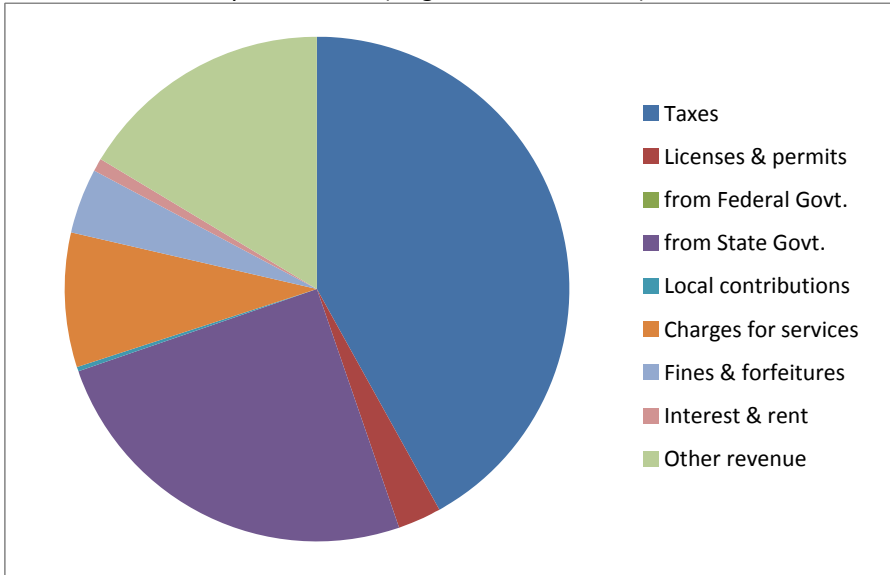


CITIZENS' GUIDE TO LOCAL UNIT FINANCES - Ithaca - Gratiot

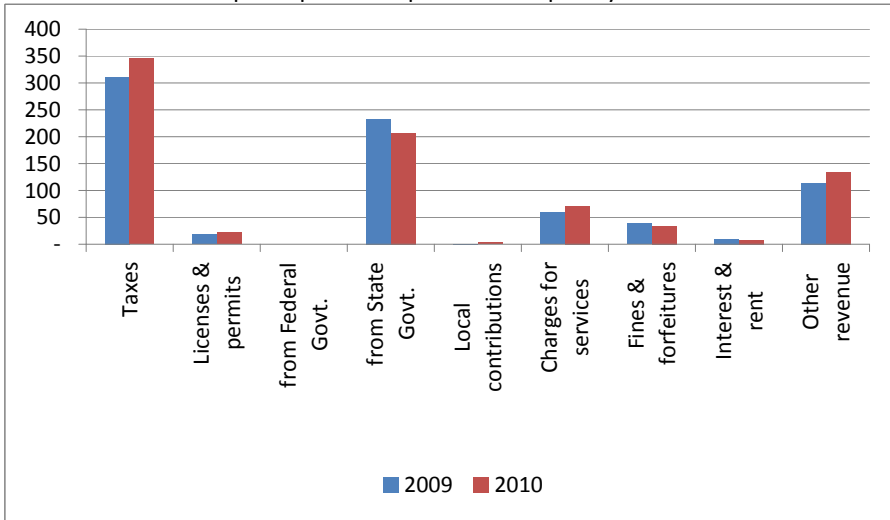
1. Where our money comes from (all governmental funds)



