



**Auditor of State  
Betty Montgomery**



**FINANCIAL CONDITION  
ERIE COUNTY**

**TABLE OF CONTENTS**

| <b>TITLE</b>   | <b>PAGE</b> |
|--|-------------|
| Schedule of Federal Awards Expenditures .....  | 1           |
| Notes to the Schedule of Federal Awards Expenditures .....   | 5           |
| Independent Accountants' Report on Compliance and on Internal<br>Control Required by <i>Government Auditing Standards</i> .....  | 7           |
| Independent Accountants' Report on Compliance with Requirements<br>Applicable to Major Federal Programs and Internal Control Over<br>Compliance in Accordance with <i>OMB Circular A-133</i> ..... | 9           |
| Schedule of Findings .....   | 11          |
| Schedule of Prior Audit Findings.....  | 13          |

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**FINANCIAL CONDITION  
ERIE COUNTY**

**SCHEDULE OF FEDERAL AWARDS EXPENDITURES  
FOR THE YEAR ENDED DECEMBER 31, 2003**

| <b>FEDERAL GRANTOR</b><br><i>Pass Through Grantor</i><br>Program Title | Pass Through<br>Entity<br>Number | Federal<br>CFDA<br>Number | Disbursements  | Non-Cash<br>Disbursements |
|--|----------------------------------|---------------------------|----------------|---------------------------|
| <b>U.S. DEPARTMENT OF AGRICULTURE</b>                                  |                                  |                           |                |                           |
| <i>Passed Through Ohio Department of Education</i>                     |                                  |                           |                |                           |
| <u>Nutrition Cluster:</u>  |                                  |                           |                |                           |
| Food Distribution, Commodities   |                                  | 10.550                    |                |                           |
| Detention Home   | 222-1652                         |                           |                | \$2,917                   |
| MRDD Board   |                                  |                           |                | \$2,034                   |
| School Breakfast Program:  |                                  | 10.553                    |                |                           |
| Detention Home   | 07474005PU                       |                           | \$9,716        |                           |
| National School Lunch Program:   |                                  | 10.555                    |                |                           |
| MRDD Board   | 065961-03PU                      |                           | 1,577          |                           |
| Detention Home   | 074740-04PU                      |                           | 14,609         |                           |
| Total School Lunch Program   |                                  |                           | <u>16,186</u>  |                           |
| Total Nutrition Cluster  |                                  |                           | <u>25,902</u>  | <u>4,951</u>              |
| <b>Direct Assistance</b>   |                                  |                           |                |                           |
| Solid Waste Management Grant   | 41-023-0346400428                | 10.762                    | <u>55,507</u>  |                           |
| Total Department of Agriculture  |                                  |                           | <u>81,409</u>  | <u>4,951</u>              |
| <b>U.S. DEPARTMENT OF JUSTICE</b>                                      |                                  |                           |                |                           |
| Violent Crime Control Act  | 2001-DC-BX-0065                  | 16.585                    | <u>84,997</u>  |                           |
| Total Violent Crime Control Act  |                                  |                           | 84,997         |                           |
| <i>Passed Through Ohio Attorney General's Office</i>                   |                                  |                           |                |                           |
| Crime Victims Assistance   | 2003VAGENE046                    | 16.575                    | 26,765         |                           |
|  | 2003VAGENE476                    |                           | 16,916         |                           |
|  | 2003VAGENE544                    |                           | 18,605         |                           |
|  | 2003VAGENE544T                   |                           | 6,126          |                           |
|  | 2004VAGENE046T                   |                           | 8,143          |                           |
|  | 2004VAGENE476T                   |                           | 5,502          |                           |
| Total Crime Victims Assistance   |                                  |                           | <u>82,057</u>  |                           |
| <i>Passed Through Ohio Office of Criminal Justice Services</i>         |                                  |                           |                |                           |
| Byrne Formula Grant Program  | 2001-DG-F01-7367                 | 16.579                    | 25,645         |                           |
|  | 01-DG-A01-7005                   |                           | 136,452        |                           |
|  | 2002-DG-BO2-7135                 |                           | 39,232         |                           |
| Total Byrne Formula Grant Program                                      |                                  |                           | <u>201,329</u> |                           |
| Juvenile Accountability Incentive Block Grants Program                 | 2001-JB-013-A071                 | 16.523                    | 1,230          |                           |
|  | 2001-JB-013-A162                 |                           | 10,318         |                           |
|  | 2002-JB-013-A071                 |                           | 29,824         |                           |
| Total Juvenile Accountability Incentive<br>Block Grants Program        |                                  |                           | <u>41,372</u>  |                           |
| Juvenile Justice and Delinquency Prevention                            | 2001-JJ-D11-0073                 | 16.540                    | 6,030          |                           |

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**FINANCIAL CONDITION  
ERIE COUNTY**

**SCHEDULE OF FEDERAL AWARDS EXPENDITURES  
FOR THE YEAR ENDED DECEMBER 31, 2003  
(Continued)**

| <b>FEDERAL GRANTOR</b><br><i>Pass Through Grantor</i><br>Program Title | Pass Through<br>Entity<br>Number | Federal<br>CFDA<br>Number | Disbursements         | Non-Cash<br>Disbursements |
|--|----------------------------------|---------------------------|-----------------------|---------------------------|
| <b>U.S. DEPARTMENT OF JUSTICE</b>                                      |                                  |                           |                       |                           |
| <i>Passed Through Ohio Office of Criminal Justice Services</i>         |                                  |                           |                       |                           |
| Violence Against Women Formula Grant                                   | 2001-WF-VA5-8114                 | 16.588                    | 7,881                 |                           |
|  | 2002-WF-VA5-8114                 |                           | 32,902                |                           |
| Total Violence Against Women Formula Grant                             |                                  |                           | <u>40,783</u>         |                           |
| Subtotal Pass-Through Programs   |                                  |                           | <u>371,571</u>        |                           |
| Total Department of Justice  |                                  |                           | <u><b>456,568</b></u> |                           |
| <b>U.S. DEPARTMENT OF TRANSPORTATION</b>                               |                                  |                           |                       |                           |
| <i>Passed Through Ohio Department of Transportation</i>                |                                  |                           |                       |                           |
| Highway Planning and Construction                                      | G010(075)                        | 20.205                    | <u>577,363</u>        |                           |
| Total Department of Transportation                                     |                                  |                           | <u><b>577,363</b></u> |                           |
| <b>U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT</b>                |                                  |                           |                       |                           |
| <i>Passed Through Ohio Department of Development</i>                   |                                  |                           |                       |                           |
| Community Development Block Grant-                                     |                                  | 14.228                    |                       |                           |
| Small Cities Program and Emergency Shelter Program                     | B-F-99-021-1                     |                           | 327                   |                           |
|  | B-F-00-021-1                     |                           | 7,521                 |                           |
|  | B-E-00-021-1                     |                           | 10,000                |                           |
|  | B-F-01-021-1                     |                           | 182,114               |                           |
|  | B-C-02-021-2                     |                           | 255,430               |                           |
|  | B-F-02-021-1                     |                           | 75,246                |                           |
|  | B-L-02-021-1                     | 14.231                    | <u>58,500</u>         |                           |
| Total Department of Housing and Urban Development                      |                                  |                           | <u><b>589,138</b></u> |                           |
| <b>U.S. DEPARTMENT OF LABOR</b>  |                                  |                           |                       |                           |
| <i>Passed Through Ohio Department of Jobs and Family Services</i>      |                                  |                           |                       |                           |
| <u>Workforce Investment Act Cluster:</u>                               |                                  |                           |                       |                           |
| Workforce Investment Act Adult Program                                 |                                  | 17.258                    | 142,345               |                           |
| Workforce Investment Act Youth Program                                 |                                  | 17.259                    | 147,734               |                           |
| Workforce Investment Dislocated Worker Program                         |                                  | 17.260                    | <u>87,035</u>         |                           |
| Total Department of Labor - Workforce Investment Act Cluster           |                                  |                           | <u><b>377,114</b></u> |                           |

(Continued)

**FINANCIAL CONDITION  
ERIE COUNTY**

**SCHEDULE OF FEDERAL AWARDS EXPENDITURES  
FOR THE YEAR ENDED DECEMBER 31, 2003  
(Continued)**

| <b>FEDERAL GRANTOR</b><br><i>Pass Through Grantor</i><br>Program Title                       | Pass Through<br>Entity<br>Number   | Federal<br>CFDA<br>Number | Disbursements                      | Non-Cash<br>Disbursements |
|--|--|---------------------------|------------------------------------|---------------------------|
| <b>U.S. DEPARTMENT OF EDUCATION</b>  |  |                           |                                    |                           |
| <i>Passed Through Ohio Department of Education</i>   |  |                           |                                    |                           |
| <i>Special Education Cluster:</i>  |  |                           |                                    |                           |
| Special Education- Grants to States  | 065961-6B-SF-2003P   | 84.027                    | 5,838                              |                           |
| Special Education - Preschool Grants   | 065961-PG-S1-2003P<br>065961-C2S1-2003<br>065961-PG-S1-2004P<br>065961-C2S1-2004 | 84.173                    | 6,245<br>24<br>20,663<br>203       |                           |
| Total Special Education - Preschool Grants   |  |                           | <u>27,135</u>                      |                           |
| Total Special Education Cluster  |  |                           | <u>32,973</u>                      |                           |
| <i>Passed Through the Ohio Department of Health</i>  |  |                           |                                    |                           |
| Special Education- Grants for Infants and Families<br>with Disabilities                      | 22-1-003-1-EG-03   | 84.181                    | 52,760                             |                           |
| Total Department of Education  |  |                           | <u>85,733</u>                      |                           |
| <b>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</b>  |  |                           |                                    |                           |
| <i>Passed Through Ohio Department of Mental Retardation<br/>and Development Disabilities</i> |  |                           |                                    |                           |
| Social Services Block Grant  | FY 03-04   | 93.667                    | 70,984                             |                           |
| Medical Assistance Program   | 780221   | 93.778                    | 1,265,349                          |                           |
| <i>Passed Through Ohio Department of Public Safety</i>                                       |  |                           |                                    |                           |
| Rural Access to Emergency Devices Grant  |  | 92.259                    | 23,000                             |                           |
| Total Department of Health and Human Services  |  |                           | <u>1,359,333</u>                   |                           |
| <b>U.S. DEPARTMENT OF GENERAL SERVICES ADMINISTRATION</b>                                    |  |                           |                                    |                           |
| <i>Passed through Ohio Secretary of State</i>  |  |                           |                                    |                           |
| Election Reform Payments   |  | 39.011                    | 43,412                             |                           |
| Total Department of General Services Administration  |  |                           | <u>43,412</u>                      |                           |
| <b>U.S. DEPARTMENT OF HOMELAND SECURITY</b>  |  |                           |                                    |                           |
| <i>Passed Through Ohio Department of Public Safety</i>                                       |  |                           |                                    |                           |
| State Domestic Preparedness Equipment Support<br>Program                                     | 99 J809<br>01 J809<br>02 J809<br>2001-DG-H01-7622                                | 97.004                    | 2,006<br>67,211<br>4,009<br>25,521 |                           |
| Total State Domestic Preparedness Equipment Support Program                                  |  |                           | <u>98,747</u>                      |                           |

(Continued)

**FINANCIAL CONDITION  
ERIE COUNTY**

**SCHEDULE OF FEDERAL AWARDS EXPENDITURES  
FOR THE YEAR ENDED DECEMBER 31, 2003  
(Continued)**

| <b>FEDERAL GRANTOR</b><br><i>Pass Through Grantor</i><br>Program Title | Pass Through<br>Entity<br>Number | Federal<br>CFDA<br>Number | Disbursements             | Non-Cash<br>Disbursements |
|--|----------------------------------|---------------------------|---------------------------|---------------------------|
| Public Assistance Grants   | FEMA-3187-EM-043U3PEC            | 97.036                    | 4,860                     |                           |
| Emergency Management Performance Grants                                | EMC-2003-GR-7006                 | 97.042                    | 36,482                    |                           |
| Total Department of Homeland Security                                  |                                  |                           | <b>140,089</b>            |                           |
| <b>TOTAL FEDERAL AWARDS EXPENDITURES</b>                               |                                  |                           | <b><u>\$3,710,159</u></b> | <b><u>\$4,951</u></b>     |

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THIS SCHEDULE.



**FINANCIAL CONDITION  
ERIE COUNTY**

**NOTES TO SCHEDULE OF FEDERAL AWARDS EXPENDITURES  
DECEMBER 31, 2003**

**NOTE A - SIGNIFICANT ACCOUNTING POLICIES**

The accompanying Schedule of Federal Awards Expenditures (the Schedule) summarizes activity of the County's Federal award programs. The schedule has been prepared on the cash basis of accounting.

**NOTE B - FOOD DISTRIBUTION**

Nonmonetary assistance, such as food received from the U.S. Department of Agriculture, is reported in the Schedule at the fair market value of the commodities received and consumed. Cash receipts from the U.S. Department of Agriculture are commingled with State grants. It is assumed Federal monies are expended first. At December 31, 2003, the County had no significant food commodities in inventory.

**NOTE C - COMMUNITY DEVELOPMENT BLOCK GRANT (CDBG) REVOLVING LOAN PROGRAMS**

The County has established a revolving loan program to provide low-interest loans to businesses involved in economic development. The Federal Department of Housing and Urban Development (HUD) grants money for these loans to the County passed through the Ohio Department of Development. The initial loan of this money is recorded as a disbursement on the accompanying Schedule of Federal Awards Expenditures (the Schedule). Loans repaid, including interest, are used to make additional loans. Such subsequent loans are subject to certain compliance requirements imposed by HUD, but are not included as disbursements on the Schedule.

These loans are collateralized by equipment and other assets. At December 31, 2003, the gross amount of loans outstanding under this program is \$387,245. Delinquent amounts due are \$147,852.

**NOTE D - MATCHING REQUIREMENTS**

Certain Federal programs require that the County contribute non-Federal funds (matching funds) to support the Federally-funded programs. The County has complied with the matching requirements. The expenditure of non-Federal matching funds is not included on the Schedule.

**NOTE E - U.S. DEPARTMENT OF HOMELAND SECURITY FEDERAL AWARDS**

The Federal Homeland Security Act of 2002 established the Department of Homeland Security (the Department) to consolidate functions of other Federal agencies related to homeland security. Effective January 24, 2003, the Department began to administer certain Federal awards the County previously received from other Federal agencies. The accompanying Schedule of Federal Awards

Financial Condition  
Erie County  
Notes to the Schedule of Federal Awards Expenditures  
Page 2

Expenditures report all such 2003 award amounts under the Department's Catalog of Federal Domestic Assistance (CFDA) numbers. The purposes and compliance requirement of these programs has not changed. A comparison of the Federal agencies' and CFDA numbers the County reported in its 2002 Schedule of Federal Award Expenditures compared with the Department's CFDA numbers reported in the 2003 Schedule follows:

| <u>Previous Federal Agency</u>      | <u>CFDA No.<br/>used<br/>in 2002</u> | <u>Homeland<br/>Security CFDA<br/>No. used in 2003</u> |
|-------------------------------------|--------------------------------------|--|
| Federal Emergency Management Agency | 83.552                               | 97.042   |



**Auditor of State  
Betty Montgomery**

**INDEPENDENT ACCOUNTANTS' REPORT ON COMPLIANCE AND ON  
INTERNAL CONTROL REQUIRED BY GOVERNMENT AUDITING STANDARDS**

Erie County  
2900 Columbus Avenue  
Sandusky, Ohio 44870-5554

To the Board of County Commissioners:

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund and the aggregate remaining fund information of Erie County (the County) as of and for the year ended December 31, 2003, which collectively comprise the County's basic financial statements and have issued our report thereon dated November 30, 2004, in which we noted the County implemented Governmental Accounting Standards Board Statement No. 34, *Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments*. We did not audit the financial statements of Double S Industries, Inc., the County's discretely presented component unit, which was audited by other auditor's. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. The financial statements of Double S Industries, Inc. were audited by other auditors in accordance with auditing standards generally accepted in the United States of America and not in accordance with *Government Auditing Standards*. Accordingly this report does not extend to that component unit.

**Compliance**

As part of obtaining reasonable assurance about whether the County's financial statements are free of material misstatement, we tested its compliance with certain provisions of laws, regulations, contracts and grants, 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 such an opinion. The results of our tests disclosed an instance of noncompliance that we must report under *Government Auditing Standards* which is described in the accompanying schedule of findings as item 2003-001. We also noted certain immaterial instances of noncompliance that we have reported to the County's management in a separate letter dated November 30, 2004.

### **Internal Control Over Financial Reporting**

In planning and performing our audit, we considered the County's internal control over financial reporting to determine our auditing procedures for the purpose of expressing our opinions on the financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses. However, we noted other matters involving the internal control over financial reporting that does not require inclusion in this report that we have reported to the County's management in a separate letter dated November 30, 2004.

This report is intended solely for the information and use of the audit committee, management, the Board of County Commissioner's, and federal awarding agencies and pass-through entities, and is not intended to be and should not be used by anyone other than these specified parties.



**Betty Montgomery**  
Auditor of State

November 30, 2004



**Auditor of State  
Betty Montgomery**

**REPORT OF INDEPENDENT ACCOUNTANTS ON COMPLIANCE WITH REQUIREMENTS  
APPLICABLE TO MAJOR FEDERAL PROGRAMS AND INTERNAL CONTROL OVER  
COMPLIANCE IN ACCORDANCE WITH *OMB CIRCULAR A-133***

Erie County  
2900 Columbus Avenue  
Sandusky, Ohio 44870-5554

To the Board of County Commissioners:

**Compliance**

We have audited the compliance of Erie County with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133, Compliance Supplement* that are applicable to each of its major federal programs for the year ended December 31, 2003. The County's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the County's management. Our responsibility is to express an opinion on the County's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and *OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and *OMB Circular A-133* require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance occurred with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program. An audit includes examining, on a test basis, evidence about the County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the County's compliance with those requirements.

