u>
Non Operating Receipts (Disbursements)									
Capital Outlay	-	-	-	-	-	-	-	(11,801)	(11,801)
Principal Payments	(36,238)	-	-	-	(10,182)	(25,000)	-	(8,904)	(80,324)
Interest and Fiscal Charges	(49,163)	-	-	-	(2,559)	(45,095)	-	(2,025)	(98,842)
Other Financing Uses	-	(500)	-	-	-	-	-	-	(500)
<i>Total Non Operating Receipts (Disbursements)</i>	<u>(85,401)</u>	<u>(500)</u>	<u>-</u>	<u>-</u>	<u>(12,741)</u>	<u>(70,095)</u>	<u>-</u>	<u>(22,730)</u>	<u>(191,467)</u>
<i>Income (Loss) before Transfers</i>	<u>50,518</u>	<u>40,699</u>	<u>(26,906)</u>	<u>(2,849)</u>	<u>-</u>	<u>(942)</u>	<u>-</u>	<u>4,363</u>	<u>64,883</u>
Transfers In	-	-	42,500	-	-	-	-	-	42,500
Transfers Out	-	(42,500)	-	-	-	-	-	-	(42,500)
<i>Change in Net Assets</i>	<u>50,518</u>	<u>(1,801)</u>	<u>15,594</u>	<u>(2,849)</u>	<u>-</u>	<u>(942)</u>	<u>-</u>	<u>4,363</u>	<u>64,883</u>
<i>Net Assets Beginning of Year</i>	<u>46,044</u>	<u>113,343</u>	<u>23,889</u>	<u>59,734</u>	<u>60,076</u>	<u>21,356</u>	<u>70,000</u>	<u>95,517</u>	<u>489,959</u>
<i>Net Assets End of Year</i>	<u>\$ 96,562</u>	<u>\$ 111,542</u>	<u>\$ 39,483</u>	<u>\$ 56,885</u>	<u>\$ 60,076</u>	<u>\$ 20,414</u>	<u>\$ 70,000</u>	<u>\$ 99,880</u>	<u>\$ 554,842</u>

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

Village of Roseville
Muskingum County
Statement of Fund Net Assets - Cash Basis
Fiduciary Fund
December 31, 2008

	Agency
	Mayor's Court
Assets	
Equity in Pooled Cash and Cash Equivalents	\$ -
<i>Total Assets</i>	-
Fund Balances	
Restricted for:	
Other Purposes	-
<i>Total Fund Balances</i>	\$ -

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

Village of Roseville
Muskingum County
Statement of Net Assets - Cash Basis
December 31, 2007

	Governmental Activities	Business-Type Activities	Total
Assets			
Equity in Pooled Cash and Cash Equivalents	\$ 444,292	\$ 489,959	\$ 934,251
<i>Total Assets</i>	<u>444,292</u>	<u>489,959</u>	<u>934,251</u>
Net Assets			
Restricted for:			
Debt Service	2,196	186,462	188,658
Other Purposes	413,035	-	413,035
Unrestricted	<u>29,061</u>	<u>303,497</u>	<u>332,558</u>
<i>Total Net Assets</i>	<u>\$ 444,292</u>	<u>\$ 489,959</u>	<u>\$ 934,251</u>

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

Village of Roseville
Muskingum County
Statement of Activities - Cash Basis
For the Year Ended December 31, 2007

	Program Cash Receipts			Net (Disbursements) and Receipts and Changes in Net Assets		
	Disbursements	Charges for Services	Operating Grants and and Contributions	Governmental Activities	Business-Type Activities	Total
Governmental Activities						
General Government	\$ 253,607	\$ 12,006	\$ 2,349	\$ (239,252)	\$ -	\$ (239,252)
Security of Persons and Property	218,417	118,605	-	(99,812)	-	(99,812)
Public Health Services	31,023	1,075	-	(29,948)	-	(29,948)
Leisure Time Activities	36,398	12,439	12,149	(11,810)	-	(11,810)
Community Environment	-	164	-	164	-	164
Basic Utility Services	-	450	-	450	-	450
Transportation	49,149	7,612	69,795	28,258	-	28,258
Capital Outlay	172,350	-	-	(172,350)	-	(172,350)
Debt Service						
Principal	13,732	-	-	(13,732)	-	(13,732)
Interest	1,324	-	-	(1,324)	-	(1,324)
Other	1,453	-	-	(1,453)	-	(1,453)
<i>Total Governmental Activities</i>	<u>777,453</u>	<u>152,351</u>	<u>84,293</u>	<u>(540,809)</u>	<u>-</u>	<u>(540,809)</u>
Business-Type Activities						
Water Operating	275,756	359,109	-	-	83,353	83,353
Sewer Operating	198,956	276,071	-	-	77,115	77,115
Debt Service						
Principal	77,557	9,961	-	-	(67,596)	(67,596)
Interest	102,695	2,780	-	-	(99,915)	(99,915)
<i>Total Business-Type Activities</i>	<u>654,964</u>	<u>647,921</u>	<u>-</u>	<u>-</u>	<u>(7,043)</u>	<u>(7,043)</u>
<i>Total</i>	<u>\$ 1,432,417</u>	<u>\$ 800,272</u>	<u>\$ 84,293</u>	<u>\$ (540,809)</u>	<u>\$ (7,043)</u>	<u>\$ (547,852)</u>
General Receipts						
Property Taxes and Other Taxes				92,420	-	92,420
Municipal Income Taxes				121,478	-	121,478
Grants and Entitlements not Restricted to Specific Programs				175,181	-	175,181
Fines, Licenses and Permits				6,872	-	6,872
Interest				11,055	-	11,055
Miscellaneous				10,762	27,729	38,491
<i>Total General Receipts before Transfers</i>				<u>417,768</u>	<u>27,729</u>	<u>445,497</u>
Transfers In				44,921	42,500	87,421
Transfers Out				<u>(44,921)</u>	<u>(42,500)</u>	<u>(87,421)</u>
<i>Total General Receipts and Transfers</i>				<u>417,768</u>	<u>27,729</u>	<u>445,497</u>
Change in Net Assets				(123,041)	20,686	(102,355)
<i>Net Assets Beginning of Year</i>				<u>567,333</u>	<u>469,273</u>	<u>1,036,606</u>
<i>Net Assets End of Year</i>				<u>\$ 444,292</u>	<u>\$ 489,959</u>	<u>\$ 934,251</u>

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

Village of Roseville
Muskingum County
Statement of Cash Basis Assets and Fund Balances
Governmental Funds
December 31, 2007

	General	Street Construction, Maintenance and Repair Fund	Income Tax Fund	Squad Operation and Maintenance Fund	Clean Ohio Assistance Fund	Other Governmental Funds	Total Governmental Funds
Assets							
Equity in Pooled Cash and Cash Equivalents	\$ 29,061	\$ 93,620	\$ 78,247	\$ 47,181	\$ -	\$ 196,183	\$ 444,292
<i>Total Assets</i>	<u>29,061</u>	<u>93,620</u>	<u>78,247</u>	<u>47,181</u>	<u>-</u>	<u>196,183</u>	<u>444,292</u>
Fund Balances							
Reserved:							
Reserved for Encumbrances	343	181	199	-	-	15,364	16,087
Unreserved:							
Undesignated (Deficit), Reported in:							
General Fund	28,718	-	-	-	-	-	28,718
Special Revenue Funds	-	93,439	78,048	47,181	-	178,623	397,291
Debt Service Fund	-	-	-	-	-	2,196	2,196
<i>Total Fund Balances</i>	<u>29,061</u>	<u>93,620</u>	<u>78,247</u>	<u>47,181</u>	<u>-</u>	<u>196,183</u>	<u>444,292</u>

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

Village of Roseville
Muskingum County
Statement of Cash Receipts, Disbursements and Changes in Cash Basis Fund Balances
Governmental Funds
For the Year Ended December 31, 2007