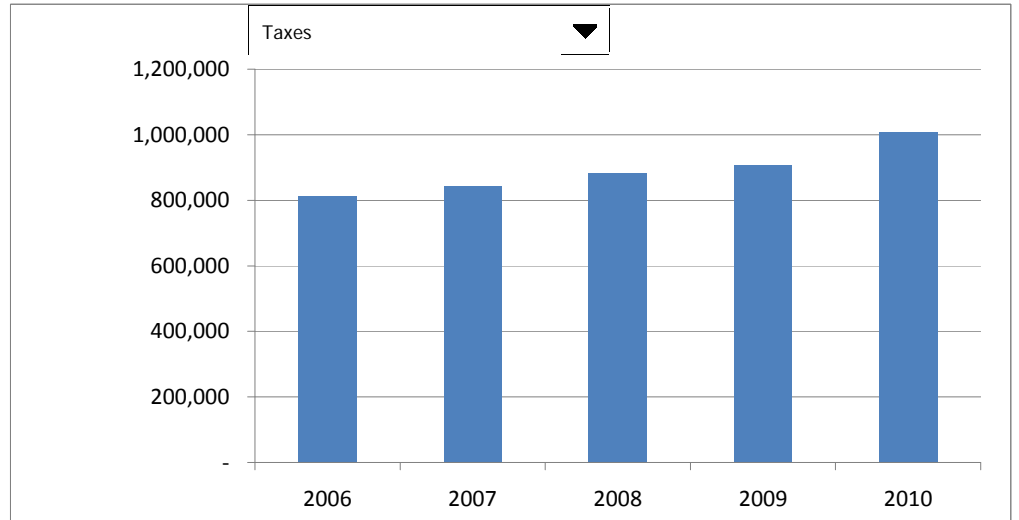
2. Compared to the prior year

	2009	2010	% change
Taxes	\$ 906,331	\$ 1,007,241	11%
Licenses & permits	52,200	62,954	21%
from Federal Govt.	-	-	n/a
from State Govt.	679,619	601,201	-12%
Local contributions	1,700	7,940	367%
Charges for services	171,879	206,485	20%
Fines & forfeitures	113,255	98,952	(0)
Interest & rent	30,258	23,031	(0)
Other revenue	333,296	390,811	17%
Total	\$ 2,288,538	\$ 2,398,615	5%

3. Revenue sources per capita - compared to the prior year



4. Historical trends of individual sources

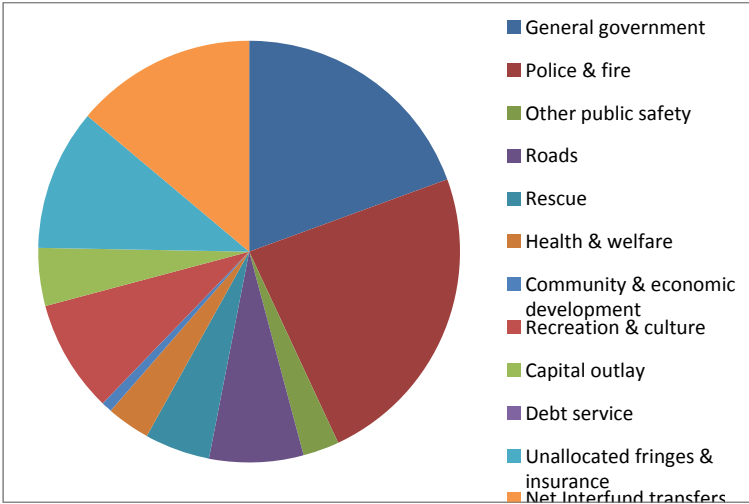


Commentary:

CITIZENS' GUIDE TO LOCAL UNIT FINANCES - Ithaca - Gratiot

EXPENDITURES

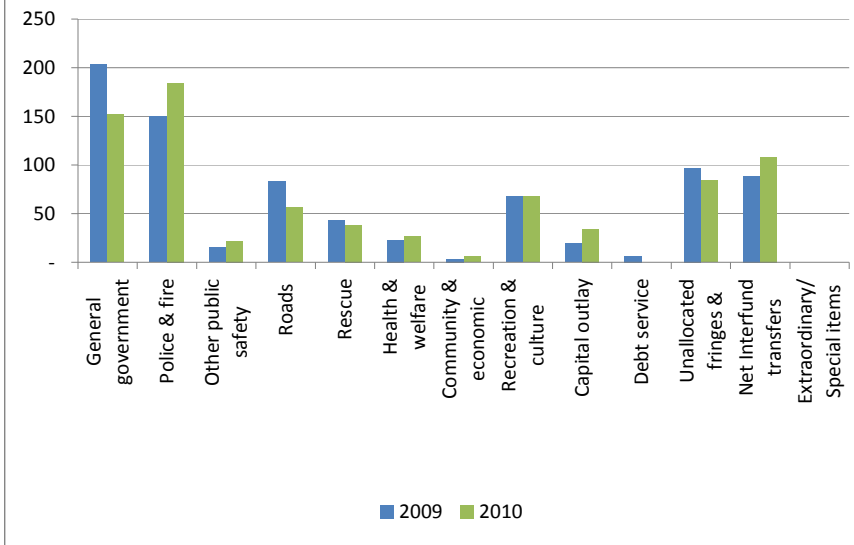
1. Where we spend our money (all governmental funds)



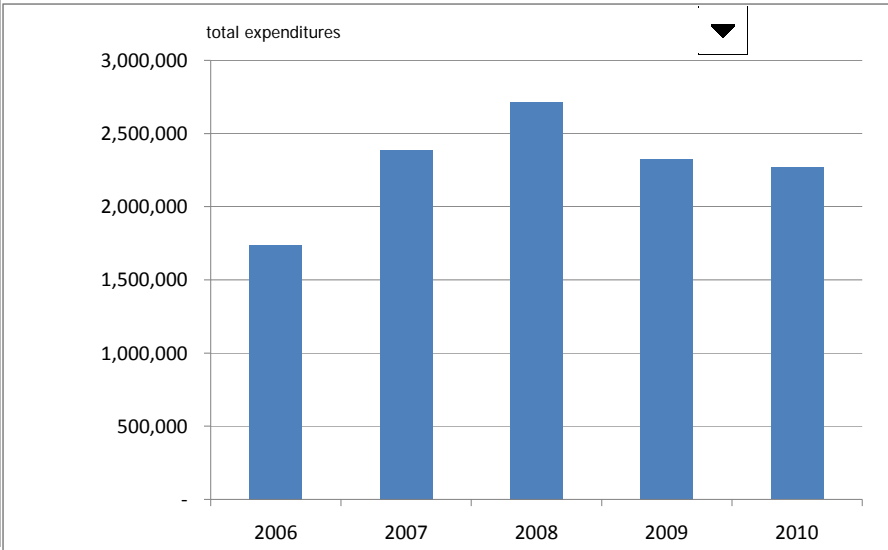
2. Compared to the prior year

	2009	2010	% change
General government	\$ 591,893	\$ 442,647	-25%
Police & fire	435,716	537,063	23%
Rescue	43,805	62,909	44%
Roads	242,284	163,865	-32%
Other public works	125,451	112,408	-10%
Health & welfare	66,399	76,162	15%
Community & economic development	9,888	17,166	74%
Recreation & culture	197,574	196,752	0%
Capital outlay	55,581	99,371	79%
Debt service	18,132	-	-100%
Unallocated fringes & insurance	282,813	244,920	-13%
Net Interfund transfers	257,945	314,975	22%
total expenditures	\$ 2,327,481	\$ 2,268,238	-3%