In our opinion, the County complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended December 31, 2003. We noted a certain instance of noncompliance that does not require inclusion in this report that we have reported to the management of the County in a separate letter dated December 31, 2003.

### **Internal Control Over Compliance**

The management of the County is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the County's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with *OMB Circular A-133*.

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses.

### **Schedule of Federal Awards Expenditures**

We have audited the basic financial statements of Erie County as of and for the year ended December 31, 2003, and have issued our report thereon dated November 30, 2004, in which we noted that the County had implemented Governmental Accounting Standards Board Statement No. 34, *Basic Financial Statements – Management Discussion and Analysis – for State and Local Governments* and that we did not audit the financial statements of the Double S Industries, Inc., component unit. Our audit was performed for the purpose of forming an opinion on the basic financial statements taken as a whole. The accompanying schedule of federal awards expenditures is presented for purposes of additional analysis as required by *OMB Circular A-133* and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

This report is intended for the information and use of the audit committee, management, the Board of County Commissioners, and federal awarding agencies and pass-through entities, and is not intended to be and should not be used by anyone other than these specified parties.



**Betty Montgomery**  
Auditor of State

November 30, 2004

**FINANCIAL CONDITION  
ERIE COUNTY**

SCHEDULE OF FINDINGS  
OMB CIRCULAR A -133 § .505  
DECEMBER 31, 2003

**1. SUMMARY OF AUDITOR'S RESULTS**

|                     |   |  |
|---------------------|---|--|
| <b>(d)(1)(i)</b>    | <b>Type of Financial Statement Opinion</b>  | Unqualified  |
| <b>(d)(1)(ii)</b>   | <b>Were there any material control weakness conditions reported at the financial statement level (GAGAS)?</b>         | No   |
| <b>(d)(1)(ii)</b>   | <b>Were there any other reportable control weakness conditions reported at the financial statement level (GAGAS)?</b> | No   |
| <b>(d)(1)(iii)</b>  | <b>Was there any reported material non-compliance at the financial statement level (GAGAS)?</b>                       | Yes  |
| <b>(d)(1)(iv)</b>   | <b>Were there any material internal control weakness conditions reported for major federal programs?</b>              | No   |
| <b>(d)(1)(iv)</b>   | <b>Were there any other reportable internal control weakness conditions reported for major federal programs?</b>      | No   |
| <b>(d)(1)(v)</b>    | <b>Type of Major Programs' Compliance Opinion</b>   | Unqualified  |
| <b>(d)(1)(vi)</b>   | <b>Are there any reportable findings under § .510?</b>  | No   |
| <b>(d)(1)(vii)</b>  | <b>Major Programs (list):</b>   | Community Development Block Grant<br>(Entitlement Grants)<br>CFDA #14.228<br><br>Medical Assistance Program<br>(Medicaid: Title XIX)<br>CFDA #93.778 |
| <b>(d)(1)(viii)</b> | <b>Dollar Threshold: Type A\B Programs</b>  | Type A: > \$ 300,000<br>Type B: all others   |
| <b>(d)(1)(ix)</b>   | <b>Low Risk Auditee?</b>  | Yes  |

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

**FINDING NUMBER 2003-001**

**Finding for Recovery**

Amy Montgomery, former Adult Probation secretary, was responsible for depositing funds collected for participation in the Home Monitoring and Work Release programs administered by the Erie County Adult Probation Department with the Erie County Treasurer. During the period June 24, 2002, through June 1, 2004, receipts issued were in excess of amounts deposited with the County Treasurer as follows:

|   |                        |
|---|------------------------|
| Total Receipts Issued June 24, 2002 through June 1, 2004          | \$ 5,444               |
| Stale Dated Checks on Hand not Deposited                          | 445                    |
| Deposits Made in June, 2004 for Collections prior to June 1, 2004 | <u>990</u>             |
| Un-deposited Funds  | <u><u>\$ 4,009</u></u> |

Ohio Revised Code § 9.39 states, in part that “all public officials are liable for all public money received or collected by them or by their subordinates under color of office”.

In accordance with the forgoing facts, and pursuant to Ohio Revised Code § 117.28, a Finding for Recovery for public money collected but not accounted for is hereby issued against Amy Montgomery, former Adult Probation secretary, in the amount of four thousand nine dollars (\$4,009), and in favor of the County General Fund.

**3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS**

None.



**FINANCIAL CONDITION  
ERIE COUNTY**

SCHEDULE OF PRIOR AUDIT FINDINGS  
DECEMBER 31, 2003

| Finding Number | Finding Summary   | Fully Corrected? | Not Corrected, Partially Corrected; Significantly Different Corrective Action Taken; or Finding No Longer Valid; <b><i>Explain:</i></b> |
|----------------|---|------------------|---|
| 2002-001       | Reportable Condition - Fixed asset system values not in agreement with amounts reported in the notes to the financial statements. | Yes              |   |



COMPREHENSIVE  
ANNUAL FINANCIAL REPORT  
OF  
ERIE COUNTY, OHIO  
FOR THE  
FISCAL YEAR ENDED DECEMBER 31, 2003

JUDE T. HAMMOND  
ERIE COUNTY AUDITOR

PREPARED BY  
BRIAN K. MIX, CPA  
CHIEF DEPUTY AUDITOR

247 COLUMBUS AVENUE  
SANDUSKY, OHIO 44870

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# INTRODUCTORY SECTION

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**ERIE COUNTY, OHIO**

**COMPREHENSIVE ANNUAL FINANCIAL REPORT  
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2003**

**TABLE OF CONTENTS**

**I. INTRODUCTORY SECTION**

|  |     |
|--|-----|
| Title Page   |     |
| Table of Contents  | I1  |
| Letter of Transmittal  | I4  |
| Certificate of Achievement for Excellence in Financial Reporting | I9  |
| Elected Officials  | I10 |
| Organization Chart   | I11 |

**II. FINANCIAL SECTION**

|   |     |
|---|-----|
| Independent Accountants' Report   | F1  |
| Management's Discussion and Analysis  | F3  |
| Basic Financial Statements:   |     |
| Government-Wide Financial Statements:   |     |
| Statement of Net Assets   | F13 |
| Statement of Activities   | F14 |
| Fund Financial Statements:  |     |
| Balance Sheet - Governmental Funds  | F16 |
| Reconciliation of Total Governmental Fund Balances<br>to Net Assets of Governmental Activities  | F18 |
| Statement of Revenues, Expenditures and Changes<br>in Fund Balances - Governmental Funds  | F19 |
| Reconciliation of the Statement of Revenues, Expenditures and Changes<br>in Fund Balances of Governmental Funds to the Statement of Activities        | F21 |
| Statement of Revenues, Expenditures and Changes<br>in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis) -<br>General Fund                   | F22 |
| Statement of Revenues, Expenditures and Changes<br>in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis) -<br>Public Assistance Fund         | F23 |
| Statement of Revenues, Expenditures and Changes<br>in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis) -<br>Motor Vehicle and Gas Tax Fund | F24 |
| Statement of Revenues, Expenditures and Changes<br>in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis) -<br>County Board of MRDD Fund      | F25 |
| Statement of Net Assets - Proprietary Funds   | F26 |
| Statement of Revenues, Expenses and Changes<br>in Fund Net Assets - Proprietary Funds   | F28 |
| Statement of Cash Flows - Proprietary Funds   | F30 |
| Statement of Fiduciary Net Assets - Fiduciary Funds   | F32 |
| Statement of Changes in Fiduciary Net Assets - Private Purpose Fund   | F33 |
| Statement of Changes in Fiduciary Net Assets - Investment Trust Fund  | F34 |
| Notes to the Basic Financial Statements   | F35 |

# ERIE COUNTY, OHIO

## TABLE OF CONTENTS

### Combining Statements:

|   |      |
|---|------|
| Fund Descriptions - Nonmajor Governmental Funds .....   | F80  |
| Combining Balance Sheet - Nonmajor Governmental Funds .....   | F83  |
| Combining Statement of Revenues, Expenditures and Changes<br>in Fund Balances - Nonmajor Governmental Funds .....     | F84  |
| Combining Balance Sheet - Nonmajor Special Revenue Funds .....  | F85  |
| Combining Statement of Revenues, Expenditures and Changes<br>in Fund Balances - Nonmajor Special Revenue Funds .....  | F93  |
| Combining Balance Sheet - Nonmajor Debt Service Funds .....   | F101 |
| Combining Statement of Revenues, Expenditures and Changes<br>in Fund Balances - Nonmajor Debt Service Funds .....     | F102 |
| Combining Balance Sheet - Nonmajor Capital Projects Funds .....   | F103 |
| Combining Statement of Revenues, Expenditures and Changes<br>in Fund Balances - Nonmajor Capital Projects Funds ..... | F104 |
| Fund Descriptions - Nonmajor Fiduciary Funds .....  | F105 |
| Combining Statement of Changes in Assets and Liabilities - Agency Funds .....   | F106 |

### Schedules of Revenues, Expenditures/Expenses and Changes in Fund Balance/Fund Equity - Budget and Actual (Non-GAAP Budgetary Basis):

|   |      |
|---|------|
| General Fund .....                                  | F112 |
| Public Assistance Fund .....                        | F118 |
| Motor Vehicle and Gas Tax Fund .....                | F119 |
| County Board of MRDD Fund .....                     | F120 |
| Sewer Fund .....                                    | F121 |
| Water Fund .....                                    | F122 |
| Landfill Fund .....                                 | F123 |
| County Care Facility Fund .....                     | F124 |
| Dog and Kennel Fund .....                           | F125 |
| Hotel-Motel Tax Fund .....                          | F126 |
| Children Services Fund .....                        | F127 |
| Child Support Enforcement-Administration Fund ..... | F128 |
| Litter Control Fund .....                           | F129 |
| Real Estate Assessment Fund .....                   | F130 |
| Computerization-Common Pleas Court Fund .....       | F131 |
| Computerization-Juvenile Court Fund .....           | F132 |
| Computerization-Probate Court Fund .....            | F133 |
| Title Administration Fund .....                     | F134 |
| Computerization-County Court Fund .....             | F135 |
| County Recorder Equipment Fund .....                | F136 |
| County Court-Capital Improvement Fund .....         | F137 |
| Sheriff Federal Fund .....                          | F138 |
| Youth Violence Reduction Fund .....                 | F139 |
| Felony Delinquent Care/Custody Fund .....           | F140 |
| Community Development Block Grant Fund .....        | F141 |
| Community Rotary Fund .....                         | F142 |
| Community Corrections Fund .....                    | F143 |
| Federal Elections Fund .....                        | F144 |
| Crime Victim Assistance Fund .....                  | F145 |
| Senior Citizens Levy Fund .....                     | F146 |
| County Solid Waste District Fund .....              | F147 |
| Benchmark Drug Court Program Fund .....             | F148 |
| Ditch Maintenance Fund .....                        | F149 |
| County Emergency Management Fund .....              | F150 |
| Domestic Shelters Fund .....                        | F151 |
| Public Defender Fund .....                          | F152 |
| Supported Living Fund .....                         | F153 |
| Indigent Guardianship Fund .....                    | F154 |
| Indigent Drivers Alcohol Treatment Fund .....       | F155 |



|   |      |
|---|------|
| Alcohol Enforcement and Education Fund .....  | F156 |
| Drug Enforcement Fund .....                   | F157 |
| Federal Justice Grant Fund .....              | F158 |
| Treasurer's Prepaid Interest Fund .....       | F159 |
| D.R.E.T.A.C. Fund .....                       | F160 |
| Children Trust Fund .....                     | F161 |
| Bond Retirement Fund .....                    | F162 |
| Special Assessment Bond Retirement Fund ..... | F163 |
| Building Construction Fund .....              | F164 |
| Drainage Improvements Fund .....              | F165 |
| Country Club Land Roads Fund .....            | F166 |
| Quarry Lakes Capital Improvement Fund .....   | F167 |
| Employee Benefits Self Insurance Fund .....   | F168 |
| Bluecoat Expendable Trust Fund .....          | F169 |

### III. STATISTICAL SECTION

|  |     |
|--|-----|
| General Fund Expenditures by Function - Last Ten Fiscal Years .....  | S1  |
| General Fund Revenues by Source - Last Ten Fiscal Years .....  | S3  |
| Property Tax Levies and Collections - Last Ten Fiscal Years .....  | S5  |
| Assessed and Estimated Actual Value of Taxable Property - Last Ten Fiscal Years .....  | S6  |
| Property Tax Rates - Direct and Overlapping Governments - Last Ten Fiscal Years .....  | S8  |
| Special Assessment Levies and Collections - Last Ten Fiscal Years .....  | S10 |
| Computation of Legal Debt Margin - December 31, 2003 .....   | S11 |
| Ratio of Net General Obligation Bonded Debt to Assessed Value and<br>Net General Obligation Bonded Debt Per Capita - Last Ten Fiscal Years ..... | S12 |
| Ratio of Annual Debt Service for General Obligation Bonded Debt<br>to Total General Fund Expenditures - Last Ten Fiscal Years .....              | S13 |
| Computation of Direct and Overlapping General Obligation Debt - December 31, 2003 .....  | S14 |
| Property Values, New Construction and Bank Deposits - Last Ten Fiscal Years .....  | S15 |
| Demographic Information - Last Ten Fiscal Years .....  | S16 |
| Principal Taxpayers - December 31, 2003 .....  | S17 |
| Miscellaneous Statistics - December 31, 2003 .....   | S18 |
| County Auditors - 1838 to Present .....  | S19 |

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# JUDE T. HAMMOND

## Erie County Auditor

December 10, 2004

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**CAMA** 627-7610  
**CAUV** 627-7743  
**Homestead** 627-7744  
**Personal Property** 627-7744  
**Mobile Homes** 627-7609  
**Transfers** 627-7583  
**General** 627-7658

**Payroll** 627-7747

**Vendor's License** 627-7746

**Weights & Measures** 627-6656

To the Citizens of Erie County  
and the Board of County Commissioners  
the Honorable Thomas M. Ferrell, Jr.  
the Honorable Nancy C. McKeen  
the Honorable Sparky R. Weilnau

I am pleased to present the Comprehensive Annual Financial Report (CAFR) of Erie County (the "County") for the year ended December 31, 2003. To the best of my knowledge, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds of the County.

The information contained in this CAFR is designed to assist County Officials in making management decisions and to provide the taxpayers of the County with comprehensive financial data in such a format as to enable them to gain an understanding of the County's financial affairs. The general public, as well as investors, will be able to compare the financial position of the County and the results of its operations with other government entities. Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the management of the County, specifically the County Auditor's Office.

This is the fifteenth CAFR consecutively issued by the County Auditor's office. This CAFR has been prepared in accordance with Accounting Principles Generally Accepted in the United States of America (GAAP), as set forth by the Government Accounting Standards Board (GASB) and other authoritative bodies, and the guidelines determined by the Government Finance Officers Association (GFOA).

This CAFR is presented in three sections:

- The introductory section, which is unaudited, includes a table of contents, this letter of transmittal, the GFOA Certificate of Achievement for Excellence in Financial Reporting for the fiscal year ended December 31, 2002, a list of elected officials, and the organization chart.
- The financial section includes the Independent Accountants' Report, management's discussion and analysis, the basic financial statements, the notes to the basic financial statements, the combining statements, and the individual fund schedules.
- The statistical section, which is unaudited, includes statistical tables which reflect financial and demographic information, financial trends, and the fiscal capacity of the County.

### GOVERNMENTAL STRUCTURE

The County was established in March, 1838. The County has only those powers conferred on it by Ohio statutes. The Board of County Commissioners (the "Board") is comprised of three members, elected at large in overlapping four-year terms, and acts as both the executive and legislative branches of the County government. The Board serves as the taxing authority, the principal contracting body, and the chief administrators of public services for the County. The annual operating budget and the annual appropriation measure for expenditures of all County funds is created and adopted by the Board.

The County provides its citizens with a wide range of services that include human and social services, health and community assistance services, civil and criminal justice system services and support, road and bridge maintenance, and other general and administrative support services. The County operates enterprise funds that include a water system, a wastewater system, a landfill, and a health care facility.



The County Treasurer and County Auditor, as well as the Board, have key roles in the financial functions of the government. The Treasurer serves a four-year term and is required by state law to collect certain locally assessed taxes. She is also responsible for investing all idle County funds as specified by Ohio law. The Treasurer is the distributing agent for expenditures authorized by the Board upon the Auditor's warrant. The Treasurer must make daily reports showing receipts and payments, and her books must balance with the Auditor. The Treasurer is a member of the County Board of Revision and, along with the County Prosecutor and Auditor, forms the County Budget Commission. The Budget Commission plays an integral part in the financial administration of the County government, as well as local governments of the County, including its cities, villages, townships, school districts, and libraries.

The County Auditor, also elected to a four-year term, has the task of assessing real property for tax purposes. Under state law, a complete reappraisal must be conducted every six years, as well as a triennial update between appraisals. A complete reappraisal was completed in the year 2000. Following collection by the County Treasurer, the Auditor is responsible for distributing certain taxes to the various subdivisions within the County. The Auditor serves as Chief Financial Officer, as no contract or obligation may be made without his certification that funds have been lawfully appropriated, are available for payment, or are in the process of collection. In addition, no funds may be expended except on the Auditor's warrant drawn upon the County Treasury. The Auditor is responsible for payroll and maintains the accounting system. He also serves as secretary of the County Board of Revision and the County Budget Commission.

The other elected officials are the Recorder, the Sheriff, the Clerk of Courts, the Engineer, three Commons Pleas Court Judges, the County Court Judge, and the Coroner.