	General	Street Construction, Maintenance and Repair Fund	Income Tax Fund	Squad Operation and Maintenance Fund	Clean Ohio Assistance Fund	Other Governmental Funds	Total Governmental Funds
Receipts							
Property and Other Taxes	\$ 57,124	\$ -	\$ -	\$ -	\$ -	\$ 35,296	\$ 92,420
Municipal Income Taxes	-	-	121,478	-	-	-	121,478
Intergovernmental	71,689	69,795	-	-	105,841	-	247,325
Charges for Services	64,372	-	-	19,006	-	56,803	140,181
Fines, Licenses and Permits	18,340	-	-	-	-	702	19,042
Interest	9,810	654	-	-	-	591	11,055
Other	5,127	-	4,162	-	-	13,622	22,911
<i>Total Receipts</i>	<u>226,462</u>	<u>70,449</u>	<u>125,640</u>	<u>19,006</u>	<u>105,841</u>	<u>107,014</u>	<u>654,412</u>
Disbursements							
Current:							
General Government	61,697	-	84,469	-	105,841	1,600	253,607
Security of Persons and Property	182,299	-	14,000	-	-	22,118	218,417
Public Health Services	-	-	-	-	-	31,023	31,023
Leisure Time Activities	-	-	-	-	-	36,398	36,398
Transportation	-	49,149	-	-	-	-	49,149
Capital Outlay	-	-	-	148,350	-	24,000	172,350
Debt Service:							
Principal Retirement	4,506	4,812	-	-	-	4,414	13,732
Interest and Fiscal Charges	627	275	-	-	-	422	1,324
<i>Total Disbursements</i>	<u>249,129</u>	<u>54,236</u>	<u>98,469</u>	<u>148,350</u>	<u>105,841</u>	<u>119,975</u>	<u>776,000</u>
<i>Excess of Receipts Over (Under) Disbursements</i>	<u>(22,667)</u>	<u>16,213</u>	<u>27,171</u>	<u>(129,344)</u>	<u>-</u>	<u>(12,961)</u>	<u>(121,588)</u>
Other Financing Sources (Uses)							
Note Proceeds	-	-	-	-	-	-	-
Transfers In	15,000	-	-	-	-	29,921	44,921
Transfers Out	(13,835)	-	(23,586)	-	-	(7,500)	(44,921)
Advances In	-	-	750	-	-	750	1,500
Advances Out	-	-	(750)	-	-	(750)	(1,500)
Other Financing Uses	(681)	(500)	-	-	-	(272)	(1,453)
<i>Total Other Financing Sources (Uses)</i>	<u>484</u>	<u>(500)</u>	<u>(23,586)</u>	<u>-</u>	<u>-</u>	<u>22,149</u>	<u>(1,453)</u>
Net Change in Fund Balances	(22,183)	15,713	3,585	(129,344)	-	9,188	(123,041)
<i>Fund Balances Beginning of Year</i>	<u>51,244</u>	<u>77,907</u>	<u>74,662</u>	<u>176,525</u>	<u>-</u>	<u>186,995</u>	<u>567,333</u>
<i>Fund Balances End of Year</i>	<u>\$ 29,061</u>	<u>\$ 93,620</u>	<u>\$ 78,247</u>	<u>\$ 47,181</u>	<u>\$ -</u>	<u>\$ 196,183</u>	<u>\$ 444,292</u>

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

Village of Roseville
Muskingum County
Statement of Receipts, Disbursements and Changes
In Fund Balance - Budget and Actual -Budget Basis
General Fund
For the Year Ended December 31, 2007

	<u>Budgeted Amounts</u>			(Optional)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Receipts				
Property and Other Local Taxes	\$ 59,850	\$ 53,963	\$ 57,124	\$ 3,161
Intergovernmental	54,360	70,725	71,689	964
Charges for Services	72,750	72,750	64,372	(8,378)
Fines, Licenses and Permits	18,250	18,250	18,340	90
Interest	8,000	8,000	9,810	1,810
Other	2,673	4,073	5,127	1,054
<i>Total receipts</i>	<u>215,883</u>	<u>227,761</u>	<u>226,462</u>	<u>(1,299)</u>
Disbursements				
Current:				
General Government	67,440	68,440	61,712	6,728
Security of Persons and Property	185,810	199,932	182,627	17,305
Debt Service:				
Principal Payments	-	-	4,506	(4,506)
Interest and Fiscal Charges	5,133	5,133	627	4,506
<i>Total Disbursements</i>	<u>258,383</u>	<u>273,505</u>	<u>249,472</u>	<u>24,033</u>
<i>Excess of Receipts Over (Under) Disbursements</i>	<u>(42,500)</u>	<u>(45,744)</u>	<u>(23,010)</u>	<u>22,734</u>
Other Financing Sources (Uses)				
Transfers In	5,500	15,000	15,000	-
Transfers Out	-	(13,835)	(13,835)	-
Other Financing Uses	(1,000)	(1,000)	(681)	319
Total Other Financing Sources (Uses)	<u>4,500</u>	<u>165</u>	<u>484</u>	<u>319</u>
<i>Net Change in Fund Balance</i>	(38,000)	(45,579)	(22,526)	23,053
<i>Fund Balance Beginning of Year</i>	49,615	49,615	49,615	-
<i>Prior Year Encumbrances Appropriated</i>	1,243	1,243	1,243	-
<i>Fund Balance End of Year</i>	<u>\$ 12,858</u>	<u>\$ 5,279</u>	<u>\$ 28,332</u>	<u>\$ 23,053</u>

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

Village of Roseville
Muskingum County
Statement of Receipts, Disbursements and Changes
In Fund Balance - Budget and Actual -Budget Basis
Street Construction, Maintenance, and Repair Fund
For the Year Ended December 31, 2007

	<u>Budgeted Amounts</u>			(Optional)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Receipts				
Intergovernmental	\$ 62,000	\$ 62,000	\$ 69,795	\$ 7,795
Interest	500	500	654	154
<i>Total receipts</i>	<u>62,500</u>	<u>62,500</u>	<u>70,449</u>	<u>7,949</u>
Disbursements				
Current:				
Transportation	52,181	56,181	49,330	6,851
Capital Outlay	-	-	-	-
Debt Service:				
Principal Payments	-	-	4,812	(4,812)
Interest and Fiscal Charges	5,087	5,087	275	4,812
<i>Total Disbursements</i>	<u>57,268</u>	<u>61,268</u>	<u>54,417</u>	<u>6,851</u>
<i>Excess of Receipts Over (Under) Disbursements</i>	<u>5,232</u>	<u>1,232</u>	<u>16,032</u>	<u>14,800</u>
Other Financing Sources (Uses)				
Transfers In	2,000	2,000	-	(2,000)
Other Financing Uses	(500)	(500)	(500)	-
<i>Total Other Financing Sources (Uses)</i>	<u>1,500</u>	<u>1,500</u>	<u>(500)</u>	<u>(2,000)</u>
<i>Net Change in Fund Balance</i>	6,732	2,732	15,532	12,800
<i>Fund Balance Beginning of Year</i>	77,543	77,543	77,543	-
<i>Prior Year Encumbrances Appropriated</i>	182	182	182	-
<i>Fund Balance End of Year</i>	<u>\$ 84,457</u>	<u>\$ 80,457</u>	<u>\$ 93,257</u>	<u>\$ 12,800</u>

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

Village of Roseville
Muskingum County
Statement of Receipts, Disbursements and Changes
In Fund Balance - Budget and Actual -Budget Basis
Income Tax Fund
For the Year Ended December 31, 2007

	<u>Budgeted Amounts</u>			(Optional)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Receipts				
Municipal Income Taxes	\$ 125,000	\$ 125,000	\$ 121,478	\$ (3,522)
Miscellaneous	1,500	1,500	4,162	2,662
<i>Total receipts</i>	<u>126,500</u>	<u>126,500</u>	<u>125,640</u>	<u>(860)</u>
Disbursements				
General Government	90,949	93,949	84,668	9,281
Security of Persons and Property	14,000	14,000	14,000	-
<i>Total Disbursements</i>	<u>104,949</u>	<u>107,949</u>	<u>98,668</u>	<u>9,281</u>
<i>Excess of Receipts Over (Under) Disbursements</i>	<u>21,551</u>	<u>18,551</u>	<u>26,972</u>	<u>8,421</u>
Other Financing Sources (Uses)				
Transfers Out	(25,000)	(25,000)	(23,586)	1,414
Advances In	-	-	750	750
Advances Out	(750)	(750)	(750)	-
Total Other Financing Sources (Uses)	<u>(25,750)</u>	<u>(25,750)</u>	<u>(23,586)</u>	<u>2,164</u>
<i>Net Change in Fund Balance</i>	(4,199)	(7,199)	3,386	10,585
<i>Fund Balance Beginning of Year</i>	74,264	74,264	74,264	-
<i>Prior Year Encumbrances Appropriated</i>	199	199	199	-
<i>Fund Balance End of Year</i>	<u>\$ 70,264</u>	<u>\$ 67,264</u>	<u>\$ 77,849</u>	<u>\$ 10,585</u>