3. Spending per capita - compared to the prior year



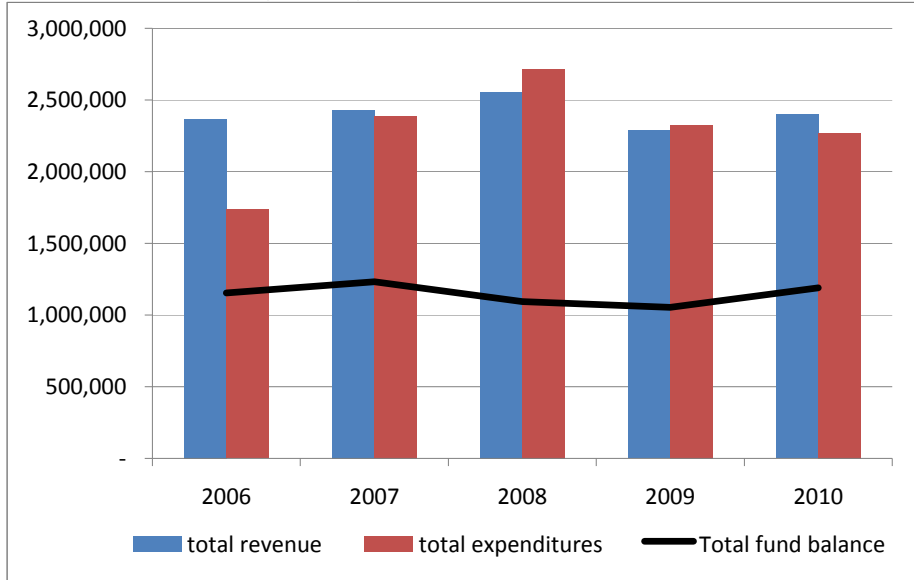
4. Historical trends of individual departments:



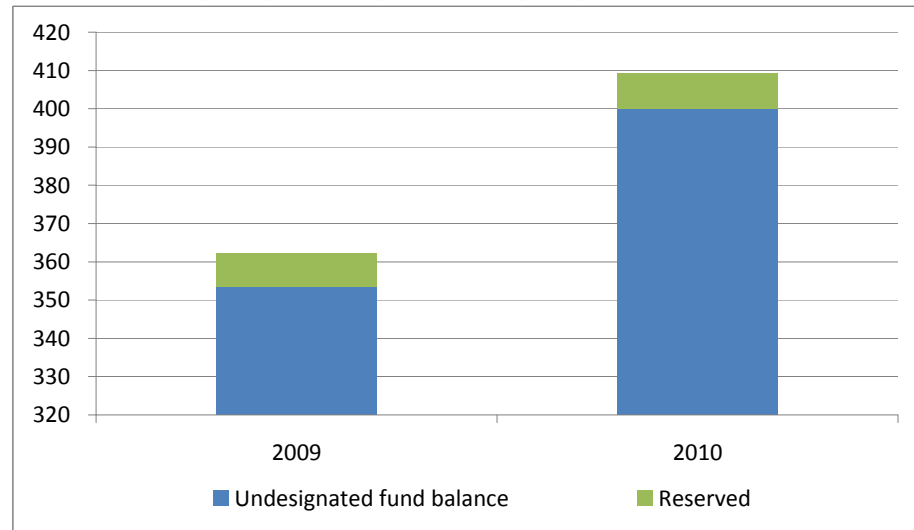
Commentary:

CITIZENS' GUIDE TO LOCAL UNIT FINANCES - Ithaca - Gratiot

1. How have we managed our governmental fund resources (fund balance)?



3. Fund balance per capita - compared to the prior year

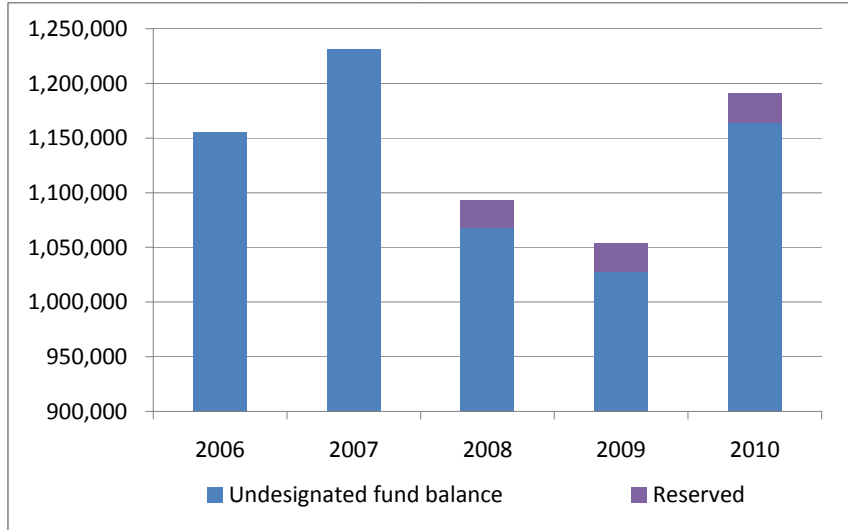


2. Compared to the prior year

FINANCIAL POSITION

	2009	2010	% change
Revenue	2,288,538	2,398,615	5%
Expenditures	2,327,481	2,268,238	-3%
Surplus (shortfall)	(38,943)	130,377	-435%
Fund balance, by component:			
Reserved	25,788	26,740	4%
Designated	-	-	-
Undesignated	1,028,156	1,163,808	13%
total fund balance	1,053,944	1,190,548	13%

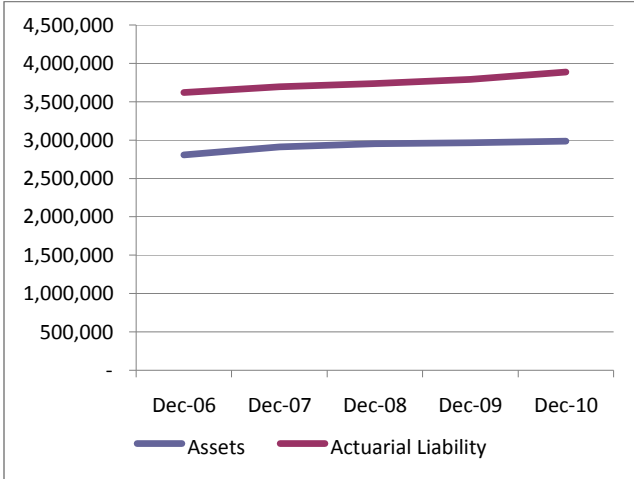
4. Historical trends of individual components



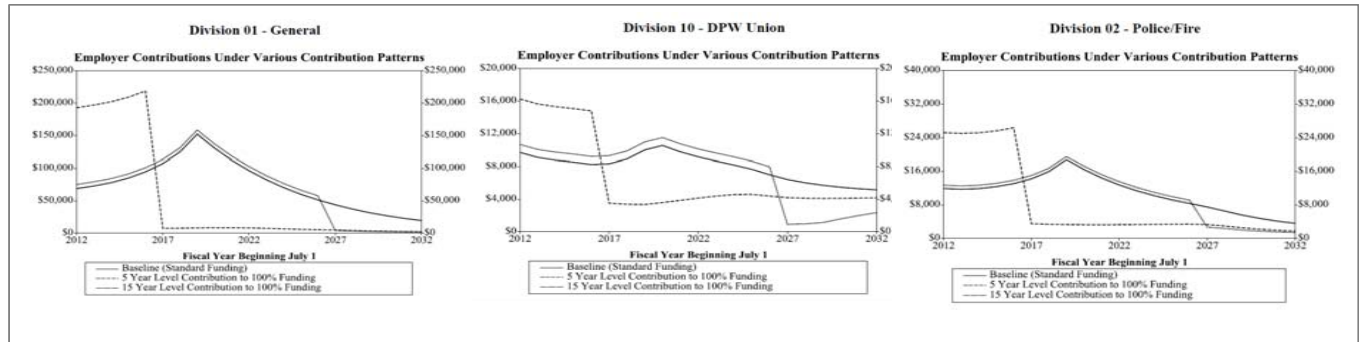
Commentary: The City Council has a goal of maintaining a minimum 20-25% fund balance in most funds, especially the General Fund. Current General Fund balance is approximately 20% of annual expenditures.