## **REPORTING ENTITY**

For financial reporting purposes, the County includes all funds, agencies, boards, and commissions that comprise the County (the primary government) and its component unit in accordance with the GASB Statement No. 14, "The Financial Reporting Entity". The primary government includes the financial activities of the County Board of Mental Retardation and Developmental Disabilities, Public Assistance and Children Services, and the County Care Facility. The County Auditor also serves as fiscal agent for the Erie-Ottawa Alcohol, Drug Addiction, and Mental Health Services Board, the Erie County Regional Planning Commission, the Erie-Ottawa Family and Children First Council, the Erie County Soil and Water Conservation District, the Erie County General Health District, and the Erie County Metroparks District. These entities are reported as agency funds, but are not part of the primary government.

Organizations that are legally separate from the County are included if the County's elected officials appoint a voting majority of the organization's governing body and if the County has either the ability to impose its will on the organization or there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on the County. The County may also be financially accountable for governmental organizations that are fiscally dependent on it. Component units are legally separate organizations that are fiscally dependent on the County or for which the County is fiscally accountable.

Double S Industries, a workshop and non-profit corporation, is included as a component unit based on the significant services and resources provided by the County. A complete discussion of the County's reporting entity is provided in Note 2.A of the basic financial statements.

## **ECONOMIC CONDITION AND OUTLOOK**

The County is located midway between Cleveland and Toledo, on the shores of Lake Erie, in the heart of the nation's midwest region. The County has a solid economic base and continues to prosper.

The County offers a strong industrial base, according to the 2003 Harris Ohio Industrial Directory, ranking 30th among the 88 counties in the State in number of manufacturing firms located within its boundaries. Items manufactured locally range from automobile parts and fabrications, ball bearings, plastic products for boats, recreational items, lighting fixtures, aluminum and steel products, paper, pork, animal feeds, and crash test dummies.

Tourism continues to be the catalyst for the County's financial resources. Cedar Fair Limited Partnership (NYSE:FUN) is based in Sandusky, Ohio, the County seat, and serves as headquarters for the seven amusement parks that they operate. Cedar Point, the flagship park, is recognized by Guinness World Records as having the most roller coaster rides of any amusement park. More than 3 million people visit the County resort area annually. Castaway Bay, a 35,000 square foot water park built by Cedar Fair, will debut in late 2004, with construction estimated at \$22 million.

## MAJOR INITIATIVES

Extensive construction projects are nearly complete to ensure that water service will be available to all County residents.

Construction has also begun on the Kalahari Resort and Convention Center, located in Huron and Perkins Townships. A tax incremental financing agreement has been entered into in order to construct the necessary infrastructure for the project, with the first phase expected to be complete in early 2005. The resort will feature an 80,000 square foot indoor water park, a hotel, restaurants, shops, an outdoor water park, a convention center, and condominiums. Total year-round employment generated by the resort is estimated at 500 persons.

A tax incremental financing agreement was also entered into for the Quarry Lake Business Park in order to provide for infrastructure improvements. The 150-acre industrial park is located in Margareta Township at the intersection of State Route 2 and Route 101.

## FINANCIAL INFORMATION

### Fund Accounting

The County's accounts are organized as funds. Each fund is a separate accounting entity with its own self-balancing set of accounts, assets, liabilities, and fund equity. The following are the classifications and descriptions of these funds.

#### Governmental funds:

*General Fund* - The general fund is the general operating fund of the County. It is used to account for all financial resources traditionally associated with government which are not required to be accounted for in another fund.

*Special Revenue Funds* - The special revenue funds are used to account for revenues derived from specific taxes, grants, or other restricted revenue sources. County ordinances or federal or state statutes specify the limitations of each special revenue fund. During 2003, the County maintained 37 special revenue funds.

*Debt Service Funds* - The debt service funds are used to account for the accumulation of resources for and the payment of general long-term debt principal, interest, and associated costs. The County maintained 2 debt service funds in 2003.

*Capital Projects Funds* - The capital projects funds are used to account for financial resources used for the acquisition or construction of capital facilities other than those financed by proprietary funds. During 2003, the County maintained 4 capital projects funds.

#### Proprietary funds:

*Enterprise Funds* - The enterprise funds are used to account for operations that are financed and operated in a manner similar to private business enterprises, where the intent of the governing body is that the costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges. The County operated 4 enterprise funds in 2003.

*Internal Service Funds* - The internal service funds are used to account for the financing of services provided by one department to other departments of the government, generally on a cost-reimbursement basis. During 2003, the County operated 1 internal service fund for an employee benefits self insurance program.

#### Fiduciary funds:

*Investment Trust Fund* - The investment trust fund is used to account for monies held and invested on behalf of the Erie County Metroparks District. The County operated 1 investment trust fund in 2003.

*Private-Purpose Trust Fund* - The private-purpose trust fund is used to account for assets held by the County under a trust agreement for individuals, private organizations, or other governments. During 2003, the County operated 1 private-purpose trust fund.

*Agency Funds* - Agency funds are used to account for assets held by the government as an agent for individuals, private organizations, other governments, or other funds. The County operated 28 agency funds in 2003.

### Basis of Accounting

Except for budgetary purposes, the basis of accounting used by the County conforms to GAAP as applicable to governmental units and is consistent with GASB Cod. Sec. 1600, *Basis of Accounting*. Governmental funds are accounted for on the modified accrual basis of accounting and the current financial resources measurement focus. Revenues are recognized when they are both measurable and available. Expenditures are recognized when the related liability is incurred, except for interest on long-term debt, which is recorded when due.

Proprietary and fiduciary funds are accounted for on the accrual basis of accounting and the flow of economic resources measurement focus. Revenues are recognized when earned. Expenses are recognized when incurred.

The County's basis of accounting for budgetary purposes differs from GAAP. Revenues are recognized when they are received, rather than when they are susceptible to accrual (measurable and available). Encumbrances are included as expenditures, rather than as reservations of fund balance.

For the year ended December 31, 2003, the County has changed its financial reporting in order to comply with GASB Statement No. 34, "Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments". The government-wide financial statements, including governmental activities, are presented on the full accrual basis of accounting in order to comply with GASB Statement No. 34. As part of this new reporting model, management is responsible for preparing a management's discussion and analysis. This discussion provides an assessment of the County's finances for 2003 and follows the Independent Accountants' Report.

Accounting policies are further explained in Note 2 to the basic financial statements.

### Internal Controls

In developing the County's accounting system, consideration was given to the adequacy of internal accounting controls. Internal controls are designed to provide reasonable, but not absolute, assurance that the following County objectives will be achieved: (1) the reliability of financial records for preparing financial statements and maintaining accountability of assets, (2) effective and efficient operations, and (3) compliance with laws and regulations. The concept of reasonable assurance is based on the assumption that the cost of internal controls should not exceed the benefits expected to be derived from their implementation.

The County utilizes a fully automated accounting system, as well as automated systems for control of payroll and capital assets. These systems, along with the monitoring of each voucher prior to payment by the accounting division of the County Auditor's Office, ensure that the financial information is both accurate and reliable.

### Budgetary Control

The Board of County Commissioners adopts an annual appropriation measure for the County at the end of December for the following year. The Board may amend appropriations throughout the year with consideration as to remaining balances and revenue estimates. Disbursements and transfers of funds require the authority of the Board. A complete description of the County's budgeting process is described in Note 2.D of the basic financial statements.

### **INDEPENDENT AUDIT**

Included in this report is an unqualified audit opinion rendered on the County's financial statements as of December 31, 2003, by our independent accountant, Auditor of the State of Ohio, Betty Montgomery. In addition to meeting the requirements set forth in the state statutes, the audit was also designed to meet the requirements of the Single Audit Act Amendments of 1996. County management will continue to subject financial statements to an annual independent audit as part of the preparation of a CAFR. An annual audit also serves to maintain and strengthen the County's accounting controls and accountability to the public it serves.

The County established the Fiscal Report Review Committee (Audit Committee) in 1998 to assist with the financial statement and audit process. This group is comprised of the County Auditor, the County Treasurer, and the Board of County Commissioners President. In addition, David Brink, CPA, Payne, Hammersmith and Nickels, CPA, Inc., and James Miller, Executive Vice-President, The Citizens Banking Company, serve on the panel.

## AWARDS

GFOA awarded a Certificate of Achievement for Excellence in Financial Reporting (the "Certificate") to Erie County, Ohio for its CAFR for the fiscal year ended December 31, 2002. This was the fourteenth consecutive year that the County earned this prestigious award.

In order to be awarded a Certificate, a government entity must publish an easily readable and efficiently organized CAFR, which conforms to GAAP, all applicable legal requirements, and the GFOA program standards.

A Certificate is valid for a period of one year only. The County believes that the current CAFR continues to meet the Certificate's program requirements, and is submitting it to GFOA in order to determine its eligibility to receive the Certificate, which is the highest form of recognition in the field of governmental financial reporting.

## ACKNOWLEDGEMENTS

The preparation and publication of this report would not be possible without the cooperation of the various County offices and departments. I wish to express my appreciation to the County Board of Commissioners for their support in this endeavor. I would also like to thank the elected officials, department heads, and their staff for their assistance with this project.

Special appreciation is expressed to Mr. Alexander J. Fait of Trimble, Julian & Grube, Inc., who compiled this report, and to the members of the audit team from the Auditor of State's Office, who were responsible for the auditing of this report.

The County Auditor's Office has worked to maintain a level of professionalism and sound financial reporting as its benchmark. I ask for the continued support of this project and of my efforts toward continuing the sound financial management of Erie County.

Sincerely,

A handwritten signature in black ink that reads "Jude T. Hammond". The signature is written in a cursive style with a large initial "J".

JUDE T. HAMMOND, AAS  
Erie County Auditor

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# Certificate of Achievement for Excellence in Financial Reporting

Presented to

Erie County,  
Ohio

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
December 31, 2002

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



*William Patrick Vasta*

President

*Jeffrey R. Emer*

Executive Director

**ERIE COUNTY, OHIO**

**ELECTED OFFICIALS**

**DECEMBER 31, 2003**

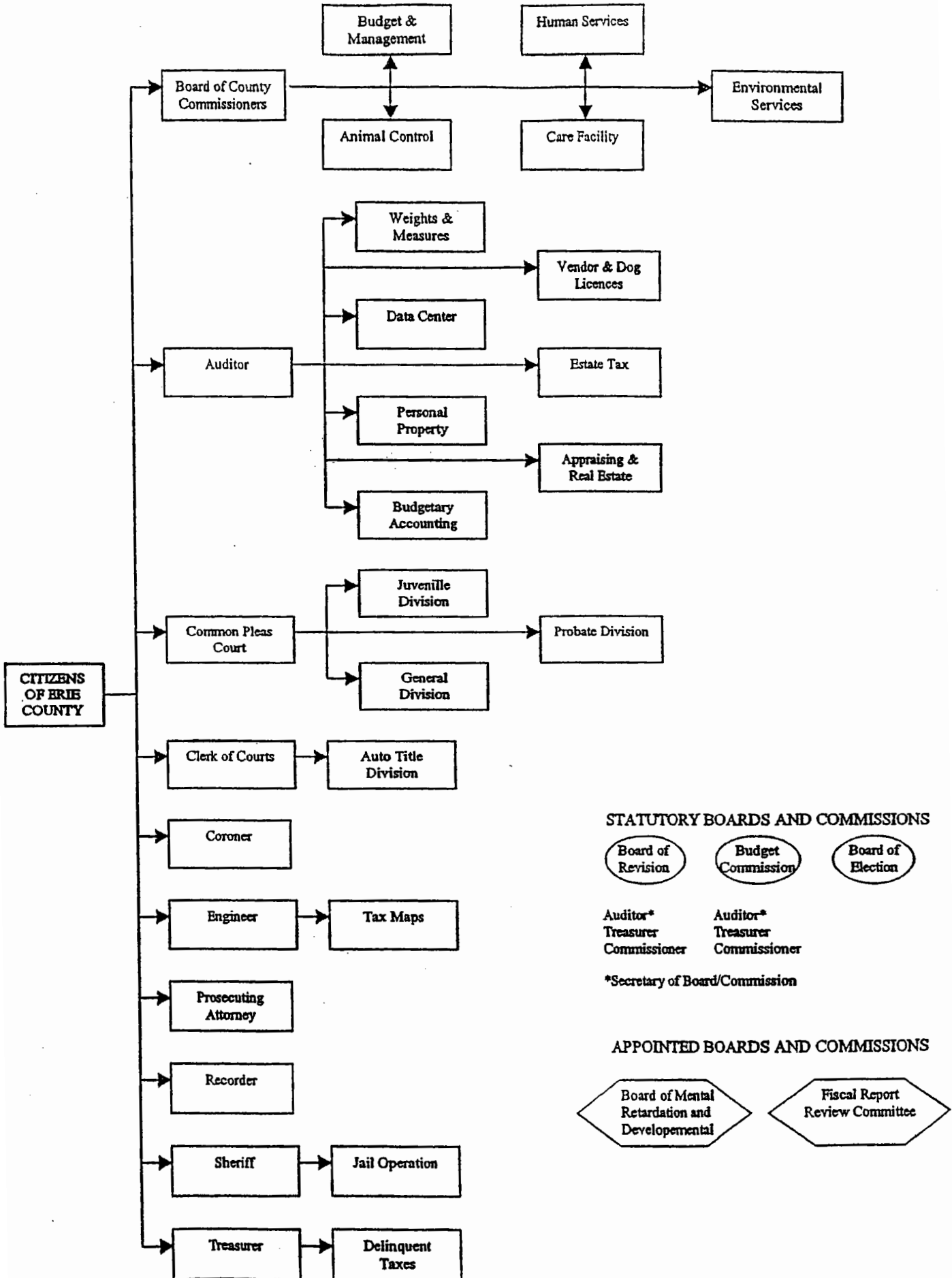
**ADMINISTRATORS**

Jude T. Hammond.....Auditor  
Barbara J. Johnson.....Clerk of Courts  
Thomas J. Nesgoda.....Coroner  
Thomas M. Ferrell, Jr.....Commissioner  
Nancy C. McKeen.....Commissioner  
Sparky R. Weilnau.....Commissioner  
John D. Farschman.....Engineer  
Kevin J. Baxter.....Prosecutor  
Tishey Rizenhaler.....Recorder  
Terry M. Lyons.....Sheriff  
JoDee Fantozz.....Treasurer

**JUDGES**

Ann B. Maschari.....Common Pleas  
Paul G. Lux.....County Court  
Robert C. Delamatre.....Domestic Relations Court  
Robert C. Delamatre.....Juvenile Court  
Beverly K. McGookey.....Probate Court

# ORGANIZATION OF ERIE COUNTY, OHIO



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# FINANCIAL SECTION

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**Auditor of State  
Betty Montgomery**

**INDEPENDENT ACCOUNTANTS' REPORT**

Erie County  
2900 Columbus Avenue  
Sandusky, Ohio 44870-5554

To the Board of County Commissioners:

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of Erie County (the County), as of and for the year ended December 31, 2003, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the County's management. Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of Double S Industries, Inc., the County's discretely presented component unit. Other auditors audited those financial statements. They have furnished their report thereon to us, and we base our opinion, insofar as it relates to the amounts included for Double S Industries, Inc., on the report of other auditors.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. The financial statements of Double S Industries, Inc., were audited by the other auditors in accordance with auditing standards generally accepted in the United States of America and not in accordance with *Government Auditing Standards*. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit and the report of the other auditors provide a reasonable basis for our opinions.

In our opinion, based on our audit and the report of the other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented

component unit, each major fund, and the aggregate remaining fund information of Erie County, as of December 31, 2003, and the respective changes in financial position and cash flows, where applicable, and the respective budgetary comparison for the General; Public Assistance; Motor Vehicle and Gas Tax; and County Mental Retardation and Developmental Disability funds thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

As described in Note 3, during the year ended December 31, 2003, the County implemented a new financial reporting model, as required by the provisions of Governmental Accounting Standards Board Statement No. 34, *Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments*.

In accordance with *Government Auditing Standards*, we have also issued our report dated November 30, 2004, on our consideration of the County's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering 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 Governmental Accounting Standards Board requires. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

We conducted our audit to form opinions on the financial statements that collectively comprise the County's basic financial statements. The introductory section, combining nonmajor fund statements and schedules and statistical tables are presented for additional analysis and are not a required part of the basic financial statements. We subjected the combining nonmajor fund statements to the auditing procedures applied in the audit of the basic financial statements. In our opinion, this information is fairly stated in all material respects in relation to the basic financial statements taken as a whole. We did not subject the introductory section and statistical tables to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we express no opinion on them.



**Betty Montgomery**  
Auditor of State

November 30, 2004



## ERIE COUNTY, OHIO

### MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED DECEMBER 31, 2003 UNAUDITED

The discussion and analysis of Erie County's (the "County") financial performance provides an overall review of the County's financial activities for the year ended December 31, 2003. The intent of this discussion and analysis is to look at the County's financial performance as a whole; readers should also review the transmittal letter, notes to the basic financial statements and financial statements to enhance their understanding of the County's financial performance.