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

Village of Roseville
Muskingum County
Statement of Receipts, Disbursements and Changes
In Fund Balance - Budget and Actual -Budget Basis
Squad Operation and Maintenance Fund
For the Year Ended December 31, 2007

	<u>Budgeted Amounts</u>			(Optional) Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Receipts				
Charges for Services	\$ 25,000	\$ 25,000	\$ 19,006	\$ (5,994)
<i>Total receipts</i>	<u>25,000</u>	<u>25,000</u>	<u>19,006</u>	<u>(5,994)</u>
Disbursements				
Capital Outlay	175,472	185,314	148,350	36,964
<i>Total Disbursements</i>	<u>175,472</u>	<u>185,314</u>	<u>148,350</u>	<u>36,964</u>
<i>Excess of Receipts Over (Under) Disbursements</i>	<u>(150,472)</u>	<u>(160,314)</u>	<u>(129,344)</u>	<u>30,970</u>
<i>Net Change in Fund Balance</i>	(150,472)	(160,314)	(129,344)	30,970
<i>Fund Balance Beginning of Year</i>	176,525	176,525	176,525	-
<i>Fund Balance End of Year</i>	<u>\$ 26,053</u>	<u>\$ 16,211</u>	<u>\$ 47,181</u>	<u>\$ 30,970</u>

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

Village of Roseville
Muskingum County
Statement of Receipts, Disbursements and Changes
In Fund Balance - Budget and Actual -Budget Basis
Clean Ohio AssistanceFund
For the Year Ended December 31, 2007

	<u>Budgeted Amounts</u>			(Optional)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Receipts				
Intergovernmental	\$ 209,297	\$ 217,140	\$ 105,841	\$ (111,299)
<i>Total receipts</i>	<u>209,297</u>	<u>217,140</u>	<u>105,841</u>	<u>(111,299)</u>
Disbursements				
General Government	209,297	217,140	105,841	111,299
<i>Total Disbursements</i>	<u>209,297</u>	<u>217,140</u>	<u>105,841</u>	<u>111,299</u>
<i>Excess of Receipts Over (Under) Disbursements</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net Change in Fund Balance</i>	-	-	-	-
<i>Fund Balance Beginning of Year</i>	-	-	-	-
<i>Fund Balance End of Year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

Village of Roseville
Muskingum County
Statement of Fund Net Assets - Cash Basis
Proprietary Funds
December 31, 2007

	Water Operating	Sanitary Sewer Operating	Regional Sewer Operating	Equipment Replacement	OWDA Debt Service	USDA Rural Dev Bond Retirement	USDA Rural Dev Bond Reserve	Nonmajor Enterprise Funds	Total Enterprise Funds
Assets									
Equity in Pooled Cash and Cash Equivalents	\$ 46,044	\$ 113,343	\$ 23,889	\$ 59,734	\$ 60,076	\$ 21,356	\$ 70,000	\$ 95,517	\$ 489,959
<i>Total Assets</i>	<u>46,044</u>	<u>113,343</u>	<u>23,889</u>	<u>59,734</u>	<u>60,076</u>	<u>21,356</u>	<u>70,000</u>	<u>95,517</u>	<u>489,959</u>
Fund Balances									
Restricted for:									
Debt Service	-	-	-	-	60,076	21,356	70,000	35,030	186,462
Unrestricted	46,044	113,343	23,889	59,734	-	-	-	60,487	303,497
<i>Total Fund Balances</i>	<u>\$ 46,044</u>	<u>\$ 113,343</u>	<u>\$ 23,889</u>	<u>\$ 59,734</u>	<u>\$ 60,076</u>	<u>\$ 21,356</u>	<u>\$ 70,000</u>	<u>\$ 95,517</u>	<u>\$ 489,959</u>

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

Village of Roseville
Muskingum County
Statement of Cash Receipts, Disbursements and Changes in Fund Net Assets - Cash Basis
Proprietary Funds
For the Year Ended December 31, 2007

	Water Operating	Sanitary Sewer Operating	Regional Sewer Operating	Equipment Replacement	OWDA Debt Service	USDA Rural Dev Bond Retirement	USDA Rural Dev Bond Reserve	Nonmajor Enterprise Funds	Total Enterprise Funds
Operating Receipts									
Charges for Services	\$ 318,892	\$ 148,690	\$ 47,117	\$ 12,138	\$ 12,741	\$ -	\$ -	\$ 40,217	\$ 579,795
Other Operating Receipts	27,729	-	-	-	-	68,126	-	-	95,855
<i>Total Operating Receipts</i>	<u>346,621</u>	<u>148,690</u>	<u>47,117</u>	<u>12,138</u>	<u>12,741</u>	<u>68,126</u>	<u>-</u>	<u>40,217</u>	<u>675,650</u>
Operating Disbursements									
Personal Services	99,099	42,531	36,548	-	-	-	-	2,407	180,585
Employee Fringe Benefits	38,434	23,576	12,794	-	-	-	-	3,015	77,819
Contractual Services	22,541	11,559	22,933	-	-	-	-	-	57,033
Supplies and Materials	82,043	9,723	12,768	26,350	-	-	-	3,941	134,825
Other	-	-	-	-	-	-	-	5,493	5,493
<i>Total Operating Disbursements</i>	<u>242,117</u>	<u>87,389</u>	<u>85,043</u>	<u>26,350</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>14,856</u>	<u>455,755</u>
<i>Operating Income (Loss)</i>	<u>104,504</u>	<u>61,301</u>	<u>(37,926)</u>	<u>(14,212)</u>	<u>12,741</u>	<u>68,126</u>	<u>-</u>	<u>25,361</u>	<u>219,895</u>
Non Operating Receipts (Disbursements)									
Capital Outlay	-	-	-	-	-	-	-	(18,783)	(18,783)
Principal Payments	(34,007)	-	-	-	(9,961)	(24,000)	-	(9,589)	(77,557)
Interest and Fiscal Charges	(51,394)	-	-	-	(2,780)	(46,285)	-	(2,236)	(102,695)
Other Financing Uses	-	(87)	(87)	-	-	-	-	-	(174)
<i>Total Non Operating Receipts (Disbursements)</i>	<u>(85,401)</u>	<u>(87)</u>	<u>(87)</u>	<u>-</u>	<u>(12,741)</u>	<u>(70,285)</u>	<u>-</u>	<u>(30,608)</u>	<u>(199,209)</u>
<i>Income (Loss) before Transfers</i>	<u>19,103</u>	<u>61,214</u>	<u>(38,013)</u>	<u>(14,212)</u>	<u>-</u>	<u>(2,159)</u>	<u>-</u>	<u>(5,247)</u>	<u>20,686</u>
Transfers In	-	-	42,500	-	-	-	-	-	42,500
Transfers Out	-	(42,500)	-	-	-	-	-	-	(42,500)
<i>Change in Net Assets</i>	<u>19,103</u>	<u>18,714</u>	<u>4,487</u>	<u>(14,212)</u>	<u>-</u>	<u>(2,159)</u>	<u>-</u>	<u>(5,247)</u>	<u>20,686</u>
<i>Net Assets Beginning of Year</i>	<u>26,941</u>	<u>94,629</u>	<u>19,402</u>	<u>73,946</u>	<u>60,076</u>	<u>23,515</u>	<u>70,000</u>	<u>100,764</u>	<u>469,273</u>
<i>Net Assets End of Year</i>	<u>\$ 46,044</u>	<u>\$ 113,343</u>	<u>\$ 23,889</u>	<u>\$ 59,734</u>	<u>\$ 60,076</u>	<u>\$ 21,356</u>	<u>\$ 70,000</u>	<u>\$ 95,517</u>	<u>\$ 489,959</u>

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

Village of Roseville
Muskingum County
Statement of Fund Net Assets - Cash Basis
Fiduciary Fund
December 31, 2007

	<u>Agency</u>
	<u>Mayor's Court</u>
Assets	
Equity in Pooled Cash and Cash Equivalents	\$ -
<i>Total Assets</i>	<u>-</u>
Fund Balances	
Restricted for:	
Other Purposes	-
<i>Total Fund Balances</i>	<u>\$ -</u>

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

Village of Roseville
Muskingum County
Notes to the Financial Statements
For the Years Ended December 31, 2008 and 2007

1. DESCRIPTION OF THE VILLAGE AND THE REPORTING ENTITY

The constitution and laws of the State of Ohio establish the rights and privileges of the Village of Roseville, Muskingum County, (the Village) as a body corporate and politic. A publicly-elected six member Council govern the Village. The Village provides water and sewer utilities, park operations, and police services. The Village appropriates money to support a volunteer fire department.