CITIZENS' GUIDE TO LOCAL UNIT FINANCES - Ithaca - Gratiot

1. Pension funding status

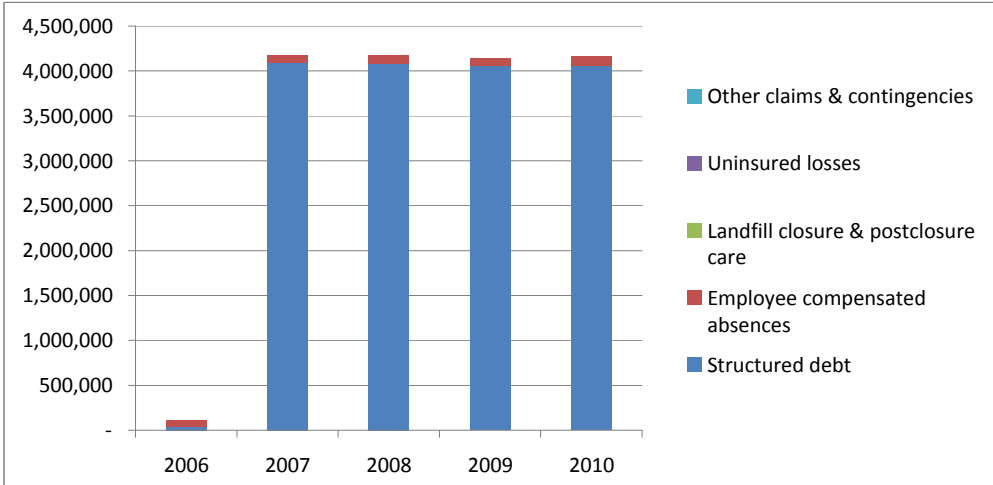


2. Pension funding projections

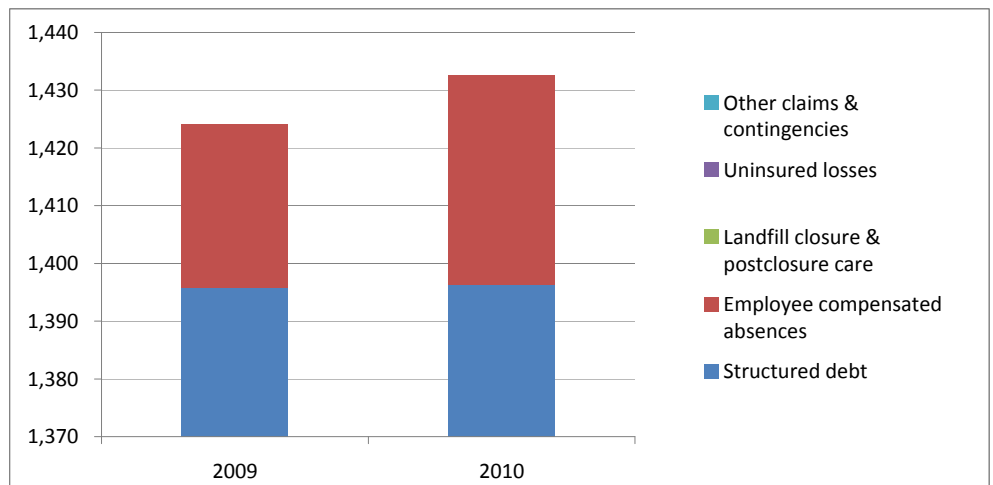


*Note: The City of Ithaca implemented a policy in 2006 that all new full-time hires would be enrolled in a Defined-Contribution (aka 401K-type) Retirement Plan. This action will result in higher employer contributions toward remaining Defined-Benefit Retirement Plans in the short term, but is anticipated to achieve long-term taxpayer savings.

4. Long Term Debt obligations:



5. Debt & other long term obligations per capita - compared to the prior year



Commentary: Market fluctuations can have an impact on funding levels for Defined-Benefit Retirement Plans.

Structured debt obligations pertain to the 2007 voter-approved Water & Sewer Improvement Bond Project.