#### Financial Highlights

Key financial highlights for 2003 are as follows:

- The total net assets of the County increased \$208,885. Net assets of governmental activities increased \$2,569,945, which represents a 3.93% increase over fiscal year 2002. Net assets of business-type activities decreased \$2,361,060 or 5.49% from fiscal year 2002.
- General revenues accounted for \$27,056,360 or 48.78% of total governmental activities revenue. Program specific revenues accounted for \$28,407,283 or 51.22% of total governmental activities revenue.
- The County had \$52,544,236 in expenses related to governmental activities; \$28,407,283 of these expenses was offset by program specific charges for services, grants or contributions. General revenues (primarily taxes) of \$27,056,360 were adequate to provide for these programs.
- The general fund, public assistance, motor vehicle and gas tax and County board of MRDD are the County's major funds. The general fund, the County's largest major fund, had revenues of \$23,107,609 in 2003, a decrease of \$704,578 or 2.96% from 2002 revenues. The general fund had expenditures of \$20,858,692 in 2003, a decrease of \$560,817 or 2.62% from 2002. The general fund had transfers out of \$3,544,028 in 2003. The decrease in revenues and transfers out contributed to the general fund balance decrease of \$931,212 from 2002 to 2003.
- The public assistance fund, a County major fund, had revenues of \$7,770,428 in 2003. The public assistance fund had expenditures of \$8,397,959 in 2003. The public assistance fund had transfers in of \$818,962 in 2003. The public assistance fund balance increased \$191,431 from 2002 to 2003.
- The motor vehicle and gas tax fund, a County major fund, had revenues of \$4,160,442 in 2003. The motor vehicle and gas tax fund had expenditures of \$3,949,299 in 2003. The motor vehicle and gas tax fund balance increased \$197,726 from 2002 to 2003.
- The County board of MRDD, a County major fund, had revenues of \$5,456,576 in 2003. The County board of MRDD had expenditures of \$5,698,853 in 2003. The County board of MRDD fund balance decreased \$242,277 from 2002 to 2003.
- The County has four enterprise funds, the sewer, water, landfill and County care facility. Net assets for the enterprise funds decreased in 2003 by \$2,361,060 or 5.49%. The sewer fund had revenues of \$6,258,272, expenses of \$5,083,497, non-operating expenses of \$1,166,470, capital contributions of \$69,155 and transfers in of \$254,179. The sewer fund's net assets increased \$331,639 from 2002 to 2003. The water fund had revenues of \$8,032,437, expenses of \$7,351,863, non-operating expenses of \$1,407,551 and capital contributions of \$89,585. The water fund's net assets decreased \$637,392 from 2002 to 2003. The landfill fund had revenues of \$3,059,132, expenses of \$5,040,048, non-operating expenses of \$235,185 and transfers out of \$40,000. The landfill fund's net assets decreased \$2,256,101 from 2002 to 2003. The county care facility fund had revenues of \$7,943,555, expenses of \$7,979,279, non-operating expenses of \$61,106 and transfers in of \$135,283. The county care facility fund's net assets increased \$38,453 from 2002 to 2003.

## ERIE COUNTY, OHIO

### MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED DECEMBER 31, 2003 UNAUDITED

- In the general fund, actual revenues were \$274,087 higher than the final budgeted revenues. During fiscal year 2003, budgeted revenues were increased by \$778,034 from the original budget to the final budget. Actual expenditures were \$1,474,259 lower than the final budgeted expenditures. During fiscal year 2003, budgeted expenditures were increased by \$1,211,950 from the original budget to the final budget.

#### **Using the Comprehensive Annual Financial Report (CAFR)**

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

The Statement of Net Assets and Statement of Activities provide information about the activities of the whole County, presenting both an aggregate view of the County's finances and a longer-term view of those finances. Fund financial statements provide the next level of detail. For governmental funds, these statements tell how services were financed in the short-term as well as what remains for future spending. The fund financial statements also look at the County's most significant funds with all other nonmajor funds presented in total in one column. In the case of the County, there are four major governmental funds. The general fund is the largest major fund.

#### **Reporting the County as a Whole**

##### *Statement of Net Assets and the Statement of Activities*

The Statement of Net Assets and the Statement of Activities answer the question, "How did we do financially during 2003?" These statements include *all assets* and *liabilities* using the *accrual basis of accounting* similar to the accounting used by most private-sector companies. The accrual basis of accounting takes into account all of the current year's revenues and expenses regardless of when cash is received or paid. See Note 2.C for an explanation of the economic resources measurement focus, and Note 2.D for an explanation of the accrual basis of accounting.

These two statements report the County's net assets and changes in those assets. This change in net assets is important because it tells the reader that, for the County as a whole, the financial position of the County has improved or diminished. The causes of this change may be the result of many factors, some financial, some not. Non-financial factors include the County's property tax base, current property tax laws in Ohio restricting revenue growth, facility conditions, and other factors.

In the Statement of Net Assets and the Statement of Activities, the County is divided into two distinct kinds of activities:

**Governmental Activities** - Most of the County's programs and services are reported here including human services, health, public safety, public works and general government. These services are funded primarily by taxes and intergovernmental revenues including federal and state grants and other shared revenues.

**Business-Type Activities** - These services are provided on a charge for goods or services basis to recover all or a significant portion of the expenses of the goods or services provided.

## ERIE COUNTY, OHIO

### MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED DECEMBER 31, 2003 UNAUDITED

#### **Reporting the County's Most Significant Funds**

##### ***Fund Financial Statements***

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

Fund financial reports provide detailed information about the County's major funds. The County uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the County's most significant funds. The County's major governmental funds are the General Fund, Public Assistance, Motor Vehicle and Gas Tax and County Board of Mental Retardation and Developmentally Disabled (MRDD). The analysis of the County's major governmental and proprietary funds begins on page F9.

##### ***Governmental Funds***

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on short-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the year. Such information may be useful in evaluating a government's short-term financing requirements. See Note 2.C for an explanation of the flow of current financial resources measurement focus, and Note 2.D for an explanation of the modified accrual basis of accounting.

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

The County maintains a multitude of individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental statement of revenues, expenditures, and changes in fund balances for the major funds, which were identified earlier. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report. The basic governmental fund financial statements are located on pages F16-F25 of this report.

##### ***Proprietary Funds***

The County maintains two different types of proprietary funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The County uses enterprise funds to account for its sewer, water, landfill and County care facility operations. All of the County's enterprise funds are considered as major funds. Internal service funds are an accounting device used to accumulate and allocate costs internally among the County's various functions. The County uses an internal service fund to account for a self-funded health insurance program for employees of the County and several governmental units within the County. The basic proprietary fund financial statements are located on pages F26-F31 of this report.

**ERIE COUNTY, OHIO**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED DECEMBER 31, 2003  
UNAUDITED**

***Fiduciary Funds***

Fiduciary funds are used to account for resources held for the benefit of parties outside the County. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the County's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. The basic fiduciary fund financial statements are located on pages F32-F34 of this report.

***Notes to the Financial Statements***

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements are located on pages F35-F79 of this report.

***Other Information***

In addition to the basic financial statements and accompanying notes, this report also presents combining statements on pages F80-F111 and budget and actual schedules on pages F112-F169 of this report.

**Government-Wide Financial Analysis**

The Statement of Net Assets provides the perspective of the County as a whole. The table below provides a comparative summary of the County's net assets for 2003 and 2002.

|                           | <u>Governmental Activities</u> |                      | <u>Business-Type Activities</u> |                      | <u>Total Government</u> |                       |
|---------------------------|--------------------------------|----------------------|---------------------------------|----------------------|-------------------------|-----------------------|
|                           | <u>2003</u>                    | <u>2002</u>          | <u>2003</u>                     | <u>2002</u>          | <u>2003</u>             | <u>2002</u>           |
| <b><u>Assets</u></b>      |                                |                      |                                 |                      |                         |                       |
| Current and other assets  | \$ 43,814,963                  | \$ 46,385,067        | \$ 18,768,656                   | \$ 15,660,640        | \$ 62,583,619           | \$ 62,045,707         |
| Capital assets            | <u>53,917,424</u>              | <u>53,137,294</u>    | <u>96,350,158</u>               | <u>85,914,824</u>    | <u>150,267,582</u>      | <u>139,052,118</u>    |
| Total assets              | <u>97,732,387</u>              | <u>99,522,361</u>    | <u>115,118,814</u>              | <u>101,575,464</u>   | <u>212,851,201</u>      | <u>201,097,825</u>    |
| <b><u>Liabilities</u></b> |                                |                      |                                 |                      |                         |                       |
| Long-term                 |                                |                      |                                 |                      |                         |                       |
| liabilities outstanding   | 15,447,613                     | 13,936,908           | 60,018,548                      | 49,213,514           | 75,466,161              | 63,150,422            |
| Other liabilities         | <u>14,263,529</u>              | <u>20,154,153</u>    | <u>14,424,981</u>               | <u>9,325,605</u>     | <u>28,688,510</u>       | <u>29,479,758</u>     |
| Total liabilities         | <u>29,711,142</u>              | <u>34,091,061</u>    | <u>74,443,529</u>               | <u>58,539,119</u>    | <u>104,154,671</u>      | <u>92,630,180</u>     |
| <b><u>Net Assets</u></b>  |                                |                      |                                 |                      |                         |                       |
| Invested in capital       |                                |                      |                                 |                      |                         |                       |
| assets, net of debt       | 42,596,176                     | 40,838,144           | 46,130,374                      | 46,799,552           | 88,726,550              | 87,637,696            |
| Restricted                | 14,826,756                     | 14,275,630           | -                               | -                    | 14,826,756              | 14,275,630            |
| Unrestricted              | <u>10,598,313</u>              | <u>10,317,526</u>    | <u>(5,455,089)</u>              | <u>(3,763,207)</u>   | <u>5,143,224</u>        | <u>6,554,319</u>      |
| Total net assets          | <u>\$ 68,021,245</u>           | <u>\$ 65,431,300</u> | <u>\$ 40,675,285</u>            | <u>\$ 43,036,345</u> | <u>\$ 108,696,530</u>   | <u>\$ 108,467,645</u> |

Over time, net assets can serve as a useful indicator of a government's financial position. At December 31, 2003, the County's assets exceeded liabilities by \$108,696,530. This amounts to \$68,021,245 in governmental activities and \$40,675,285 in business-type activities.

**ERIE COUNTY, OHIO**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED DECEMBER 31, 2003  
UNAUDITED**

Capital assets reported on the government-wide statements represent the largest portion of the County's net assets. At year-end, capital assets represented 70.60% of total governmental and business-type assets. Capital assets include land, land improvements, buildings, machinery and equipment, vehicles, construction in progress and infrastructure. Capital assets, net of related debt to acquire the assets at December 31, 2003, were \$88,726,550. These capital assets are used to provide services to citizens and are not available for future spending. Although the County's investment in capital assets is reported net of related debt, it should be noted that the resources to repay the debt must be provided from other sources, since capital assets may not be used to liquidate these liabilities.

A portion of the County's net assets, \$14,826,756 or 21.65%, represents resources that are subject to external restrictions on how they may be used. The remaining balance of governmental-activities unrestricted net assets of \$10,598,313 may be used to meet the government's ongoing obligations to citizens and creditors.

The table below shows the changes in net assets for governmental activities and business-type activities for 2003. Since fiscal year 2003 is the first year that the County is reporting in accordance with GASB Statement No. 34, comparative analysis is not provided. However, comparative analysis will be provided in future years.

|                                    | Governmental Activities | Business-Type Activities |
|------------------------------------|-------------------------|--------------------------|
| <b>Revenues</b>                    | 2003                    | 2003                     |
| Program revenues:                  |                         |                          |
| Charges for services and sales     | \$ 10,520,679           | \$ 25,089,292            |
| Operating grants and contributions | 17,670,092              | -                        |
| Capital grants and contributions   | 216,512                 | 158,740                  |
| General revenues:                  |                         |                          |
| Property taxes                     | 9,229,108               | -                        |
| Sales tax                          | 12,823,655              | -                        |
| Unrestricted grants                | 2,457,921               | -                        |
| Investment earnings                | 1,099,049               | 66,113                   |
| Other                              | 1,446,627               | 204,104                  |
| Total revenues                     | 55,463,643              | 25,518,249               |

**ERIE COUNTY, OHIO**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED DECEMBER 31, 2003  
UNAUDITED**

**Expenses**

|                                       |                     |                       |
|---------------------------------------|---------------------|-----------------------|
| Program expenses:                     |                     |                       |
| General government                    | \$ 13,972,937       | \$ -                  |
| Public safety                         | 10,114,582          | -                     |
| Public works                          | 3,915,623           | -                     |
| Health                                | 7,029,247           | -                     |
| Human services                        | 14,285,539          | -                     |
| Conservation and recreation           | 366,444             | -                     |
| Economic development                  | 603,759             | -                     |
| Other                                 | 1,619,823           | -                     |
| Interest and fiscal charges           | 636,282             | -                     |
| Sewer                                 | -                   | 6,231,694             |
| Water                                 | -                   | 8,737,249             |
| Landfill                              | -                   | 5,328,929             |
| County care facility                  | -                   | 7,930,899             |
|                                       | <u>52,544,236</u>   | <u>28,228,771</u>     |
| Total expenses                        |                     |                       |
| Change in net assets before transfers | 2,919,407           | (2,710,522)           |
| Transfers                             | <u>(349,462)</u>    | <u>349,462</u>        |
| Change in net assets                  | <u>\$ 2,569,945</u> | <u>\$ (2,361,060)</u> |

**Governmental Activities**

Governmental assets increased by \$2,569,945 in 2003 over 2002. This slight increase is due to a decrease in expenditures in 2003 compared to 2002.

Human services expenses, which support the operations of the County Board of MRDD and Public Assistance, account for \$14,285,539 or 27.19% of total governmental expenses of the County. Human services expenses were partially funded by \$973,104 of charges to users of services in 2003. General government expenses, which include legislative and executive programs and judicial programs, account for \$13,972,937 or 26.59% of total governmental expenses. General government expenses were partially funded by \$5,129,397 of charges to users of services in 2003.

The state and federal government contributed to the County revenues of \$17,670,092 in operating grants and contributions and \$216,512 in capital grants and contributions. These revenues are restricted to a particular program or purpose. Of the total operating grants and contributions, \$10,450,127, or 57.80% subsidized human services programs.

General revenues totaled \$27,056,360, and amounted to 48.78% of total revenues. These revenues primarily consist of property and sales tax revenue of \$22,052,763, or 81.51% of total general revenues in 2003. The other primary source of general revenues is grants and entitlements not restricted to specific programs, with local government and local government revenue assistance making up \$2,457,921, or 9.08% of the total. In August 2002, the state placed a freeze on local government and local government revenue assistance to be distributed to local governments in 2003.

The Statement of Activities shows the cost of program services and the charges for services and grants offsetting those services. The following table shows, for governmental activities, the total cost of services and the net cost of services for 2003. That is, it identifies the cost of these services supported by tax revenue and unrestricted state grants and entitlements. Since fiscal year 2003 is the first year that the County is reporting in accordance with GASB Statement No. 34, comparative analysis is not provided. However, comparative analysis will be provided in future years.

**ERIE COUNTY, OHIO**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED DECEMBER 31, 2003  
UNAUDITED**

**Governmental Activities**

|                                     | Total Cost of<br>Services<br><u>2003</u> | Net Cost of<br>Services<br><u>2003</u> |
|-------------------------------------|--|--|
| Expenses:                           |  |  |
| General government                  | \$ 13,972,937                            | \$ 8,681,436                           |
| Public safety                       | 10,114,582                               | 8,517,774                              |
| Public works                        | 3,915,623                                | (3,255,552)                            |
| Health                              | 7,029,247                                | 4,391,220                              |
| Human services                      | 14,285,539                               | 2,862,308                              |
| Conservation and recreation         | 366,444                                  | 366,444                                |
| Economic development and assistance | 603,759                                  | 317,218                                |
| Other                               | 1,619,823                                | 1,619,823                              |
| Interest and fiscal charges         | <u>636,282</u>                           | <u>636,282</u>                         |
| Total expenses                      | <u>\$ 52,544,236</u>                     | <u>\$ 24,136,953</u>                   |

The dependence upon general revenues for governmental activities is apparent, with 51.49% of expenses supported through taxes and other general revenues during 2003.

**Business-Type Activities**

Business-type activities include Sewer, Water, Landfill and the County Care Facility. These programs had revenues of \$25,518,249 and expenses of \$28,228,771 for fiscal year 2003. The net assets of the enterprise funds decreased \$2,361,060 for fiscal year 2003. This decrease is primarily due the expansion of the County's landfill and the associated expense incurred.

**Financial Analysis of the Government's Funds**

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

**Governmental Funds**

The focus of the County's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the County's financing requirements. In particular, unreserved fund balance may serve as a useful measure of the County's net resources available for spending at year-end.

The County's governmental funds (as presented on the balance sheet on pages F16-F17) reported a combined fund balance of \$21,743,396, which is \$1,054,139 over last year's total of \$20,689,257. The schedule below indicates the fund balance and the total change in fund balance as of December 31, 2003 for all major and nonmajor governmental funds.

**ERIE COUNTY, OHIO**

MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED DECEMBER 31, 2003  
UNAUDITED

|                                   | <u>Fund Balance</u><br><u>December 31, 2003</u> | <u>Fund Balance</u><br><u>December 31, 2002</u> | <u>Increase</u><br><u>(Decrease)</u> |
|-----------------------------------|---|---|--------------------------------------|
| Major Funds:                      |   |   |                                      |
| General                           | \$ 7,770,769                                    | \$ 8,701,981                                    | \$ (931,212)                         |
| Public Assistance                 | (217,576)                                       | (409,007)                                       | 191,431                              |
| Motor Vehicle and Gas Tax         | 3,071,014                                       | 2,873,288                                       | 197,726                              |
| County Board of MRDD              | 603,426   | 845,703   | (242,277)                            |
| Other Nonmajor Governmental Funds | <u>10,515,763</u>                               | <u>8,677,292</u>                                | <u>1,838,471</u>                     |
| Total                             | <u>\$ 21,743,396</u>                            | <u>\$ 20,689,257</u>                            | <u>\$ 1,054,139</u>                  |

***General Fund***

The general fund is the operating fund of the County. At the end of the fiscal year, the fund balance of the general fund was \$7,770,769, a 10.70% decrease from 2002. The decrease in general fund balance in 2003 was primarily due to \$3,544,028 in transfers out of the general fund and a decrease in revenues of 0.95% in 2003 compared to 2002.