Reporting Entity

The financial reporting entity consists of the primary government, component units, and other governmental organizations that are included to ensure that the financial statements are not misleading. The primary government of the Village consists of all funds, departments, boards, and agencies that are not legally separate from the Village. For the Village of Roseville, this includes the departments that provide various services including police protection, recreation (including parks), planning and zoning, street maintenance and repair, water and water pollution control, and general administrative services. These activities are directly controlled by the Council through the budgetary process, administrative and managerial requirements and procedures.

Component units are legally separate organizations for which the Village is financially accountable. The Village is financially accountable for an organization if the Village appoints a voting majority of the organization's governing board and (1) the Village is able to significantly influence the programs or services performed or provided by the organization; or (2) the Village is legally entitled to or can otherwise access the organization's resources; the Village is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or the Village is obligated for the debt of the organization. Component units may also include organizations that are fiscally dependent upon the Village in that the Village approves the budget, the issuance of debt, or the levying of taxes for the organization. No separate government units meet the criteria for inclusion as a component unit.

The Village's management believes these financial statements present all activities for which the Village is financially accountable.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

As discussed further in Note 2.C, these financial statements are presented on a cash basis of accounting. The cash basis of accounting differs from accounting principles generally accepted in the United States of America (GAAP). Generally accepted accounting principles include all relevant Governmental Accounting Standards Board (GASB) pronouncements, which have been applied to the extent they are applicable to the cash basis of accounting. In the government-wide financial statements and the fund financial statements for the proprietary funds, Financial Accounting Standards Board (FASB) pronouncements and Accounting Principles Board (APB) opinions issued on or before November 30, 1989, have been applied, to the extent they are applicable to the cash basis of accounting, unless those pronouncements conflict with or contradict GASB pronouncements, in which case GASB prevails. The Village does not apply FASB statements issued after November 30, 1989, to its business-type activities or its enterprise funds. Following are the more significant of the Village's accounting policies.

A. Basis of Presentation

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

Village of Roseville
Muskingum County
Notes to the Financial Statements
For the Years Ended December 31, 2008 and 2007

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

A. Basis of Presentation (Continued)

Government-wide Financial Statements - The statement of net assets and the statement of activities display information about the Village as a whole. These statements include the financial activities of the primary government, except for the fiduciary funds. The statements distinguish between those activities that are governmental and those that are considered business-type. Governmental activities generally are financed through taxes, intergovernmental receipts, or other nonexchange transactions. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services.

The statement of net assets presents the cash balances of the governmental and business-type activities of the Village at year end. The statement of activities compares disbursements with program receipts for each of the Village's governmental and business-type activities. Disbursements are reported by function. A function is a group of related activities designed to accomplish a major service or regulatory program for which the Village is responsible. Program receipts include charges paid by the recipient of the program's goods or services and grants and contributions restricted to meeting the operational or capital requirements of a particular program. General receipts are all receipts not classified as program receipts, with certain limited exceptions. The comparison of direct disbursements with program receipts identifies the extent to which each governmental function or business-type activity is self-financing on a cash basis or draws from the Village's general receipts.

Fund Financial Statements - During the year, the Village segregates transactions related to certain Village functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Fund financial statements are designed to present financial information of the Village at this more detailed level. The focus of governmental and enterprise fund financial statements is on major funds. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column. Fiduciary funds are reported by type.

Proprietary fund statements distinguish operating transactions from nonoperating transactions. Operating receipts generally result from exchange transactions such as charges for services directly relating to the fund's principal services. Operating disbursements include costs of sales and services and administrative costs. The proprietary fund statements report all other receipts and disbursements as nonoperating.

B. Fund Accounting

The Village uses fund accounting to maintain its financial records during the year. A fund is defined as a fiscal and accounting entity with a self balancing set of accounts. There are three categories of funds utilized by the Village: governmental, proprietary and fiduciary.

Governmental Funds - The Village classifies funds financed primarily from taxes, intergovernmental receipts (e.g. grants), and other nonexchange transactions as governmental funds. Following are the Village's major governmental funds:

General Fund The General Fund is the operating fund of the Village and is used to account for all financial resources except those required to be accounted for in another fund.

Street Construction, Maintenance and Repair Fund This fund receives gasoline tax and motor vehicle tax money for constructing, maintaining, and repairing Village streets.

Village of Roseville
Muskingum County
Notes to the Financial Statements
For the Years Ended December 31, 2008 and 2007

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Fund Accounting (Continued)

Income Tax Fund This fund receives local income tax revenues to offset costs of the General, Parks and Pool and Street, Construction, Maintenance and Repair Fund.

Squad Operation and Maintenance Fund This fund receives monies from charges for services related to emergency medical services to offset the costs of equipment for emergency medical protection.

Clean Ohio Assistance Fund This fund receives state grant money for the clean-up of the former Brush and Ungemach Pottery Sites.

The other governmental funds of the Village account for grants and other resources whose use is restricted to a particular purpose.

Proprietary Funds - The Village classifies funds financed primarily from user charges for goods or services as proprietary. The Village's proprietary funds are all classified as enterprise funds. Enterprise funds may be used to account for any activity for which a fee is charged to external users for goods or services. The following are the Village's major enterprise funds.

Water Operating Fund This fund is used to account for the revenues generated from the charges for distribution of water to the residential and commercial users of the Village.

Sanitary Sewer Operating Fund This fund is used to account for the revenues generated from the charges for sanitary sewer services provided to the residential and commercial users of the Village.

Regional Sewer Operating Fund This fund is used to account for the revenues generated from the charges for sanitary sewer services provided to the residential and commercial users of the regional sewer district.

Equipment Replacement Fund This fund receives money from charges for services for Roseville consumers with regards to sanitary sewer and charges to the Village of Crooksville for regional sewer.

OWDA Debt Service Fund This fund receives money from charges for services for Roseville consumers and charges to the Village of Crooksville.

USDA Rural Development Bond Reserve Fund This fund received money from charges for service for Roseville consumers and charges to the Village of Crooksville. The necessary balance is determined by the bond agreement.

USDA Rural Development Bond Fund This fund receives money from charges for services related to sewer debt.

Village of Roseville
Muskingum County
Notes to the Financial Statements
For the Years Ended December 31, 2008 and 2007

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Fiduciary Funds- Funds for which the Village is acting in an agency capacity are classified as agency funds. The Village had the following agency fund:

Mayor's Court This fund receives and distributes Mayor's Court fines and forfeitures.

C. Basis of Accounting

The Village's financial statements are prepared using the cash basis of accounting. Except for modifications having substantial support, receipts are recorded in the Village's financial records and reported in the financial statements when cash is received rather than when earned and disbursements are recorded when cash is paid rather than when a liability is incurred. Any such modifications made by the Village are described in the appropriate section in this note.

As a result of the use of the cash basis of accounting, certain assets and their related revenues (such as accounts receivable and revenue for billed or provided services not yet collected) and certain liabilities and their related expenses (such as accounts payable and expenses for goods or services received but not yet paid, and accrued expenses and liabilities) are not recorded in these financial statements.

D. Budgetary Process

All funds, except agency funds, are legally required to be budgeted and appropriated. The major documents prepared are the tax budget, the certificate of estimated resources, and the appropriations ordinance, all of which are prepared on the budgetary basis of accounting. The tax budget demonstrates a need for existing or increased tax rates. The certificate of estimated resources establishes a limit on the amount the Village Council may appropriate.

The appropriations ordinance is the Village Council's authorization to spend resources and sets limits on cash disbursements plus encumbrances at the level of control selected by the Village Council. The legal level of control has been established at the fund, department, and object level for all funds.

The certificate of estimated resources may be amended during the year if projected increases or decreases in receipts are identified by the Village Clerk/Treasurer. The amounts reported as the original budgeted amounts on the budgetary statements reflect the amounts on the certificate of estimated resources when the original appropriations were adopted. The amounts reported as the final budgeted amounts on the budgetary statements reflect the amounts on the amended certificated of estimated resources in effect at the time final appropriations were passed by the Village Council.

The appropriations ordinance is subject to amendment throughout the year with the restriction that appropriations cannot exceed estimated resources. The amounts reported as the original budgeted amounts reflect the first appropriation ordinance for that fund that covered the entire year, including amounts automatically carried forward from prior years. The amounts reported as the final budgeted amounts represent the final appropriation amounts passed by the Village Council during the year.

E. Cash and Investments

Village records identify the purchase of specific investments by specific funds.

To improve cash management, cash received by the Village is pooled and invested. Individual fund integrity is maintained through Village records. Interest in the pool is presented as "Equity in Pooled Cash and Cash Equivalents".

Village of Roseville
Muskingum County
Notes to the Financial Statements
For the Years Ended December 31, 2008 and 2007

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Cash and Investments (Continued)

Investments of the cash management pool and investments with an original maturity of three months or less at the time of the purchase are presented on the financial statements as cash equivalents. Investments with an initial maturity of more than three months that were not purchased from the pool are reported as investments. As of December 31, 2007, the Village did not have any investments with an initial maturity of more than three months.

Investments are reported as assets. Accordingly, purchases of investments are not recorded as disbursements, and sales of investments are not recorded as receipts. Gains or losses at the time of sale are recorded as receipts or disbursements, respectively. As of December 31, 2007 and 2008, the Village did not have any assets listed as investments.

During 2008 and 2007, the Village had its monies in checking accounts, a savings account and a money market account at a local financial institution. The Village's deposits are either insured by the Federal Depository Insurance Corporation or are collateralized by the financial institution's public entity deposit pool.

Money market mutual funds are recorded at share values the mutual fund reports.

Interest earnings are allocated to Village funds according to State statutes, grants requirements, or debt related restrictions. Interest receipts credited to the General Fund during 2008 and 2007 amounted to \$9,404 and \$9,810. Interest receipts credited to Other Government Funds during 2008 and 2007 amounted to \$1,177 and \$1,245.

F. Restricted Assets

Cash and cash equivalents are reported as restricted when limitations on their use change the nature or normal understanding of their use. Such constraints are either externally imposed by the creditors, contributors, grantors, or laws of other governments, or are imposed by law through constitutional provisions or enabling legislation.

G. Inventory and Prepaid Items

The Village reports disbursements for inventory and prepaid items when paid. These items are not reflected as assets in the accompanying financial statements.

H. Capital Assets

Acquisitions of property, plant and equipment are recorded as disbursements when paid. These items are not reflected as assets and liabilities in the accompanying financial statements.

I. Interfund Receivables/Payables

The Village reports advances in and advances out for interfund loans. These items are not reflected as assets and liabilities in the accompanying financial statements.

Village of Roseville
Muskingum County
Notes to the Financial Statements
For the Years Ended December 31, 2008 and 2007

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

J. Accumulated Leave

In certain circumstances, such as upon leaving employment or retirement, employees are entitled to cash payments for unused leave. Unpaid leave is not reflected as a liability under the Village's cash basis of accounting.

K. Employer Contributions to Cost-Sharing Pension Plans

The Village recognizes the disbursement for employer contributions to cost-sharing pension plans when they are paid. As described in Notes 8 and 9, the employer contributions include portions for pension benefits and for postretirement health care benefits.

L. Long-Term Obligations

The Village's cash basis financial statements do not report liabilities for bonds or other long-term obligations. Proceeds of debt are reported when cash is received and principal and interest payments are reported when paid. Since recording a capital asset when entering into a capital lease is not the result of a cash transaction, neither an other financing source nor a capital outlay expenditure are reported at inception. Lease payments are reported when paid.

M. Net Assets

Net assets are reported as restricted when there are limitations imposed on their use either through enabling legislation or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments. Net assets restricted for other purposes primarily include activities involving street and state highway maintenance and repairs, police and fire protection, activities of the Village's court, cemetery operations, and the Village's parks and pool. The Village's policy is to first apply restricted resources when an expense is incurred for purposes for which both restricted and unrestricted resources are available.

N. Fund Balance Reserves

The Village reserves any portion of fund balances which is not available for appropriation or which is legally segregated for specific future use. Unreserved fund balance indicates that portion of fund balance that is available for appropriation in future periods. Fund balance reserves have been established for unclaimed monies and encumbrances.

O. Interfund Transactions

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

Exchange transactions between funds are reported as receipts in the seller funds and as disbursements in the purchaser funds. Subsidies from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds and after nonoperating receipts/disbursements in proprietary funds. Repayments from funds responsible for particular disbursements to the funds that initially paid for them are not presented in the financial statements.

Village of Roseville
Muskingum County
Notes to the Financial Statements
For the Years Ended December 31, 2008 and 2007

3. BUDGETARY BASIS OF ACCOUNTING

The budgetary basis as provided by law is based upon accounting for certain transactions on the basis of cash receipts, disbursements, and encumbrances. The Statement of Receipts, Disbursements, and Changes in Fund Balance – Budget and Actual – Budgetary Basis presented for the General Fund and each major special revenue fund is prepared on the budgetary basis to provide a meaningful comparison of actual results with the budget. The difference between the budgetary basis and the cash basis are outstanding year end encumbrances. These are treated as cash disbursements (budgetary basis) rather than as a reservation of fund balance in the cash basis and outstanding year end advances are treated as an other financing source or use in the budgetary basis rather than as an interfund receivable or payable in the cash basis. The encumbrances outstanding as of December 31, 2008 and 2007, amounted to \$343 for both years for the General Fund, and \$181 for both years for the Street Construction, Maintenance and Repair Fund and \$199 for the Income Tax Fund for the year ended December 31, 2007.

4. DEPOSITS AND INVESTMENTS

Monies held by the Village are classified by State statute into three categories.

Active monies are public monies determined to be necessary to meet current demands upon the Village treasury. Active monies must be maintained either as cash in the Village treasury, in commercial accounts payable or withdrawable on demand, including negotiable order of withdrawal (NOW) accounts, or in money market deposit accounts.

Inactive deposits are public deposits that Council has identified as not required for use within the current five year period of designation of depositories. Inactive deposits must either be evidenced by certificates of deposit maturing not later than the end of the current period of designation of depositories, or by savings or deposit accounts including, but not limited to, passbook accounts.

Interim deposits are deposits of interim monies. Interim monies are those monies which are not needed for immediate use but which will be needed before the end of the current period of designation of depositories. Interim deposits must be evidenced by time certificates of deposit maturing not more than one year from the date of deposit or by savings or deposit accounts, including passbook accounts.

Interim monies held by the Village can be deposited or invested in the following securities:

1. United States Treasury bills, bonds, notes, or any other obligation or security issued by the United States Treasury, or any other obligation guaranteed as to principal and interest by the United States;
2. Bonds, notes, debentures, or any other obligation or security issued by any federal government agency or instrumentality including, but not limited to, the Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation, Government National Mortgage Association, and Student Loan Marketing Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
3. Written repurchase agreements in the securities listed above provided the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least 2 percent and be marked to market daily, and the term of the agreement must not exceed thirty days;
4. Bonds and other obligations of the State of Ohio or Ohio local governments;

Village of Roseville
Muskingum County
Notes to the Financial Statements
For the Years Ended December 31, 2008 and 2007

4. DEPOSITS AND INVESTMENTS (Continued)

5. Time certificates of deposit or savings or deposit accounts including, but not limited to, passbook accounts;
6. No-load money market mutual funds consisting exclusively of obligations described in division (1) or (2) and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions;
7. The State Treasurer's investment pool (STAR Ohio).

Investments in stripped principal or interest obligations reverse repurchase agreements, and derivatives are prohibited. The issuance of taxable notes for the purpose of arbitrage, the use of leverage, and short selling are also prohibited. An investment must mature within five years from the date of purchase, unless matched to a specific obligation or debt of the Village, and must be purchased with the expectation that it will be held to maturity. Investments may only be made through specified dealers and institutions.

At December 31, 2008 and 2007, the Village had no undeposited cash on hand.

Deposits Custodial credit risk for deposits is the risk that in the event of bank failure, the Village will not be able to recover deposits or collateral securities that are in the possession of an outside party. At December 31, 2008 and 2007, bank balances of \$1,062,851 and \$942,799, respectively, are insured by the Federal Deposit Insurance Corporation or collateralized by the financial institution's public entity deposit pool.