***Public Assistance Fund***

The public assistance fund, a County major fund, had revenues of \$7,770,428 in 2003. The public assistance fund had expenditures of \$8,397,959 in 2003. The public assistance fund had transfers in of \$818,962 in 2003. The public assistance fund balance increased \$191,431 from 2002 to 2003. This increase in fund balance is primarily due to an increase in intergovernmental revenues and transfers in, a decrease in human services expenditures, and the absence of any transfers out in 2003, when compared to 2002.

***Motor Vehicle and Gas Tax Fund***

The motor vehicle and gas tax fund, a County major fund, had revenues of \$4,160,442 in 2003. The motor vehicle and gas tax fund had expenditures of \$3,949,299 in 2003. The motor vehicle and gas tax fund balance increased \$197,726 from 2002 to 2003. This increase in fund balance is primarily due to a decrease in public works expenditures in 2003, when compared to 2002.

***County Board of MRDD***

The County board of MRDD, a County major fund, had revenues of \$5,456,576 in 2003. The County board of MRDD had expenditures of \$5,698,853 in 2003. The County board of MRDD fund balance decreased \$242,277 from 2002 to 2003. This decrease in fund balance is primarily due to an increase in human services expenditures in 2003, when compared to 2002.

***Budgeting Highlights***

The County's budgeting process is prescribed by the Ohio Revised Code (ORC). Essentially, the budget is the County's appropriations which are restricted by the amounts of anticipated resources certified by the Budget Commission in accordance with the ORC. Therefore, the County's plans and objectives cannot be totally reflected in the original budget. If budgeted revenues are adjusted due to actual activity then the appropriations can be adjusted accordingly. Budgetary information is presented for the General fund, Public Assistance fund, Motor Vehicle and Gas Tax fund, and County Board of MR/DD fund.



**ERIE COUNTY, OHIO**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED DECEMBER 31, 2003  
UNAUDITED**

In the general fund, actual revenues of \$23,423,626 were more than final budgeted revenues by \$274,087. Budgeted revenues were adjusted downward due to slow economic growth and a poor investment environment, with actual results better than estimated. Actual expenditures of \$22,123,330 were less than final budgeted expenditures by \$1,474,259. A cost containment program was initiated within the General fund, with actual results better than estimated. In the public assistance fund, actual revenues of \$7,728,878 were less than final budgeted revenues by \$1,284,965. Actual expenditures of \$9,331,747 were less than final budgeted expenditures by \$504,611. In the motor vehicle and gas tax fund, actual revenues of \$4,658,914 were more than final budgeted revenues by \$260,839. Actual expenditures of \$4,753,718 were less than final budgeted expenditures by \$1,010,317. In the County board of MR/DD fund, actual revenues of \$5,503,259 were less than final budgeted revenues by \$146,414. Actual expenditures of \$6,152,002 were less than final budgeted expenditures by \$228,666.

***Proprietary Funds***

The County's proprietary funds provide the same type of information found in the government-wide financial statements for business-type activities, but in more detail.

**Capital Assets and Debt Administration**

***Capital Assets***

Under GASB Statement No. 34, the County restated its governmental activities capital assets to include infrastructure assets, to report accumulated depreciation, and for errors and omissions as previously reported. The County restated its business-type activities capital assets for errors and omissions as previously reported. See Note 9.A to the basic financial statements for detail. At the end of 2003, the County had \$150,267,582 (net of accumulated depreciation) invested in land, land improvements, buildings, machinery and equipment, vehicles, construction in progress and infrastructure. Of this total, \$53,917,424 was reported in governmental activities and \$96,350,158 was reported in business-type activities. The following table shows fiscal 2003 capital asset balances. Since fiscal year 2003 is the first year that the County is reporting in accordance with GASB Statement No. 34, comparative analysis is not provided. However, comparative analysis will be provided in future years.

**Capital Assets at December 31  
(Net of Depreciation)**

|                          | <u>Governmental Activities</u> | <u>Business-Type Activities</u> | <u>Total</u>          |
|--------------------------|--------------------------------|---------------------------------|-----------------------|
|                          | 2003                           | 2003                            | 2003                  |
| Land                     | \$ 2,125,082                   | \$ 2,434,459                    | \$ 4,559,541          |
| Land improvements        | 143,823                        | 4,735,560                       | 4,879,383             |
| Buildings                | 29,096,203                     | 25,250,058                      | 54,346,261            |
| Machinery and equipment  | 2,363,655                      | 3,178,770                       | 5,542,425             |
| Vehicles                 | 1,454,025                      | 278,745                         | 1,732,770             |
| Infrastructure           | 18,734,636                     | 42,427,203                      | 61,161,839            |
| Construction in progress | -                              | 18,045,363                      | 18,045,363            |
| <b>Total</b>             | <b>\$ 53,917,424</b>           | <b>\$ 96,350,158</b>            | <b>\$ 150,267,582</b> |

See Note 9 to the basic financial statements for detail on governmental activities and business-type activities capital assets.

## ERIE COUNTY, OHIO

### MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED DECEMBER 31, 2003 UNAUDITED

#### *Debt Administration*

At December 31, 2003 the County had \$72,966,161 in general obligation bonds, special assessment bonds, OWDA loans, OPWC loans, capital lease obligations, landfill closure/post closure and compensated absences outstanding. Of this total, \$3,592,410 is due within one year and \$69,373,751 is due within greater than one year. The following table summarizes the bonds, notes and loan outstanding.

#### **Outstanding Debt, at Year End**

|                               | Governmental<br>Activities<br><u>2003</u> | Business-Type<br>Activities<br><u>2003</u> |
|-------------------------------|---|--|
| Long-Term Obligations:        |   |  |
| General obligation bonds      | \$ 8,970,000                              | \$ 22,862,414                              |
| Special assessment bonds      | 2,336,523                                 | 1,270,000                                  |
| OWDA loans                    | -   | 25,246,939                                 |
| OPWC loans                    | -   | 638,905                                    |
| Capital lease obligation      | 14,725                                    | 201,526                                    |
| Notes payable                 | 2,500,000                                 | -  |
| Landfill closure/post closure | -   | 9,426,614                                  |
| Compensated absences          | <u>1,626,365</u>                          | <u>372,150</u>                             |
| Total                         | <u>\$ 15,447,613</u>                      | <u>\$ 60,018,548</u>                       |

At December 31, 2003 the County's overall legal debt margin was \$38,179,238 with an unvoted debt margin of \$10,663,075. See Note 11 to the basic financial statements for detail on the County's long-term debt obligations.

#### **Economic Factors and Next Year's Budgets and Rates**

Despite the uncertainty surrounding the economy, the County continues to carefully monitor its primary sources of revenue, which include real estate taxes, local sales taxes, local government funds, and interest income. In order to meet the objectives of the 2004 budget, the County continues to pursue economic development and job creation, and adopted a budget developed to promote long-term fiscal stability. The County continued with efforts to contain costs while pursuing new sources of revenue.

The County's current population is 78,709. The County's unemployment rate is currently 5.8%, compared to the state average of 6.6% and the national average of 6.1%.

Budgeted revenues and other financing sources in the general fund for fiscal year 2004 budget are \$23,111,949. These economic factors were considered in preparing the County's budget for fiscal year 2004.

#### **Contacting the County's Financial Management**

This financial report is designed to provide our citizens, taxpayers, investors and creditors with a general overview of the County's finances and to show the County's accountability for the money it receives. If you have questions about this report or need additional financial information, contact Mr. Jude T. Hammond, County Auditor, Erie County, 247 Columbus Avenue, Sandusky, Ohio, 44870.

**BASIC FINANCIAL STATEMENTS**

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**ERIE COUNTY, OHIO**

STATEMENT OF NET ASSETS  
DECEMBER 31, 2003

|   | <u>Primary Government</u>          |                                   |                       | <b>Component<br/>Unit</b> |
|---|------------------------------------|-----------------------------------|-----------------------|---------------------------|
|   | <u>Governmental<br/>Activities</u> | <u>Business-Type<br/>Activity</u> | <u>Total</u>          |                           |
| <b>Assets:</b>  |                                    |                                   |                       |                           |
| Equity in pooled cash and cash equivalents. . . . .       | \$ 22,700,406                      | \$ 15,634,226                     | \$ 38,334,632         | \$ -                      |
| Cash in segregated accounts . . . . .                     | -                                  | -                                 | -                     | 202,577                   |
| Receivables (net of allowances for uncollectibles):       |                                    |                                   |                       |                           |
| Sales taxes . . . . .                                     | 2,801,355                          | -                                 | 2,801,355             | -                         |
| Real estate and other taxes . . . . .                     | 10,249,173                         | -                                 | 10,249,173            | -                         |
| Accounts . . . . .  | 321,366                            | 2,432,297                         | 2,753,663             | 28,772                    |
| Due from other governments. . . . .                       | 4,661,190                          | 158,749                           | 4,819,939             | -                         |
| Special assessments . . . . .                             | 2,692,275                          | 115,222                           | 2,807,497             | -                         |
| Accrued interest . . . . .                                | 67,314                             | 3,216                             | 70,530                | -                         |
| Internal balances . . . . .                               | (129,610)                          | 129,610                           | -                     | -                         |
| Materials and supplies inventory . . . . .                | 64,249                             | 106,447                           | 170,696               | -                         |
| Loans receivable . . . . .                                | 387,245                            | -                                 | 387,245               | -                         |
| Unamortized bond issue costs . . . . .                    | -                                  | 188,889                           | 188,889               | -                         |
| Capital assets:   |                                    |                                   |                       |                           |
| Land and construction in progress. . . . .                | 2,125,082                          | 20,479,822                        | 22,604,904            | -                         |
| Depreciable capital assets, net. . . . .                  | 51,792,342                         | 75,870,336                        | 127,662,678           | 37,047                    |
| Total capital assets, net. . . . .                        | <u>53,917,424</u>                  | <u>96,350,158</u>                 | <u>150,267,582</u>    | <u>37,047</u>             |
| Total assets. . . . .                                     | <u>97,732,387</u>                  | <u>115,118,814</u>                | <u>212,851,201</u>    | <u>268,396</u>            |
| <b>Liabilities:</b>                                       |                                    |                                   |                       |                           |
| Accounts payable. . . . .                                 | 1,559,362                          | 781,166                           | 2,340,528             | 5,533                     |
| Accrued wages and benefits . . . . .                      | 1,320,186                          | 522,004                           | 1,842,190             | 5,078                     |
| Pension obligation payable. . . . .                       | 368,747                            | 123,425                           | 492,172               | -                         |
| Due to other governments . . . . .                        | 156,878                            | 748,347                           | 905,225               | -                         |
| Deferred revenue. . . . .                                 | 9,861,977                          | 143,103                           | 10,005,080            | -                         |
| Accrued interest payable. . . . .                         | 139,276                            | 1,064,732                         | 1,204,008             | -                         |
| Claims payable. . . . .                                   | 830,897                            | -                                 | 830,897               | -                         |
| Amount to be repaid to claimants . . . . .                | 26,206                             | -                                 | 26,206                | -                         |
| Notes payable . . . . .                                   | -                                  | 11,000,000                        | 11,000,000            | -                         |
| Unamortized premium on notes . . . . .                    | -                                  | 42,204                            | 42,204                | -                         |
| Long-term liabilities:                                    |                                    |                                   |                       |                           |
| Due within one year. . . . .                              | 4,013,386                          | 2,079,024                         | 6,092,410             | 4,344                     |
| Due in more than one year . . . . .                       | 11,434,227                         | 57,939,524                        | 69,373,751            | -                         |
| Total liabilities. . . . .                                | <u>29,711,142</u>                  | <u>74,443,529</u>                 | <u>104,154,671</u>    | <u>14,955</u>             |
| <b>Net assets:</b>  |                                    |                                   |                       |                           |
| Invested in capital assets, net of related debt . . . . . | 42,596,176                         | 46,130,374                        | 88,726,550            | -                         |
| Restricted for:   |                                    |                                   |                       |                           |
| Debt service. . . . .                                     | 2,723,398                          | -                                 | 2,723,398             | -                         |
| Public safety programs. . . . .                           | 1,657,904                          | -                                 | 1,657,904             | -                         |
| Public works projects. . . . .                            | 4,452,126                          | -                                 | 4,452,126             | -                         |
| Health programs. . . . .                                  | 1,374,689                          | -                                 | 1,374,689             | -                         |
| Economic development projects. . . . .                    | 1,105,355                          | -                                 | 1,105,355             | -                         |
| Other purposes . . . . .                                  | 4,516,331                          | -                                 | 4,516,331             | 7,291                     |
| Unrestricted . . . . .                                    | 9,595,266                          | (5,455,089)                       | 4,140,177             | 246,150                   |
| Total net assets . . . . .                                | <u>\$ 68,021,245</u>               | <u>\$ 40,675,285</u>              | <u>\$ 108,696,530</u> | <u>\$ 253,441</u>         |

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**ERIE COUNTY, OHIO**

STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED DECEMBER 31, 2003

|   | <u>Program Revenues</u> |   |   |   |
|---|-------------------------|---|---|---|
|   | <u>Expenses</u>         | <u>Charges for<br/>Services<br/>and Sales</u> | <u>Operating<br/>Grants and<br/>Contributions</u> | <u>Capital<br/>Grants and<br/>Contributions</u> |
| <b>Governmental Activities:</b>                 |                         |   |   |   |
| General government:                             |                         |   |   |   |
| Legislative and executive . . . . .             | \$ 9,670,194            | \$ 3,969,697                                  | \$ 162,104  | \$ -  |
| Judicial . . . . .                              | 4,302,743               | 1,159,700                                     | -   | -   |
| Public safety . . . . .                         | 10,114,582              | 99,317  | 1,497,491   | -   |
| Public works . . . . .                          | 3,915,623               | 3,862,439                                     | 3,092,224   | 216,512   |
| Health . . . . .                                | 7,029,247               | 456,422                                       | 2,181,605   | -   |
| Human services . . . . .                        | 14,285,539              | 973,104                                       | 10,450,127  | -   |
| Conservation and recreation. . . . .            | 366,444                 | -   | -   | -   |
| Economic development and assistance . . . . .   | 603,759                 | -   | 286,541   | -   |
| Other. . . . .                                  | 1,619,823               | -   | -   | -   |
| Interest and fiscal charges . . . . .           | 636,282                 | -   | -   | -   |
| <b>Total governmental activities. . . . .</b>   | <b>52,544,236</b>       | <b>10,520,679</b>                             | <b>17,670,092</b>                                 | <b>216,512</b>                                  |
| <b>Business-Type Activities:</b>                |                         |   |   |   |
| Sewer. . . . .                                  | 6,231,694               | 6,117,895                                     | -   | 69,155  |
| Water. . . . .                                  | 8,737,249               | 7,991,121                                     | -   | 89,585  |
| Landfill . . . . .                              | 5,328,929               | 3,059,132                                     | -   | -   |
| County Care Facility . . . . .                  | 7,930,899               | 7,921,144                                     | -   | -   |
| <b>Total business-type activities . . . . .</b> | <b>28,228,771</b>       | <b>25,089,292</b>                             | <b>-</b>  | <b>158,740</b>                                  |
| <b>Total primary government. . . . .</b>        | <b>\$ 80,773,007</b>    | <b>\$ 35,609,971</b>                          | <b>\$ 17,670,092</b>                              | <b>\$ 375,252</b>                               |
| <b>Component Unit:</b>                          |                         |   |   |   |
| Double S Industries . . . . .                   | \$ 342,075              | \$ 207,963                                    | \$ 129,268  | \$ -  |

**General Revenues:**

|  |  |
|--|--|
| Property taxes levied for:   |  |
| General fund . . . . .   |  |
| Human services - County Board of MRDD . . . . .                      |  |
| Public works - Road levy . . . . .                                   |  |
| Sales taxes . . . . .  |  |
| Grants and entitlements not restricted to specific programs. . . . . |  |
| Investment earnings. . . . .   |  |
| Miscellaneous. . . . .   |  |
| <b>Total general revenues . . . . .</b>                              |  |
| Transfers . . . . .  |  |
| Change in net assets . . . . .                                       |  |
| Net assets at beginning of year (restated). . . . .                  |  |
| Net assets at end of year . . . . .                                  |  |

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**Net (Expense) Revenue and Changes in Net Assets**

| <b>Primary Government</b>      |                                 |                       |                       |
|--------------------------------|---------------------------------|-----------------------|-----------------------|
| <b>Governmental Activities</b> | <b>Business-Type Activities</b> | <b>Total</b>          | <b>Component Unit</b> |
| \$ (5,538,393)                 | \$ -                            | \$ (5,538,393)        | \$ -                  |
| (3,143,043)                    | -                               | (3,143,043)           | -                     |
| (8,517,774)                    | -                               | (8,517,774)           | -                     |
| 3,255,552                      | -                               | 3,255,552             | -                     |
| (4,391,220)                    | -                               | (4,391,220)           | -                     |
| (2,862,308)                    | -                               | (2,862,308)           | -                     |
| (366,444)                      | -                               | (366,444)             | -                     |
| (317,218)                      | -                               | (317,218)             | -                     |
| (1,619,823)                    | -                               | (1,619,823)           | -                     |
| (636,282)                      | -                               | (636,282)             | -                     |
| <u>(24,136,953)</u>            | <u>-</u>                        | <u>(24,136,953)</u>   | <u>-</u>              |
| -                              | (44,644)                        | (44,644)              | -                     |
| -                              | (656,543)                       | (656,543)             | -                     |
| -                              | (2,269,797)                     | (2,269,797)           | -                     |
| <u>-</u>                       | <u>(9,755)</u>                  | <u>(9,755)</u>        | <u>-</u>              |
| -                              | (2,980,739)                     | (2,980,739)           | -                     |
| <u>(24,136,953)</u>            | <u>(2,980,739)</u>              | <u>(27,117,692)</u>   | <u>-</u>              |
| -                              | -                               | -                     | (4,844)               |
| 4,532,306                      | -                               | 4,532,306             | -                     |
| 3,856,026                      | -                               | 3,856,026             | -                     |
| 840,776                        | -                               | 840,776               | -                     |
| 12,823,655                     | -                               | 12,823,655            | -                     |
| 2,457,921                      | -                               | 2,457,921             | -                     |
| 1,099,049                      | 66,113                          | 1,165,162             | 3,533                 |
| 1,446,627                      | 204,104                         | 1,650,731             | 7,270                 |
| <u>27,056,360</u>              | <u>270,217</u>                  | <u>27,326,577</u>     | <u>10,803</u>         |
| <u>(349,462)</u>               | <u>349,462</u>                  | <u>-</u>              | <u>-</u>              |
| 2,569,945                      | (2,361,060)                     | 208,885               | 5,959                 |
| <u>65,451,300</u>              | <u>43,036,345</u>               | <u>108,487,645</u>    | <u>247,482</u>        |
| <u>\$ 68,021,245</u>           | <u>\$ 40,675,285</u>            | <u>\$ 108,696,530</u> | <u>\$ 253,441</u>     |