The Village has no deposit policy for custodial risk beyond the requirements of State statute. Ohio law requires that deposits be either insured or be protected by eligible securities pledged to and deposited either with the Village or a qualified trustee and pledged to secure the repayment of all public monies deposited in the financial institution whose market value at all times shall be at least one hundred five percent of the deposits being secured.

The carrying amount of cash and investments on December 31 was as follows:

	2008	2007
Demand Deposits with Peoples Bank	\$ 356,870	\$ 243,860
Money Market Account with Peoples Bank	705,981	698,939
Total	\$ 1,062,851	\$ 942,799

5. INCOME TAX

The Village levies a municipal income tax of one percent on substantially all earned income arising from employment, residency, or business activity within the Village as well as certain income of residents earned outside of the Village. Employers within the Village withhold income tax on employee compensation and remit the tax to the Village either monthly or quarterly, as required. Corporations and other individual taxpayers pay estimated taxes quarterly and file a declaration annually.

6. PROPERTY TAX

Property taxes include amounts levied against all real property, public utility property, and tangible personal property located in the Village. Property tax receipts received in 2008 for real and public utility property taxes represents collections of the 2007 taxes. Property taxes payments received in 2008 for tangible personal property (other than public utility property) is for 2008 taxes.

Village of Roseville
Muskingum County
Notes to the Financial Statements
For the Years Ended December 31, 2008 and 2007

6. PROPERTY TAX (Continued)

2008 real property taxes are levied after October 1, 2008, on the assessed values as of January 1, 2007, the lien date. Assessed values for real property taxes were established at thirty-five percent of appraised market value. 2008 real property taxes are collected in and intended to finance 2009.

Real property 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 paid by June 20. Under certain circumstances, State statute permits alternate payment dates to be established.

Public utility tangible personal is assessed at varying percentages of true value; public utility real property is assessed at thirty-five percent of true value. 2008 public utility property taxes which became a lien on December 31, 2007, are levied after October 1, 2008, and are collected in 2009 with real property taxes.

2008 tangible property tax are levied after October 1, 2007, on the value as of December 31, 2007. Collections are made in 2008. Tangible personal property assessments are being phased out – the assessment percentage for all property including inventory for 2007 is 12.5%. This will be reduced to 6.25% for 2008, and zero for 2009. Payments by multi-county taxpayers are due September 20. Single county taxpayers may pay annually or semi-annually. If paid annually, payment is due April 30; if paid semi-annually, the first payment is due April 30, with the remainder payable by September 20.

The assessed values of real property, public utility property, and tangible personal property in Perry and Muskingum Counties upon which 2008 property tax receipts were based are as follows:

	2008	2007
Real Property:		
Residential	\$10,209,920	\$10,026,950
Commercial/Industrial/Mineral	2,058,710	2,043,970
Tangible Personal Property:		
Business	17,330	245,931
Public Utility	640,870	651,650
Total Assessed Value	\$12,926,830	\$12,968,501

7. RISK MANAGEMENT

During 2008 and 2007, the Village participated with other local governments in Ohio to participate in the Public Entity Pool of Ohio (PEP), a public entity insurance purchasing pool. Each individual governmental entity enters into an agreement with the PEP and its premium is based on types of coverage, limits of coverage, and deductibles that it selects. The Village pays this annual premium to the PEP (See Note 13).

The types and amounts of coverage provided by the Public Entity Pool of Ohio are as follows:

Village of Roseville
Muskingum County
Notes to the Financial Statements
For the Years Ended December 31, 2008 and 2007

7. RISK MANAGEMENT (Continued)

Property	Deductible	Coverage
Real Property	\$1,000	\$3,165,085
Boiler and Machinery	1,000	3,283,585
Personal Property	1,000	117,500
General Liability:		
Per Occurrence	0	2,000,000
Aggregatge Limit	0	2,000,000
Employers Liability - Stop Gap:		
Per Accident	0	2,000,000
Per Disease Each Employee	0	2,000,000
Per Disease Policy Limit	0	2,000,000
Employee Benefits Liability:		
Per Claim	1,000	1,000,000
Aggregate Limit	1,000	1,000,000
Law Enforcement:		
Each Occurrence	1,000	2,000,000
Aggregatge Limit	1,000	2,000,000
Medical Professional		
Each Occurrence	0	2,000,000
Aggregatge Limit	0	2,000,000
Wrongful Acts	1,000	2,000,000
Vehicles:		
Bodily Injury:		
Per Person	0	2,000,000
Per Accident	0	2,000,000
Property Damage		
Uninsured Motorist:		
Per Person	0	1,000,000
Per Accident	0	1,000,000

Settled claims have not exceeded this commercial coverage in any of the past five fiscal years. There has been no significant reduction in insurance coverage from 2004. Claims were issued for the Water Fund in 2008 that amounted to \$25,728 and 2007 amounted to \$27,479.

8. DEFINED BENEFIT PENSION PLANS

A. Ohio Public Employees Retirement System

The Village participates in the Ohio Public Employees Retirement System (OPERS). OPERS administers three separate pension plans. The traditional plan is a cost-sharing, multiple-employer defined benefit pension plan. The member-directed plan is a defined contribution plan in which the member invests both member and employer contributions (employer contributions vest over five years at 20 percent per year). Under the member directed plan, members accumulate retirement assets equal to the value of the member and vested employer contributions plus any investment earnings.

Village of Roseville
Muskingum County
Notes to the Financial Statements
For the Years Ended December 31, 2008 and 2007

8. DEFINED BENEFIT PENSION PLANS (Continued)

A. Ohio Public Employees Retirement System (Continued)

The combined plan is a cost-sharing, multiple-employer defined benefit pension plan that has elements of both a defined benefit and a defined contribution plan. Under the combined plan, employer contributions are invested by the retirement system to provide a formula retirement benefit similar to the traditional plan benefit. Member contributions, whose investment is self-directed by the member, accumulate retirement assets in a manner similar to the member directed plan.

OPERS provides retirement, disability, survivor and death benefits, and annual cost of living adjustments to members of the traditional and combined plans. Members of the member directed plan do not qualify for ancillary benefits. Authority to establish and amend benefits is provided by Chapter 145 of the Ohio Revised Code. OPERS issues a stand-alone financial report that may be obtained by writing to OPERS, 277 East Town Street, Columbus, OH 43215-4642 or by calling (614) 222-6701 or (800) 222-7377.

The Ohio Revised Code provides statutory authority for member and employer contributions. For the years ended December 31, 2008 and 2007, the members of all three plans, except those in law enforcement or public safety participating in the traditional plan, were required to contribute 10 and 9.5 percent of their annual covered salaries, respectively. Members participating in the traditional pension plan who were in law enforcement contributed 10 percent of their annual covered salary; there were no members in public safety. The Village's contribution rates for pension benefits for 2008 and 2007 were 14 percent and 13.85 percent, respectively, except for those plan members in law enforcement or public safety. For those classifications, the Village's pension contributions for law enforcement were 3.5 percent of covered payroll.

The Village's required contributions for pension obligations to the traditional and combined plans for the years ended December 31, 2008, and 2007, were \$36,220, and \$40,678, respectively. The full amount has been contributed for 2008 and 2007. No Village employees participated in the member-directed plan.

B. Ohio Police and Fire Pension Fund

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

For the years December 31, 2008 and 2007, plan members are required to contribute 10 percent of their annual covered salary to fund pension obligations, while the Village is required to contribute 19.5 percent. Contributions are authorized by State statute. The Village's contributions to the Fund for years ended December 31, 2008 and 2007 were \$15,382, and \$15,339 respectively. The full amount has been contributed for 2008 and 2007.

9. POSTEMPLOYMENT BENEFITS

A. Ohio Public Employees Retirement System

The Ohio Public Employees Retirement System (OPERS) maintains a cost-sharing multiple-employer defined benefit postemployment healthcare plan for qualifying members of both the traditional and combined pension plans. Members of the member-directed plan do not qualify for ancillary benefits, including postemployment healthcare. The Plan includes a medical plan, a prescription drug program and Medicare Part B premium reimbursement.

Village of Roseville
Muskingum County
Notes to the Financial Statements
For the Years Ended December 31, 2008 and 2007

9. POSTEMPLOYMENT BENEFITS (Continued)

To qualify for postemployment healthcare coverage, age and service retirees under the traditional and combined plans must have ten or more years of qualifying Ohio service credit. Healthcare coverage for disability benefit recipients and qualified survivor benefit recipients is available. The Ohio Revised Code permits, but does not require, OPERS to provide healthcare benefits to its eligible members and beneficiaries. Authority to establish and amend benefits is provided in Chapter 145 of the Ohio Revised Code.

Disclosures for the healthcare plan are presented separately in the OPERS financial report which may be obtained by writing to OPERS, 277 East Town Street, Columbus, Ohio 43215-4642 or by calling (614) 222-5601 or 800-222-7377.

The postemployment healthcare plan was established under, and is administered in accordance with, Internal Revenue Code 401(h). State statute requires that public employers fund postemployment healthcare through contributions to OPERS. A portion of each employer's contribution to the traditional or combined plans is set aside for the funding of postemployment healthcare.

Employer contribution rates are expressed as a percentage of the covered payroll of active employees. In 2008 and 2007, local government employers contributed 14 and 13.85 percent of covered payroll. Each year, the OPERS retirement board determines the portion of the employer contribution rate that will be set aside for funding postemployment healthcare benefits. The amount of the employer contributions which was allocated to fund postemployment healthcare was 5 percent from January 1 through June 30, 2007 and 6 percent from July 1 through December 31, 2007 and 7 percent for 2008.

The retirement board is also authorized to establish rules for the payment of a portion of the healthcare benefits by the retiree or the retiree's surviving beneficiaries. Payment amounts vary depending on the number of covered dependents and the coverage selected. Active members do not make contributions to the postemployment healthcare plan.

The Village's contributions allocated to fund postemployment healthcare benefits for the years ended December 31, 2008, 2007 and 2006 were \$2,535, \$2,847 and \$1,564, respectively. The full amount has been contributed for 2008, 2007 and 2006.

On September 9, 2004, the OPERS Retirement Board adopted a Health Care Preservation Plan (HCPP) which was effective January 1, 2007. Member and employer contribution rates increased as of January 1, 2006, January 1, 2007, and January 1, 2008, which allowed additional funds to be allocated to the healthcare plan.

B. Ohio Police and Fire Pension Fund

The Village contributes to the Ohio Police and Fire Pension Fund (OP&F) sponsored healthcare program, a cost-sharing multiple-employer defined postemployment healthcare plan administered by OP&F. OP&F provides healthcare benefits including coverage for medical, prescription drugs, dental, vision, Medicare B Premium reimbursement and long term care to retirees, qualifying benefit recipients and their eligible dependents.

OP&F provides access to postretirement healthcare coverage for any person who receives or is eligible to receive a monthly service, disability or survivor benefit or is a spouse or eligible dependent child of such person.

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

Village of Roseville
Muskingum County
Notes to the Financial Statements
For the Years Ended December 31, 2008 and 2007

9. POSTEMPLOYMENT BENEFITS (Continued)

OP&F issues publicly available financial report that includes financial information and required supplementary information for the Plan. That report may be obtained by writing to OP&F, 140 East Town Street, Columbus, Ohio 43215-5164.

OP&F's postemployment healthcare plan was established and is administered as an Internal Revenue Code 401(h) account within the defined benefit pension plan, under the authority granted by the Ohio Revised Code to the OP&F Board of Trustees. The Ohio Revised Code sets the contribution rates for participating employers and for plan members to the OP&F. Participating employers are required to contribute to the pension plan at rates expressed as percentages of the payroll of active pension plan members, currently, 19.5 percent.

The Board of Trustees is authorized to allocate a portion of the total employer contributions made to the pension plan to the 401(h) account as the employer contribution for retiree healthcare benefits. For the years ended December 31, 2008 and 2007, the employer contribution allocated to the healthcare plan was 6.75 percent of covered payroll. The amount of employer contributions allocated to the healthcare plan each year is subject to the trustees' primary responsibility to ensure that pension benefits are adequately funded and also is limited by the provisions of Section 401(h).

The OP&F Board of Trustees is also authorized to establish requirements for contributions to the healthcare plan by retirees and the eligible dependents, or their surviving beneficiaries. Payment amounts vary depending on the number of covered dependents and the coverage selected. Active members do not make contributions to the OPEB Plan.

The Village contributions to OP&F which were allocated to fund postemployment healthcare benefits for police were \$15,380 for 2008, \$15,339 for 2007 and \$ for 2006. The full amount has been contributed for 2008, 2007 and 2006.

10. LONG-TERM OBLIGATIONS

A summary of debt for the years ended December 31, 2008 and 2007 follows:

Village of Roseville
Muskingum County
Notes to the Financial Statements
For the Years Ended December 31, 2008 and 2007

10. LONG-TERM OBLIGATIONS (Continued)

Name of Loan	Description	Principal Outstanding 12/31/06	Additions	Deductions	Principal Outstanding 12/31/07	Additions	Deductions	Principal Outstanding 12/31/08
United State Department of Agrculture- USDA	Sewer Mortgage Revenue Bonds- 1989	\$ 833,000	\$ -	\$ 22,000	\$ 811,000	\$ -	\$ 23,000	\$ 788,000
United State Department of Agrculture- USDA	Sewer Mortgage Revenue Bonds- 1994	103,000	-	2,000	101,000	-	2,000	99,000
Century National Bank- Bond Principal and Interest (MBBR)	Municipal Building	8,036	-	4,414	3,622	-	3,622	-
Ohio Water Development Authority	Water	783,445	-	34,007	749,438	-	36,238	713,200
Ohio Water Development Authority	New Sewer Project	128,835	-	9,961	118,874	-	10,182	108,692
Ohio Public Works Commision	Issue II	107,628	-	7,019	100,609	-	7,160	93,449
The Community Bank	Slope Mower Loan	4,314	-	2,570	1,744	-	1,744	-
Peoples National Bank	1992 GMC Truck	7,511	-	4,812	2,699	-	2,699	-
Peoples National Bank	Police Cruiser Chevy Impala	10,807	-	4,506	6,301	-	4,369	1,932
Peoples National Bank	Scag Lawn Mower	-	-	-	-	4,520	392	4,128
TOTALS		\$ 1,986,576	\$ -	\$ 91,289	\$ 1,895,287	\$ 4,520	\$ 91,406	\$ 1,808,401

The Municipal Building Bonds were issued for the purchase and renovation of the municipal building. These bonds are being retired through the Debt Service Fund with general property tax revenues in monthly installments of \$403, including interest, through 2008 and are collateralized by the Village's full faith and credit. The Bonds were paid off in August 2008.

The Slope Mower Loan was issued for the purchase of a slope mower by the Village during 2003. The original amount of the loan was \$12,261 and is to be repaid over a period of 5 years in monthly installments of \$224, including interest. The loan is being repaid by the Village from the Flood Control Fund and is collateralized by the full faith and credit of the Village. The loan was paid off in August 2008.

The Sewer Mortgage Revenue Bonds were issued to finance sewer system capital improvements. The assets and revenues of the sewer utility are pledged for the repayment of these obligations. The Series 1989 bonds will be repaid in annual installments ranging from \$62,000 to \$64,000, plus interest, and are due in 2028. Interest is paid in annual installments at five percent of the outstanding balance. The Series 1994 bonds will be repaid in annual installments ranging from \$6,000 to \$8,000, plus interest, and are due in 2034. The bond covenant requires the Village to establish and fund a debt service reserve fund, which is included within the enterprise funds on the accompanying financial statements. The balance in the fund on December 31, 2008 is \$70,000.

Village of Roseville
Muskingum County
Notes to the Financial Statements
For the Years Ended December 31, 2008 and 2007

10. LONG-TERM OBLIGATIONS (Continued)

The Ohio Public Works Commission Loan relates to sewer system improvements. This loan will be repaid in semiannual installments of \$4,568, including interest and is due in 2020. The assets and revenues of the sewer utility are pledged for the repayment of this obligation.

The Ohio Water Development Authority (OWDA) loans relate to water and sewer plant expansion projects that were mandated by the Ohio Environmental Protection Agency. The assets and revenues of the utilities are pledged for the repayment of these obligations. The Water Treatment Plan Loan (1995) will be repaid in semiannual installments of \$42,701, including interest, over 25 years. The Water Pollution Control Loan (1999) will be repaid in semiannual installments of \$6,371, including interest, over 20 years.