**ERIE COUNTY, OHIO**

BALANCE SHEET  
GOVERNMENTAL FUNDS  
DECEMBER 31, 2003

|   | <u>General</u>       | <u>Public<br/>Assistance</u> | <u>Motor Vehicle<br/>and Gas Tax</u> | <u>County Board<br/>of MRDD</u> |
|---|----------------------|------------------------------|--------------------------------------|---------------------------------|
| <b>Assets:</b>  |                      |                              |                                      |                                 |
| Equity in pooled cash and cash equivalents . . . . .    | \$ 6,399,501         | \$ 305,062                   | \$ 2,598,408                         | \$ 807,424                      |
| Receivables (net of allowance for uncollectibles):      |                      |                              |                                      |                                 |
| Sales taxes . . . . .                                   | 2,661,799            | -                            | -                                    | -                               |
| Real estate and other taxes . . . . .                   | 4,414,918            | -                            | -                                    | 4,984,241                       |
| Accounts . . . . .                                      | 177,334              | 10,850                       | 12,554                               | 23,786                          |
| Special assessments . . . . .                           | 115,294              | -                            | -                                    | -                               |
| Accrued interest . . . . .                              | 66,731               | -                            | -                                    | -                               |
| Due from other funds . . . . .                          | 145,864              | -                            | -                                    | -                               |
| Due from other governments . . . . .                    | 1,462,052            | 101,802                      | 2,061,311                            | 395,385                         |
| Loans to other funds . . . . .                          | 6,401                | -                            | -                                    | -                               |
| Loans receivable . . . . .                              | -                    | -                            | -                                    | -                               |
| Materials and supplies inventory . . . . .              | 30,229               | -                            | 34,020                               | -                               |
| Total assets . . . . .                                  | <u>\$ 15,480,123</u> | <u>\$ 417,714</u>            | <u>\$ 4,706,293</u>                  | <u>\$ 6,210,836</u>             |
| <b>Liabilities:</b>                                     |                      |                              |                                      |                                 |
| Accounts payable . . . . .                              | \$ 310,414           | \$ 210,906                   | \$ 60,867                            | \$ 124,601                      |
| Accrued wages and benefits . . . . .                    | 697,482              | 203,934                      | 89,135                               | 177,071                         |
| Loans from other funds . . . . .                        | -                    | -                            | -                                    | -                               |
| Due to other funds . . . . .                            | -                    | 47,278                       | 3,778                                | 8,926                           |
| Due to other governments . . . . .                      | 36,468               | 120,239                      | -                                    | 171                             |
| Deferred revenue . . . . .                              | 6,439,724            | -                            | 1,458,564                            | 5,246,795                       |
| Pension obligation payable . . . . .                    | 199,060              | 52,933                       | 22,935                               | 49,846                          |
| Amount to be repaid to claimants . . . . .              | 26,206               | -                            | -                                    | -                               |
| Total liabilities . . . . .                             | <u>7,709,354</u>     | <u>635,290</u>               | <u>1,635,279</u>                     | <u>5,607,410</u>                |
| <b>Fund Balances:</b>                                   |                      |                              |                                      |                                 |
| Reserved for encumbrances . . . . .                     | 655,791              | 664,629                      | 493,221                              | 277,636                         |
| Reserved for materials and supplies inventory . . . . . | 30,229               | -                            | 34,020                               | -                               |
| Reserved for loans receivable . . . . .                 | -                    | -                            | -                                    | -                               |
| Reserved for loans to other funds . . . . .             | 6,401                | -                            | -                                    | -                               |
| Unreserved:   |                      |                              |                                      |                                 |
| Designated for budget stabilization . . . . .           | 2,000,000            | -                            | -                                    | -                               |
| Undesignated, (deficit) reported in:                    |                      |                              |                                      |                                 |
| General fund . . . . .                                  | 5,078,348            | -                            | -                                    | -                               |
| Special revenue funds . . . . .                         | -                    | (882,205)                    | 2,543,773                            | 325,790                         |
| Debt service fund . . . . .                             | -                    | -                            | -                                    | -                               |
| Capital projects funds . . . . .                        | -                    | -                            | -                                    | -                               |
| Total fund balances . . . . .                           | <u>7,770,769</u>     | <u>(217,576)</u>             | <u>3,071,014</u>                     | <u>603,426</u>                  |
| Total liabilities and fund balances . . . . .           | <u>\$ 15,480,123</u> | <u>\$ 417,714</u>            | <u>\$ 4,706,293</u>                  | <u>\$ 6,210,836</u>             |

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS



| <b>Other<br/>Governmental<br/>Funds</b> | <b>Total<br/>Governmental<br/>Funds</b> |
|---|---|
| \$ 10,681,135                           | \$ 20,791,530                           |
| 139,556                                 | 2,801,355                               |
| 850,014                                 | 10,249,173                              |
| 80,575                                  | 305,099                                 |
| 2,576,981                               | 2,692,275                               |
| 583                                     | 67,314                                  |
| 16,431                                  | 162,295                                 |
| 640,640                                 | 4,661,190                               |
| -                                       | 6,401                                   |
| 387,245                                 | 387,245                                 |
| -                                       | 64,249                                  |
| <u>\$ 15,373,160</u>                    | <u>\$ 42,188,126</u>                    |
| \$ 852,574                              | \$ 1,559,362                            |
| 152,564                                 | 1,320,186                               |
| 6,401                                   | 6,401                                   |
| 69,582                                  | 129,564                                 |
| -                                       | 156,878                                 |
| 3,732,303                               | 16,877,386                              |
| 43,973                                  | 368,747                                 |
| -                                       | 26,206                                  |
| <u>4,857,397</u>                        | <u>20,444,730</u>                       |
| 3,766,860                               | 5,858,137                               |
| -                                       | 64,249                                  |
| 387,245                                 | 387,245                                 |
| -                                       | 6,401                                   |
| -                                       | 2,000,000                               |
| -                                       | 5,078,348                               |
| 6,244,293                               | 8,231,651                               |
| 288,966                                 | 288,966                                 |
| (171,601)                               | (171,601)                               |
| <u>10,515,763</u>                       | <u>21,743,396</u>                       |
| <u>\$ 15,373,160</u>                    | <u>\$ 42,188,126</u>                    |

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**ERIE COUNTY, OHIO**

RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES  
TO NET ASSETS OF GOVERNMENTAL ACTIVITIES  
DECEMBER 31, 2003

|  |                    |                      |
|--|--------------------|----------------------|
| <b>Total governmental fund balances</b>  |                    | \$ 21,743,396        |
| <i>Amounts reported for governmental activities in the statement of net assets are different because:</i>  |                    |                      |
| Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.  |                    | 53,917,424           |
| Other long-term assets are not available to pay for current period expenditures and therefore are deferred in the funds.   |                    |                      |
| Property taxes   | \$ 387,196         |                      |
| Sales tax  | 959,930            |                      |
| Special assessments  | 2,692,275          |                      |
| Intergovernmental revenues   | <u>2,976,008</u>   |                      |
| Total  |                    | 7,015,409            |
| An internal service fund is used by management to charge the costs of insurance to individual funds. The assets and liabilities of the internal service fund are included in governmental activities in the statement of net assets. |                    | 931,905              |
| Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.   |                    |                      |
| General obligation bonds   | (8,970,000)        |                      |
| Special assessments bonds  | (2,336,523)        |                      |
| Notes payable  | (2,500,000)        |                      |
| Capital lease obligation   | (14,725)           |                      |
| Accrued interest payable   | (139,276)          |                      |
| Compensated absences payable   | <u>(1,626,365)</u> |                      |
| Total  |                    | <u>(15,586,889)</u>  |
| <b>Net assets of governmental activities</b>   |                    | <u>\$ 68,021,245</u> |

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**ERIE COUNTY, OHIO**

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED DECEMBER 31, 2003

|  | <u>General</u>      | <u>Public Assistance</u> | <u>Motor Vehicle and Gas Tax</u> | <u>County Board of MRDD</u> |
|--|---------------------|--------------------------|----------------------------------|-----------------------------|
| <b>Revenues:</b>   |                     |                          |                                  |                             |
| Property taxes . . . . .   | \$ 4,526,467        | \$ -                     | \$ -                             | \$ 3,831,191                |
| Sales taxes . . . . .  | 11,452,269          | -                        | -                                | -                           |
| Charges for services . . . . .   | 1,698,134           | 558,278                  | 346,315                          | 30,750                      |
| Licenses and permits . . . . .   | 9,738               | -                        | -                                | -                           |
| Fines and forfeitures . . . . .  | 597,400             | -                        | 140,886                          | -                           |
| Intergovernmental . . . . .  | 2,354,757           | 7,212,150                | 3,488,346                        | 1,469,144                   |
| Special assessments . . . . .  | 184,081             | -                        | -                                | -                           |
| Investment income . . . . .  | 883,759             | -                        | 43,366                           | 328                         |
| Rental income . . . . .  | 158,915             | -                        | -                                | -                           |
| Reimbursements . . . . .   | 1,066,830           | -                        | 136,771                          | 99,049                      |
| Other . . . . .  | 175,259             | -                        | 4,758                            | 26,114                      |
| Total revenues . . . . .   | <u>23,107,609</u>   | <u>7,770,428</u>         | <u>4,160,442</u>                 | <u>5,456,576</u>            |
| <b>Expenditures:</b>   |                     |                          |                                  |                             |
| Current:   |                     |                          |                                  |                             |
| General government:  |                     |                          |                                  |                             |
| Legislative and executive . . . . .                                    | 7,807,971           | -                        | -                                | -                           |
| Judicial . . . . .   | 4,085,250           | -                        | -                                | -                           |
| Public safety . . . . .  | 7,646,341           | -                        | -                                | -                           |
| Public works . . . . .   | 277,033             | -                        | 3,949,299                        | -                           |
| Health . . . . .   | 75,190              | -                        | -                                | 5,698,853                   |
| Human services . . . . .   | 541,780             | 8,397,959                | -                                | -                           |
| Conservation and recreation . . . . .                                  | 366,444             | -                        | -                                | -                           |
| Economic development and assistance . . . . .                          | -                   | -                        | -                                | -                           |
| Other . . . . .  | -                   | -                        | -                                | -                           |
| Capital outlay . . . . .   | 43,111              | -                        | -                                | -                           |
| Debt service:  |                     |                          |                                  |                             |
| Principal retirement . . . . .   | 13,925              | -                        | -                                | -                           |
| Interest and fiscal charges . . . . .                                  | 1,647               | -                        | -                                | -                           |
| Total expenditures . . . . .   | <u>20,858,692</u>   | <u>8,397,959</u>         | <u>3,949,299</u>                 | <u>5,698,853</u>            |
| Excess (deficiency) of revenues<br>over (under) expenditures . . . . . | <u>2,248,917</u>    | <u>(627,531)</u>         | <u>211,143</u>                   | <u>(242,277)</u>            |
| <b>Other financing sources (uses):</b>                                 |                     |                          |                                  |                             |
| Proceeds from sale of bonds . . . . .                                  | -                   | -                        | -                                | -                           |
| Proceeds from sale of notes . . . . .                                  | -                   | -                        | -                                | -                           |
| Proceeds from sale of capital assets . . . . .                         | 18,237              | -                        | -                                | -                           |
| Transfers in . . . . .   | 325,000             | 818,962                  | -                                | -                           |
| Transfers out . . . . .  | <u>(3,544,028)</u>  | -                        | -                                | -                           |
| Total other financing sources (uses) . . . . .                         | <u>(3,200,791)</u>  | <u>818,962</u>           | <u>-</u>                         | <u>-</u>                    |
| Net change in fund balances . . . . .                                  | (951,874)           | 191,431                  | 211,143                          | (242,277)                   |
| <b>Fund balances (deficit)</b>   |                     |                          |                                  |                             |
| at beginning of year (restated) . . . . .                              | 8,701,981           | (409,007)                | 2,873,288                        | 845,703                     |
| Increase (decrease) in reserve for inventory . . . . .                 | 20,662              | -                        | (13,417)                         | -                           |
| Fund balances (deficit) at end of year . . . . .                       | <u>\$ 7,770,769</u> | <u>\$ (217,576)</u>      | <u>\$ 3,071,014</u>              | <u>\$ 603,426</u>           |

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

| <b>Other<br/>Governmental<br/>Funds</b> | <b>Total<br/>Governmental<br/>Funds</b> |
|---|---|
| \$ 839,431                              | \$ 9,197,089                            |
| 1,557,970                               | 13,010,239                              |
| 2,504,522                               | 5,137,999                               |
| -                                       | 9,738                                   |
| 33,673                                  | 771,959                                 |
| 6,405,434                               | 20,929,831                              |
| 680,774                                 | 864,855                                 |
| 30,067                                  | 957,520                                 |
| 4,733                                   | 163,648                                 |
| 79,432                                  | 1,382,082                               |
| <u>1,065,384</u>                        | <u>1,271,515</u>                        |
| <u>13,201,420</u>                       | <u>53,696,475</u>                       |

|                   |                   |
|-------------------|-------------------|
| 1,434,468         | 9,242,439         |
| 13,635            | 4,098,885         |
| 1,982,200         | 9,628,541         |
| 59,371            | 4,285,703         |
| 1,465,185         | 7,239,228         |
| 5,439,085         | 14,378,824        |
| -                 | 366,444           |
| 603,759           | 603,759           |
| 1,619,823         | 1,619,823         |
| 1,664,791         | 1,707,902         |
| 1,012,000         | 1,025,925         |
| <u>647,907</u>    | <u>649,554</u>    |
| <u>15,942,224</u> | <u>54,847,027</u> |

|                    |                    |
|--------------------|--------------------|
| <u>(2,740,804)</u> | <u>(1,150,552)</u> |
|--------------------|--------------------|

|                    |                    |
|--------------------|--------------------|
| 48,023             | 48,023             |
| 2,500,000          | 2,500,000          |
| -                  | 18,237             |
| 3,099,773          | 4,243,735          |
| <u>(1,068,521)</u> | <u>(4,612,549)</u> |
| <u>4,579,275</u>   | <u>2,197,446</u>   |

|           |           |
|-----------|-----------|
| 1,838,471 | 1,046,894 |
|-----------|-----------|

|                      |                      |
|----------------------|----------------------|
| 8,677,292            | 20,689,257           |
| -                    | 7,245                |
| <u>\$ 10,515,763</u> | <u>\$ 21,743,396</u> |

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**ERIE COUNTY, OHIO**

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED DECEMBER 31, 2003

|   |                     |
|---|---------------------|
| <b>Net change in fund balances - total governmental funds</b>   | \$ 1,046,894        |
| <i>Amounts reported for governmental activities in the statement of activities are different because:</i>   |                     |
| Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets are allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays (\$3,541,974) exceeded depreciation expense (\$2,721,684) in the current period.                                    | 820,290             |
| Governmental funds only report the disposal of capital assets to the extent proceeds are received from the sale. In the statement of activities, a gain or loss is reported for each disposal.  | (40,160)            |
| Governmental funds report expenditures for inventory when purchased. However in the statement of activities, they are reported as an expense when consumed.   | 7,245               |
| Proceeds of bonds and capital lease transactions are other financing sources in the governmental funds, but increase liabilities in governmental activities.  | (2,548,023)         |
| Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.  | 1,767,168           |
| Repayment of bond, loan, note principal and capital leases is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets.   | 1,025,925           |
| In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due.  | 13,272              |
| Some expenses reported in the statement of activities, such as compensated absences, pension obligation and unamortized premium on bonds, do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.   | 11,393              |
| The internal service fund used by management to charge the cost of insurance to individual funds is not reported in the government-wide statement of activities. Governmental fund expenditures and the related internal service fund revenues are eliminated. The net revenue (expense) of the internal service fund is allocated among the governmental activities. | 465,941             |
| <b>Change in net assets of governmental activities</b>  | <u>\$ 2,569,945</u> |