The Peoples National Bank loans relate to vehicle purchases. The 1992 GMC Truck is a dump truck for salting and scrapping roads in the Village. The assets and revenues come from gas and license tax in the Street Construction, Maintenance, and Repair Fund. The dump truck will be repaid in monthly installments of \$391, including interest, retiring in August 2008. The second Peoples National Bank loan is for a 2007 Chevy Impala. The vehicle is used as a police cruiser. The assets and revenues come from court fines, levies, and taxes in the General Fund. The cruiser is repaid in monthly installments of \$395, including interest, retiring early in 2009 due to surplus material being applied to the principle of the loan in 2007. The third Peoples National Bank loan is for a Scag Lawn Mower for cemetery maintenance. The revenues come from levies, and cemetery fees. The mower will be repaid in monthly installments of \$94 including interest, retiring August, 2013.

Amortization of the above debt follows:

Year	Total Bonds and Notes	
	Principal	Interest
2009	\$ 79,313	\$ 91,741
2010	87,994	90,764
2011	91,348	86,280
2012	96,676	81,563
2013	100,176	76,568
2014-2018	576,524	302,323
2019-2023	446,370	144,501
2024-2028	296,000	53,105
2029-2033	28,000	5,265
2034	6,000	270
Totals	\$ 1,808,401	\$ 932,380

11. INTERFUND TRANSFERS

A. Transfers

During 2008 and 2007 the following transfers were made:

Village of Roseville
Muskingum County
Notes to the Financial Statements
For the Years Ended December 31, 2008 and 2007

11. INTERFUND TRANSFERS (Continued)

2008

Transfer to	Transfer from		
	Sanitary Sewer	Income Tax	Total
General	\$ -	\$ 30,000	\$ 30,000
Nonmajor Governmental	-	4,836	4,836
Regional Sewer Operating	42,500	-	42,500
Total	\$ 42,500	\$ 34,836	\$ 77,336

2007

Transfer to	Transfer from				
	General	Sanitary Sewer	Income Tax	Nonmajor Governmental	Total
General	\$ -	\$ -	\$ 15,000		\$ 15,000
Nonmajor Governmental	13,835	-	8,586	7,500	29,921
Regional Sewer Operating	-	42,500	-	-	42,500
Total	\$ 13,835	\$ 42,500	\$ 23,586	\$ 7,500	\$ 87,421

The above mentioned Transfers From/To were used to move receipts from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them. All transfers are in compliance with Ohio Revised Code sections 5705.14.-16. The specific purpose of each transfer is as follows.

Per Resolution 2007-03 and 2008-03, the Village Council approved transfers from the Income Tax Fund to the Municipal Building Bond Retirement Fund for the purposes of making loan payments.

Per Resolution 2007-26 and 2008-17, the Village Council approved transfers from the Sanitary Sewer Operating Fund to the Regional Sewer Operating Fund. This transfer is a set amount and occurs each year as the Sewers share costs.

Per Resolution 2007-38, the Village Council approved a transfer to the Cemetery Fund for paving of a road.

Per Resolution 2007-26, the Village Council approved transfers from the General Fund and the Income Tax Fund to the Park and Pool Fund to cover costs of pool operations. Also within the Resolution and Resolution 2008-17, monies were transferred from the Income Tax Fund to the General Fund.

B. Advances

During 2007, Mayor's Court Computer Fund repaid the Income Tax Fund \$750 for an advance made in 2007 for the purpose of purchasing software. The repayment eliminated any interfund balances.

Village of Roseville
Muskingum County
Notes to the Financial Statements
For the Years Ended December 31, 2008 and 2007

12. CONTINGENT LIABILITIES

A. Grants

Amounts grantor agencies pay to the Village are subject to audit and adjustment by the grantor, principally the federal government. Grantors may require refunding any disallowed costs. Management cannot presently determine amounts grantors may disallow. However, based on prior experience, management believes any refunds would be immaterial.

B. Litigation

The Village is currently (2009) under suit for personal property at 8 S. Main Street, Roseville for damages in excess of \$25,000. Roseville Village Council declared the building unsafe during a special council meeting and demolished the building.

13. INSURANCE PURCHASING POOL

Public Entity Pool of Ohio

The Village is a member of the Public Entities Pool of Ohio (PEP), a risk-sharing pool available to Ohio political subdivisions. PEP provides property and casualty coverage for its members. PEP is a member of the American Public Entity Excess Pool (APEEP). Member political subdivisions pay annual contributions to fund PEP. PEP pays judgments, settlements and other expenses resulting from covered claims that exceed the members' deductibles.

Casualty Coverage PEP retains up to \$350,000 per claim, including loss adjustment expenses. PEP makes an annual contribution to APEEP. APEEP reinsures casualty claims exceeding \$350,000, up to \$2,650,000 per claim and \$5,000,000 in the aggregate per year. If losses exhaust PEP's net assets, APEEP covers PEP's retained casualty risk up to \$10,000,000 per year, subject to a per-claim limit of \$3,000,000. Local political subdivisions can elect additional coverage, up to a limit of \$12,000,000 from the General Reinsurance Corporation.

Property Coverage PEP retains property risks, including automobile physical damage, up to \$100,000 in any one occurrence. APEEP reinsures property losses that are greater than \$100,000 up to \$250,000 per occurrence. The Travelers Indemnity Company reinsures losses exceeding \$250,000 up to \$600,000,000 per occurrence.

The aforementioned casualty and property reinsurance agreements do not discharge PEP's primary liability for claims payments on covered losses. Claims exceeding coverage limits are the obligation of the respective local government.

Financial Position PEP's financial statements (audited by other accountants) conform with generally accepted accounting principles, and reported the following assets, liabilities and net assets at December 31, 2007 and 2006, (the latest information available):

	<u>2007</u>	<u>2006</u>
Statement of Net Assets		
Assets	\$37,560,071	\$36,123,194
Liabilities	<u>(17,340,825)</u>	<u>(16,738,904)</u>
Net Assets-Unrestricted	<u>\$20,219,246</u>	<u>\$19,384,290</u>

Perry & Associates
Certified Public Accountants, A.C.

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

June 5, 2009

Village of Roseville
Muskingum County
107 North Main Street
Roseville, Ohio 43777

To the Village Council:

We have audited the financial statements of the governmental and business-type activities, each major fund, and the aggregate remaining fund information of the **Village of Roseville, Muskingum County, Ohio** (the Village), as of and for the years ended December 31, 2008 and December 31, 2007, which collectively comprise the Village's basic financial statements and have issued our report thereon dated June 5, 2009, wherein we noted the Village uses a comprehensive accounting basis other than generally accepted accounting principles. 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 the Comptroller General of the United States' *Government Auditing Standards*.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Village's internal control over financial reporting as a basis for designing our audit procedures for expressing our opinions on the financial statements, but not to opine on the effectiveness of the Village's internal control over financial reporting. Accordingly, we have not opined on the effectiveness of the Village's internal control over financial reporting.

A control deficiency exists when the design or operation of a control does not allow management or employees, in performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or a combination of control deficiencies, that adversely affects the Village's ability to initiate, authorize, record, process, or report financial data reliably in accordance with its applicable accounting basis, such that there is more than a remote likelihood that the Village's internal control will not prevent or detect a more-than-inconsequential financial statement misstatement.

A material weakness is a significant deficiency, or combination of significant deficiencies resulting in more than a remote likelihood that the Village's internal control will not prevent or detect a material financial statement misstatement.

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

Compliance and Other Matters

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

We noted certain matters that we reported to management of the Village in a separate letter dated June 5, 2009.

We intend this report solely for the information and use of management and Village Council. It is not intended for anyone other than these specified parties.

Respectfully Submitted

A handwritten signature in black ink that reads "Perry & Associates CPAs A.C." in a cursive script.

Perry and Associates
Certified Public Accountants, A.C.

**Village of Roseville
Muskingum County**

**Schedule of Prior Audit Findings
For the Years Ended December 31, 2008 and 2007**

Finding Number	Finding Summary	Fully Corrected?	Not Corrected, Partially Corrected; Significantly Different Corrective Action Taken; or Finding No Longer Valid; <i>Explain</i>
2006-001	ORC § 5705.10 – monies were posted to the improper funds.	Yes.	Finding No Longer Valid.
2006-002	OAC § 117-7-01 – revenues and expenditures were not posted accurately.	Yes	Finding No Longer Valid.



Mary Taylor, CPA
Auditor of State

VILLAGE OF ROSEVILLE

MUSKINGUM 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
JULY 14, 2009**