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**ERIE COUNTY, OHIO**

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 GENERAL FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2003

|  | <u>Budgeted Amounts</u>    |                            |                            | <b>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</b> |
|--|----------------------------|----------------------------|----------------------------|---|
|  | <u>Original</u>            | <u>Final</u>               | <u>Actual</u>              |   |
| <b>Revenues:</b>   |                            |                            |                            |   |
| Property taxes . . . . .   | \$ 4,306,868               | \$ 4,456,652               | \$ 4,506,430               | \$ 49,778   |
| Sales taxes . . . . .  | 10,791,620                 | 11,166,929                 | 11,291,656                 | 124,727   |
| Charges for services . . . . .   | 1,601,154                  | 1,656,839                  | 1,675,345                  | 18,506  |
| Licenses and permits . . . . .   | 9,307                      | 9,631                      | 9,738                      | 107   |
| Fines and forfeitures . . . . .  | 593,431                    | 614,069                    | 620,928                    | 6,859   |
| Intergovernmental . . . . .  | 2,740,040                  | 2,835,333                  | 2,867,002                  | 31,669  |
| Special assessments . . . . .  | 175,930                    | 182,048                    | 184,081                    | 2,033   |
| Investment income . . . . .  | 808,778                    | 836,906                    | 846,254                    | 9,348   |
| Rental income . . . . .  | 151,413                    | 156,679                    | 158,429                    | 1,750   |
| Reimbursements . . . . .   | 1,019,587                  | 1,055,046                  | 1,066,830                  | 11,784  |
| Other . . . . .  | 173,377                    | 179,407                    | 196,933                    | 17,526  |
| Total revenues . . . . .   | <u>22,371,505</u>          | <u>23,149,539</u>          | <u>23,423,626</u>          | <u>274,087</u>  |
| <b>Expenditures:</b>   |                            |                            |                            |   |
| Current:   |                            |                            |                            |   |
| General government:  |                            |                            |                            |   |
| Legislative and executive . . . . .                                    | 8,268,315                  | 8,715,957                  | 8,219,574                  | 496,383   |
| Judicial . . . . .   | 4,273,829                  | 4,505,213                  | 4,291,545                  | 213,668   |
| Public safety . . . . .  | 7,847,509                  | 8,272,371                  | 8,023,297                  | 249,074   |
| Public works . . . . .   | 343,364                    | 361,953                    | 297,739                    | 64,214  |
| Health . . . . .   | 174,630                    | 184,085                    | 163,539                    | 20,546  |
| Human services . . . . .   | 1,058,657                  | 1,115,972                  | 701,632                    | 414,340   |
| Conservation and recreation . . . . .                                  | 347,624                    | 366,444                    | 366,444                    | -   |
| Other . . . . .  | 15,178                     | 16,000                     | -                          | 16,000  |
| Capital outlay . . . . .   | 56,533                     | 59,594                     | 59,560                     | 34  |
| Total expenditures . . . . .   | <u>22,385,639</u>          | <u>23,597,589</u>          | <u>22,123,330</u>          | <u>1,474,259</u>  |
| Excess (deficiency) of revenues<br>over (under) expenditures . . . . . | <u>(14,134)</u>            | <u>(448,050)</u>           | <u>1,300,296</u>           | <u>1,748,346</u>  |
| <b>Other financing sources (uses):</b>                                 |                            |                            |                            |   |
| Proceeds from the sale of capital assets . . . . .                     | 17,430                     | 18,036                     | 18,237                     | 201   |
| Transfers in . . . . .   | 310,608                    | 321,410                    | 325,000                    | 3,590   |
| Transfers out . . . . .  | (3,377,221)                | (3,560,063)                | (3,544,028)                | 16,035  |
| Other financing use . . . . .  | -                          | -                          | (43,600)                   | (43,600)  |
| Total other financing sources (uses) . . . . .                         | <u>(3,049,183)</u>         | <u>(3,220,617)</u>         | <u>(3,244,391)</u>         | <u>(23,774)</u>   |
| Net change in fund balance . . . . .                                   | (3,063,317)                | (3,668,667)                | (1,944,095)                | 1,724,572   |
| <b>Fund balance at beginning of year . . . . .</b>                     | <b>5,300,021</b>           | <b>5,300,021</b>           | <b>5,300,021</b>           | <b>-</b>  |
| <b>Prior year encumbrances appropriated . . . . .</b>                  | <b>1,884,931</b>           | <b>1,884,931</b>           | <b>1,884,931</b>           | <b>-</b>  |
| <b>Fund balance at end of year . . . . .</b>                           | <b><u>\$ 4,121,635</u></b> | <b><u>\$ 3,516,285</u></b> | <b><u>\$ 5,240,857</u></b> | <b><u>\$ 1,724,572</u></b>  |

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS



**ERIE COUNTY, OHIO**

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 PUBLIC ASSISTANCE FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2003

|  | <u>Budgeted Amounts</u> |                   | <u>Actual</u>       | <b>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</b> |
|--|-------------------------|-------------------|---------------------|---|
|  | <u>Original</u>         | <u>Final</u>      |                     |   |
| <b>Revenues:</b>   |                         |                   |                     |   |
| Charges for services . . . . .   | \$ 728,815              | \$ 653,436        | \$ 560,286          | \$ (93,150)   |
| Intergovernmental . . . . .  | 9,324,847               | 8,360,407         | 7,168,592           | (1,191,815)   |
| Total revenues . . . . .   | <u>10,053,662</u>       | <u>9,013,843</u>  | <u>7,728,878</u>    | <u>(1,284,965)</u>  |
| <b>Expenditures:</b>   |                         |                   |                     |   |
| Current:   |                         |                   |                     |   |
| Human services . . . . .   | 10,031,177              | 9,836,358         | 9,331,747           | 504,611   |
| Total expenditures . . . . .   | <u>10,031,177</u>       | <u>9,836,358</u>  | <u>9,331,747</u>    | <u>504,611</u>  |
| Excess (deficiency) of revenues<br>over (under) expenditures . . . . . | <u>22,485</u>           | <u>(822,515)</u>  | <u>(1,602,869)</u>  | <u>(780,354)</u>  |
| <b>Other financing sources (uses):</b>                                 |                         |                   |                     |   |
| Transfers in . . . . .   | 1,065,300               | 955,119           | 818,962             | (136,157)   |
| Transfers out . . . . .  | (221,831)               | (217,523)         | (215,466)           | 2,057   |
| Total other financing sources (uses) . . . . .                         | <u>843,469</u>          | <u>737,596</u>    | <u>603,496</u>      | <u>(134,100)</u>  |
| Net change in fund balance. . . . .                                    | 865,954                 | (84,919)          | (999,373)           | (914,454)   |
| <b>Fund balance at beginning of year . . . . .</b>                     | (471,912)               | (471,912)         | (471,912)           | -   |
| <b>Prior year encumbrances appropriated . . . . .</b>                  | <u>757,318</u>          | <u>757,318</u>    | <u>757,318</u>      | -   |
| <b>Fund balance at end of year . . . . .</b>                           | <u>\$ 1,151,360</u>     | <u>\$ 200,487</u> | <u>\$ (713,967)</u> | <u>\$ (914,454)</u>   |

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**ERIE COUNTY, OHIO**

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 MOTOR VEHICLE AND GAS TAX FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2003

|  | <u>Budgeted Amounts</u> |                   |                     | <b>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</b> |
|--|-------------------------|-------------------|---------------------|---|
|  | <u>Original</u>         | <u>Final</u>      | <u>Actual</u>       |   |
| <b>Revenues:</b>                                       |                         |                   |                     |   |
| Charges for services . . . . .                         | \$ 281,912              | \$ 326,918        | \$ 346,307          | \$ 19,389   |
| Fines and forfeitures . . . . .                        | 117,074                 | 135,765           | 143,817             | 8,052   |
| Intergovernmental . . . . .                            | 3,246,559               | 3,764,860         | 3,988,144           | 223,284   |
| Investment income . . . . .                            | 35,472                  | 41,135            | 43,575              | 2,440   |
| Reimbursements . . . . .                               | 111,339                 | 129,114           | 136,771             | 7,657   |
| Other . . . . .  | 244                     | 283               | 300                 | 17  |
| <b>Total revenues . . . . .</b>                        | <u>3,792,600</u>        | <u>4,398,075</u>  | <u>4,658,914</u>    | <u>260,839</u>  |
| <b>Expenditures:</b>                                   |                         |                   |                     |   |
| Current:   |                         |                   |                     |   |
| Public works . . . . .                                 | 5,608,554               | 5,764,035         | 4,753,718           | 1,010,317   |
| <b>Total expenditures . . . . .</b>                    | <u>5,608,554</u>        | <u>5,764,035</u>  | <u>4,753,718</u>    | <u>1,010,317</u>  |
| <br>Net change in fund balance. . . . .                | (1,815,954)             | (1,365,960)       | (94,804)            | 1,271,156   |
| <br><b>Fund balance at beginning of year . . . . .</b> | 797,339                 | 797,339           | 797,339             | -   |
| <b>Prior year encumbrances appropriated . . . . .</b>  | <u>1,337,696</u>        | <u>1,337,696</u>  | <u>1,337,696</u>    | <u>-</u>  |
| <br><b>Fund balance at end of year . . . . .</b>       | <u>\$ 319,081</u>       | <u>\$ 769,075</u> | <u>\$ 2,040,231</u> | <u>\$ 1,271,156</u>   |

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**ERIE COUNTY, OHIO**

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 COUNTY BOARD OF MRDD FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2003

|  | <u>Budgeted Amounts</u> |                   |                   | <b>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</b> |
|--|-------------------------|-------------------|-------------------|---|
|  | <u>Original</u>         | <u>Final</u>      | <u>Actual</u>     |   |
| <b>Revenues:</b>   |                         |                   |                   |   |
| Sales taxes . . . . .  | \$ 3,786,466            | \$ 3,889,290      | \$ 3,788,497      | \$ (100,793)  |
| Charges for services . . . . .   | 29,935                  | 30,748            | 29,951            | (797)   |
| Intergovernmental . . . . .  | 1,577,523               | 1,620,362         | 1,578,370         | (41,992)  |
| Investment income . . . . .  | 326                     | 335               | 326               | (9)   |
| Reimbursements . . . . .   | 98,996                  | 101,684           | 99,049            | (2,635)   |
| Other . . . . .  | 7,062                   | 7,254             | 7,066             | (188)   |
| <b>Total revenues . . . . .</b>  | <u>5,500,308</u>        | <u>5,649,673</u>  | <u>5,503,259</u>  | <u>(146,414)</u>  |
| <b>Expenditures:</b>   |                         |                   |                   |   |
| Current:   |                         |                   |                   |   |
| Health . . . . .   | <u>6,080,351</u>        | <u>6,380,668</u>  | <u>6,152,002</u>  | <u>228,666</u>  |
| <b>Total expenditures . . . . .</b>                                    | <u>6,080,351</u>        | <u>6,380,668</u>  | <u>6,152,002</u>  | <u>228,666</u>  |
| Excess (deficiency) of revenues<br>over (under) expenditures . . . . . | <u>(580,043)</u>        | <u>(730,995)</u>  | <u>(648,743)</u>  | <u>82,252</u>   |
| Net change in fund balance. . . . .                                    | (580,043)               | (730,995)         | (648,743)         | 82,252  |
| <b>Fund balance at beginning of year . . . . .</b>                     | 624,334                 | 624,334           | 624,334           | -   |
| <b>Prior year encumbrances appropriated . . . . .</b>                  | <u>254,744</u>          | <u>254,744</u>    | <u>254,744</u>    | <u>-</u>  |
| <b>Fund balance at end of year . . . . .</b>                           | <u>\$ 299,035</u>       | <u>\$ 148,083</u> | <u>\$ 230,335</u> | <u>\$ 82,252</u>  |

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**ERIE COUNTY, OHIO**  
**STATEMENT OF NET ASSETS**  
**PROPRIETARY FUNDS**  
**DECEMBER 31, 2003**

**Business-Type Activities - Enterprise Funds**

|  | <u>Sewer</u>         | <u>Water</u>         | <u>Landfill</u>       | <u>County Care Facility</u> |
|--|----------------------|----------------------|-----------------------|-----------------------------|
| <b>Assets:</b>   |                      |                      |                       |                             |
| Current assets:  |                      |                      |                       |                             |
| Equity in pooled cash and cash equivalents. . . . .                            | \$ 2,849,185         | \$ 3,415,858         | \$ 8,244,865          | \$ 1,124,318                |
| Receivables (net of allowance for uncollectibles):                             |                      |                      |                       |                             |
| Accounts . . . . .   | 978,993              | 912,248              | 540,955               | 101                         |
| Special assessments . . . . .  | 105,733              | 8,675                | 814                   | -                           |
| Accrued interest . . . . .   | -                    | -                    | 3,216                 | -                           |
| Due from other governments. . . . .  | 69,155               | 89,594               | -                     | -                           |
| Materials and supplies inventory . . . . .                                     | 48,016               | 35,648               | 12,238                | 10,545                      |
| Unamortized bond issue costs . . . . .   | 68,654               | 61,179               | 59,056                | -                           |
| Total current assets . . . . .   | <u>4,119,736</u>     | <u>4,523,202</u>     | <u>8,861,144</u>      | <u>1,134,964</u>            |
| Noncurrent assets:   |                      |                      |                       |                             |
| Capital assets:  |                      |                      |                       |                             |
| Land and construction in progress . . . . .                                    | 941,456              | 79,475               | 1,308,052             | 105,476                     |
| Depreciable capital assets, net . . . . .                                      | 47,781,580           | 35,366,319           | 8,328,079             | 2,439,721                   |
| Total noncurrent assets . . . . .  | <u>48,723,036</u>    | <u>35,445,794</u>    | <u>9,636,131</u>      | <u>2,545,197</u>            |
| Total assets . . . . .   | <u>52,842,772</u>    | <u>39,968,996</u>    | <u>18,497,275</u>     | <u>3,680,161</u>            |
| <b>Liabilities:</b>  |                      |                      |                       |                             |
| Current liabilities:   |                      |                      |                       |                             |
| Accounts payable. . . . .  | 252,234              | 281,079              | 168,198               | 79,655                      |
| Accrued wages and benefits . . . . .   | 63,165               | 36,846               | 31,582                | 390,411                     |
| Pension obligation payable . . . . .   | 20,094               | 11,721               | 10,047                | 81,563                      |
| Due to other funds . . . . .   | 1,987                | 4,274                | 24,194                | 2,276                       |
| Due to other governments . . . . .   | 206,826              | 523,647              | 17,874                | -                           |
| Accrued interest payable . . . . .   | 359,342              | 512,710              | 186,741               | 5,939                       |
| Deferred revenue. . . . .  | 105,733              | 8,675                | 814                   | 27,881                      |
| Notes payable . . . . .  | -                    | -                    | 11,000,000            | -                           |
| Unamortized premium on notes. . . . .  | -                    | -                    | 42,204                | -                           |
| Claims payable. . . . .  | -                    | -                    | -                     | -                           |
| Compensated absences - current. . . . .  | 20,534               | 11,978               | 10,267                | 68,365                      |
| General obligation bonds - current. . . . .                                    | 425,000              | 434,200              | 230,000               | 111,800                     |
| Special assessment bonds - current . . . . .                                   | 50,000               | -                    | -                     | -                           |
| OWDA loans - current . . . . .   | 407,103              | 179,284              | -                     | -                           |
| OPWC loans - current . . . . .   | 40,611               | 17,390               | -                     | -                           |
| Capital lease obligation - current . . . . .                                   | -                    | -                    | 72,492                | -                           |
| Total current liabilities . . . . .  | <u>1,952,629</u>     | <u>2,021,804</u>     | <u>11,794,413</u>     | <u>767,890</u>              |
| Long-term liabilities:   |                      |                      |                       |                             |
| Compensated absences . . . . .   | 57,659               | 33,635               | 28,829                | 140,883                     |
| Landfill closure and postclosure care liability. . . . .                       | -                    | -                    | 9,426,614             | -                           |
| General obligation bonds (net of unamortized discounts and premiums) . . . . . | 7,240,152            | 8,210,172            | 5,841,990             | 369,100                     |
| Special assessment bonds . . . . .   | 1,220,000            | -                    | -                     | -                           |
| OWDA loans . . . . .   | 8,261,395            | 16,399,157           | -                     | -                           |
| OPWC loans . . . . .   | 450,482              | 130,422              | -                     | -                           |
| Capital lease obligation . . . . .   | -                    | -                    | 129,034               | -                           |
| Total long-term liabilities . . . . .  | <u>17,229,688</u>    | <u>24,773,386</u>    | <u>15,426,467</u>     | <u>509,983</u>              |
| Total liabilities. . . . .   | <u>19,182,317</u>    | <u>26,795,190</u>    | <u>27,220,880</u>     | <u>1,277,873</u>            |
| <b>Net assets:</b>   |                      |                      |                       |                             |
| Invested in capital assets, net of related debt. . . . .                       | 30,628,293           | 10,075,169           | 3,362,615             | 2,064,297                   |
| Unrestricted . . . . .   | 3,032,162            | 3,098,637            | (12,086,220)          | 337,991                     |
| Total net assets . . . . .   | <u>\$ 33,660,455</u> | <u>\$ 13,173,806</u> | <u>\$ (8,723,605)</u> | <u>\$ 2,402,288</u>         |

Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.

Net assets of business-type activities.

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

| <u>Total</u>         | <u>Governmental<br/>Activities -<br/>Internal<br/>Service Fund</u> |
|----------------------|--|
| \$ 15,634,226        | \$ 1,908,876   |
| 2,432,297            | 16,267   |
| 115,222              | -  |
| 3,216                | -  |
| 158,749              | -  |
| 106,447              | -  |
| 188,889              | -  |
| <u>18,639,046</u>    | <u>1,925,143</u>   |
| 2,434,459            | -  |
| 93,915,699           | -  |
| <u>96,350,158</u>    | <u>-</u>   |
| <u>114,989,204</u>   | <u>1,925,143</u>   |
| 781,166              | -  |
| 522,004              | -  |
| 123,425              | -  |
| 32,731               | -  |
| 748,347              | -  |
| 1,064,732            | -  |
| 143,103              | -  |
| 11,000,000           | -  |
| 42,204               | -  |
| -                    | 830,897  |
| 111,144              | -  |
| 1,201,000            | -  |
| 50,000               | -  |
| 586,387              | -  |
| 58,001               | -  |
| 72,492               | -  |
| <u>16,536,736</u>    | <u>830,897</u>   |
| 261,006              | -  |
| 9,426,614            | -  |
| 21,661,414           | -  |
| 1,220,000            | -  |
| 24,660,552           | -  |
| 580,904              | -  |
| 129,034              | -  |
| <u>57,939,524</u>    | <u>-</u>   |
| <u>74,476,260</u>    | <u>830,897</u>   |
| 46,130,374           | -  |
| (5,617,430)          | 1,094,246  |
| <u>40,512,944</u>    | <u>\$ 1,094,246</u>  |
| 162,341              |  |
| <u>\$ 40,675,285</u> |  |

**ERIE COUNTY, OHIO**

STATEMENT OF REVENUES, EXPENSES AND  
CHANGES IN FUND NET ASSETS  
PROPRIETARY FUNDS  
FOR THE YEAR ENDED DECEMBER 31, 2003

|   | <b>Business-Type Activities - Enterprise Funds</b> |                      |                       |                             |
|---|--|----------------------|-----------------------|-----------------------------|
|   | <b>Sewer</b>                                       | <b>Water</b>         | <b>Landfill</b>       | <b>County Care Facility</b> |
| <b>Operating revenues:</b>  |  |                      |                       |                             |
| Charges for services . . . . .  | \$ 5,861,657                                       | \$ 6,945,190         | \$ 3,059,132          | \$ 7,921,144                |
| Tap-in fees . . . . .   | 256,238  | 1,045,931            | -                     | -                           |
| Other . . . . .   | 140,377  | 41,316               | -                     | 22,411                      |
| <b>Total operating revenues . . . . .</b>                                 | <b>6,258,272</b>                                   | <b>8,032,437</b>     | <b>3,059,132</b>      | <b>7,943,555</b>            |
| <b>Operating expenses:</b>  |  |                      |                       |                             |
| Personal services . . . . .   | 1,515,044  | 1,020,933            | 736,282               | 6,242,064                   |
| Contract services . . . . .   | 641,134  | 449,495              | 3,484,189             | 656,134                     |
| Materials and supplies . . . . .  | 1,244,602  | 5,091,877            | 777,634               | 971,614                     |
| Depreciation . . . . .  | 1,682,717  | 789,558              | 329,421               | 109,051                     |
| Claims . . . . .  | -  | -                    | -                     | -                           |
| Landfill closure costs . . . . .  | -  | -                    | (287,478)             | -                           |
| Other . . . . .   | -  | -                    | -                     | 416                         |
| <b>Total operating expenses . . . . .</b>                                 | <b>5,083,497</b>                                   | <b>7,351,863</b>     | <b>5,040,048</b>      | <b>7,979,279</b>            |
| <b>Operating income . . . . .</b>   | <b>1,174,775</b>                                   | <b>680,574</b>       | <b>(1,980,916)</b>    | <b>(35,724)</b>             |
| <b>Nonoperating revenues (expenses):</b>                                  |  |                      |                       |                             |
| Interest revenue . . . . .  | 238  | -                    | 65,875                | -                           |
| Interest expense and fiscal charges . . . . .                             | (1,166,708)  | (1,407,551)          | (301,060)             | (61,106)                    |
| <b>Total nonoperating revenues (expenses) . . . . .</b>                   | <b>(1,166,470)</b>                                 | <b>(1,407,551)</b>   | <b>(235,185)</b>      | <b>(61,106)</b>             |
| <b>Income (loss) before capital contributions and transfers . . . . .</b> | <b>8,305</b>                                       | <b>(726,977)</b>     | <b>(2,216,101)</b>    | <b>(96,830)</b>             |
| Capital contributions . . . . .   | 69,155   | 89,585               | -                     | -                           |
| Transfers in . . . . .  | 254,179  | -                    | -                     | 135,283                     |
| Transfers out . . . . .   | -  | -                    | (40,000)              | -                           |
| <b>Change in net assets . . . . .</b>                                     | <b>331,639</b>                                     | <b>(637,392)</b>     | <b>(2,256,101)</b>    | <b>38,453</b>               |
| <b>Net assets (deficit) at beginning of year (restated) . . . . .</b>     | <b>33,328,816</b>                                  | <b>13,811,198</b>    | <b>(6,467,504)</b>    | <b>2,363,835</b>            |
| <b>Net assets (deficit) at end of year . . . . .</b>                      | <b>\$ 33,660,455</b>                               | <b>\$ 13,173,806</b> | <b>\$ (8,723,605)</b> | <b>\$ 2,402,288</b>         |

Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.

Change in net assets of business-type

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

| <u>Total</u>          | <b>Governmental<br/>Activities -<br/>Internal<br/>Service Fund</b> |
|-----------------------|--|
| \$ 23,787,123         | \$ 6,159,865   |
| 1,302,169             | -  |
| 204,104               | 81,661   |
| <u>25,293,396</u>     | <u>6,241,526</u>   |
| 9,514,323             | -  |
| 5,230,952             | 265,215  |
| 8,085,727             | 119,999  |
| 2,910,747             | -  |
| -                     | 5,247,382  |
| (287,478)             | -  |
| 416                   | -  |
| <u>25,454,687</u>     | <u>5,632,596</u>   |
| <u>(161,291)</u>      | <u>608,930</u>   |
| 66,113                | -  |
| <u>(2,936,425)</u>    | <u>-</u>   |
| <u>(2,870,312)</u>    | <u>-</u>   |
| (3,031,603)           | 608,930  |
| 158,740               | -  |
| 389,462               | 19,352   |
| <u>(40,000)</u>       | <u>-</u>   |
| (2,523,401)           | 628,282  |
|                       | <u>465,964</u>   |
|                       | <u>\$ 1,094,246</u>  |
| <u>162,341</u>        |  |
| <u>\$ (2,361,060)</u> |  |

**ERIE COUNTY, OHIO**  
**STATEMENT OF CASH FLOWS**  
**PROPRIETARY FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 2003**

**Business-Type Activities - Enterprise Funds**

|   | <u>Sewer</u>               | <u>Water</u>               | <u>Landfill</u>              | <u>County Care Facility</u> |
|---|----------------------------|----------------------------|------------------------------|-----------------------------|
| <b>Cash flows from operating activities:</b>  |                            |                            |                              |                             |
| Cash received from sales and charges for services . . . . .                                       | \$ 5,781,130               | \$ 6,908,875               | \$ 3,624,825                 | \$ 7,949,055                |
| Cash received from tap-in fees . . . . .  | 256,176                    | 1,043,931                  | -                            | -                           |
| Cash received from other operations . . . . .   | 140,377                    | 41,291                     | -                            | 22,310                      |
| Cash payments for personal services . . . . .   | (1,539,300)                | (1,035,085)                | (748,412)                    | (6,309,347)                 |
| Cash payments for contractual services . . . . .  | (743,711)                  | (456,833)                  | (3,780,460)                  | (705,049)                   |
| Cash payments for materials and supplies . . . . .  | (883,661)                  | (5,077,263)                | (603,825)                    | (974,574)                   |
| Cash payments for claims expense. . . . .   | -                          | -                          | -                            | -                           |
| Net cash provided by (used in) operating activities . . . . .                                     | <u>3,011,011</u>           | <u>1,424,916</u>           | <u>(1,507,872)</u>           | <u>(17,605)</u>             |
| <b>Cash flows from noncapital financing activities:</b>   |                            |                            |                              |                             |
| Cash received from transfers in. . . . .  | 254,179                    | -                          | -                            | 135,283                     |
| Cash payments for transfers out . . . . .   | -                          | -                          | (40,000)                     | -                           |
| Net cash provided by (used in) noncapital financing activities. . . . .                           | <u>254,179</u>             | <u>-</u>                   | <u>(40,000)</u>              | <u>135,283</u>              |
| <b>Cash flows from capital and related financing activities:</b>                                  |                            |                            |                              |                             |
| Cash payments for the acquisition of capital assets. . . . .                                      | (4,462,083)                | (7,387,861)                | (1,472,899)                  | -                           |
| Cash payments for principal retirement of bonds. . . . .  | (445,000)                  | (405,500)                  | (220,000)                    | (106,500)                   |
| Cash payments for principal retirement of loans . . . . .   | (399,506)                  | (145,289)                  | -                            | -                           |
| Cash payments for principal retirement of notes . . . . .   | (175,000)                  | -                          | (5,600,000)                  | -                           |
| Cash payments for principal retirement of capital lease . . . . .                                 | -                          | -                          | (121,407)                    | -                           |
| Cash payments for interest and fiscal charges . . . . .   | (984,557)                  | (1,020,955)                | (303,851)                    | (59,938)                    |
| Cash received from proceeds of notes . . . . .  | -                          | -                          | 11,000,000                   | -                           |
| Cash received from premium on notes sold . . . . .  | -                          | -                          | 95,350                       | -                           |
| Cash received from proceeds of loans . . . . .  | 3,914,210                  | 8,782,435                  | -                            | -                           |
| Net cash provided by (used in) capital and related financing activities. . . . .                  | <u>(2,551,936)</u>         | <u>(177,170)</u>           | <u>3,377,193</u>             | <u>(166,438)</u>            |
| <b>Cash flows from investing activities:</b>  |                            |                            |                              |                             |
| Cash received from interest earned . . . . .  | 288                        | -                          | 63,080                       | -                           |
| Net cash provided by investing activities . . . . .   | <u>288</u>                 | <u>-</u>                   | <u>63,080</u>                | <u>-</u>                    |
| Net increase (decrease) in cash and cash equivalents . . . . .                                    | 713,542                    | 1,247,746                  | 1,892,401                    | (48,760)                    |
| <b>Cash and cash equivalents at beginning of year (restated). . . . .</b>                         | <u>2,135,643</u>           | <u>2,168,112</u>           | <u>6,352,464</u>             | <u>1,173,078</u>            |
| <b>Cash and cash equivalents at end of year . . . . .</b>   | <u><u>\$ 2,849,185</u></u> | <u><u>\$ 3,415,858</u></u> | <u><u>\$ 8,244,865</u></u>   | <u><u>\$ 1,124,318</u></u>  |
| <b>Reconciliation of operating income to net cash provided by (used in) operating activities:</b> |                            |                            |                              |                             |
| Operating income . . . . .  | \$ 1,174,775               | \$ 680,574                 | \$ (1,980,916)               | \$ (35,724)                 |
| Adjustments:  |                            |                            |                              |                             |
| Depreciation . . . . .  | 1,682,717                  | 789,558                    | 329,421                      | 109,051                     |
| Changes in assets and liabilities:  |                            |                            |                              |                             |
| (Increase) decrease in accounts receivable . . . . .  | (80,589)                   | (38,340)                   | 565,693                      | (71)                        |
| Decrease in special assessments receivable. . . . .   | 404,184                    | 73,063                     | 28                           | -                           |
| (Increase) decrease in materials and supplies inventory . . . . .                                 | (26,873)                   | 76,396                     | (3,661)                      | 13,002                      |
| Increase (decrease) in accounts payable . . . . .   | 134,529                    | (353,062)                  | (50,435)                     | 94,436                      |
| Increase (decrease) in accrued wages and benefits . . . . .                                       | 5,513                      | 3,215                      | 2,756                        | (55,725)                    |
| Increase (decrease) in due to other funds . . . . .   | (1,574)                    | 1,013                      | (6,020)                      | (25,994)                    |
| Increase (decrease) in due to other governments . . . . .   | 152,283                    | 282,928                    | (62,346)                     | -                           |
| (Decrease) in compensated absences payable. . . . .   | (2,064)                    | (1,204)                    | (1,033)                      | (30,919)                    |
| (Decrease) in pension obligation payable. . . . .   | (27,706)                   | (16,162)                   | (13,853)                     | (113,542)                   |
| Increase (decrease) in deferred revenue . . . . .   | (404,184)                  | (73,063)                   | (28)                         | 27,881                      |
| (Decrease) in landfill closure and postclosure care liability. . . . .                            | -                          | -                          | (287,478)                    | -                           |
| (Decrease) in claims payable. . . . .   | -                          | -                          | -                            | -                           |
| Net cash provided by (used in) operating activities. . . . .                                      | <u><u>\$ 3,011,011</u></u> | <u><u>\$ 1,424,916</u></u> | <u><u>\$ (1,507,872)</u></u> | <u><u>\$ (17,605)</u></u>   |

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS



| <u>Total</u>         | <b>Governmental<br/>Activities -<br/>Internal<br/>Service Fund</b> |
|----------------------|--|
| \$ 24,263,885        | \$ 6,155,305   |
| 1,300,107            | -  |
| 203,978              | 73,513   |
| (9,632,144)          | -  |
| (5,686,053)          | (383,842)  |
| (7,539,323)          | (119,999)  |
| -                    | (5,379,616)  |
| <u>2,910,450</u>     | <u>345,361</u>   |
| 389,462              | 19,352   |
| (40,000)             | -  |
| <u>349,462</u>       | <u>19,352</u>  |
| (13,322,843)         | -  |
| (1,177,000)          | -  |
| (544,795)            | -  |
| (5,775,000)          | -  |
| (121,407)            | -  |
| (2,369,301)          | -  |
| 11,000,000           | -  |
| 95,350               | -  |
| <u>12,696,645</u>    | <u>-</u>   |
| <u>481,649</u>       | <u>-</u>   |
| 63,368               | -  |
| <u>63,368</u>        | <u>-</u>   |
| 3,804,929            | 364,713  |
| <u>11,829,297</u>    | <u>1,544,163</u>   |
| <u>\$ 15,634,226</u> | <u>\$ 1,908,876</u>  |
| <br>                 |  |
| \$ (161,291)         | \$ 608,930   |
| 2,910,747            | -  |
| 446,693              | (12,708)   |
| 477,275              | -  |
| 58,864               | -  |
| (174,532)            | (118,627)  |
| (44,241)             | -  |
| (32,575)             | -  |
| 372,865              | -  |
| (35,220)             | -  |
| (171,263)            | -  |
| (449,394)            | -  |
| (287,478)            | -  |
| -                    | (132,234)  |
| <u>\$ 2,910,450</u>  | <u>\$ 345,361</u>  |

**ERIE COUNTY, OHIO**

STATEMENT OF FIDUCIARY NET ASSETS  
 FIDUCIARY FUNDS  
 DECEMBER 31, 2003

|  | <u>Private<br/>Purpose Trust</u> | <u>Investment<br/>Trust</u> | <u>Agency</u>        |
|--|----------------------------------|-----------------------------|----------------------|
| <b>Assets:</b>   |                                  |                             |                      |
| Equity in pooled cash and cash equivalents . . . . .   | \$ 41,477                        | \$ 618,056                  | \$ 8,903,138         |
| Cash in segregated accounts . . . . .                  | -                                | -                           | 2,868,947            |
| Receivables:   |                                  |                             |                      |
| Real estate and other taxes. . . . .                   | -                                | -                           | 85,428,500           |
| Due from other governments . . . . .                   | -                                | -                           | 109,944              |
| Total assets . . . . .                                 | <u>41,477</u>                    | <u>618,056</u>              | <u>\$ 97,310,529</u> |
| <b>Liabilities:</b>                                    |                                  |                             |                      |
| Due to other governments. . . . .                      | \$ -                             | \$ -                        | \$ 94,441,582        |
| Deposits held and due to others. . . . .               | -                                | -                           | 2,868,947            |
| Total liabilities . . . . .                            | <u>-</u>                         | <u>-</u>                    | <u>\$ 97,310,529</u> |
| <b>Net assets:</b>                                     |                                  |                             |                      |
| Held in trust for other purposes . . . . .             | 41,477                           | -                           |                      |
| Held in trust for external pool participants . . . . . | -                                | 618,056                     |                      |
| Total net assets . . . . .                             | <u>\$ 41,477</u>                 | <u>\$ 618,056</u>           |                      |

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

ERIE COUNTY, OHIO

STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS  
PRIVATE PURPOSE FUND  
FOR THE YEAR ENDED DECEMBER 31, 2003

|  | <u>Private<br/>Purpose Trust</u> |
|--|----------------------------------|
| <b>Additions:</b>                                |                                  |
| Interest . . . . .                               | \$ 862                           |
| Total additions. . . . .                         | <u>862</u>                       |
| <b>Deductions:</b>                               |                                  |
| Change in net assets . . . . .                   | 862                              |
| Net assets at the beginning of the year. . . . . | <u>40,615</u>                    |
| Net assets at the end of the year . . . . .      | <u>\$ 41,477</u>                 |

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

ERIE COUNTY, OHIO

STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS  
INVESTMENT TRUST FUND  
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2003

|  | <u>Investment<br/>Trust</u> |
|--|-----------------------------|
| Net increase in net assets resulting from operations . . . . .                       | \$ 15,890                   |
| Share transactions:  |                             |
| Purchase of units . . . . .  | 1,447,950                   |
| Redemptions of units . . . . .   | <u>(1,764,972)</u>          |
| Net increase in net assets and shares resulting from<br>share transactions . . . . . | <u>(317,022)</u>            |
| Change in net assets . . . . .   | (301,132)                   |
| Net assets at beginning of year. . . . .   | <u>919,188</u>              |
| Net assets at end of year . . . . .  | <u>\$ 618,056</u>           |

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

## ERIE COUNTY, OHIO

### NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2003

#### NOTE 1 - DESCRIPTION OF THE COUNTY

Erie County (the "County"), a political subdivision of the State of Ohio, was formed in 1838. The three member Board of County Commissioners is the legislative and executive body of the County. The County Auditor is the chief financial officer and the County Treasurer is custodian of all funds. There are six other elected administrative officials, each of whom is independent, as set forth in Ohio law. These officials are: Coroner, Engineer, Prosecutor, Recorder, Sheriff, and Clerk of Courts. There is also a Common Pleas Court General Judge, a Domestic Relations Court Judge, a Probate Court Judge and a County Court Judge elected on a countywide basis to oversee the County's justice system.

#### NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The basic financial statements (BFS) of the County have been prepared in conformity with accounting principles generally accepted in the United States of America ("GAAP") as applied to government units. The Governmental Accounting Standards Board ("GASB") is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The County also applies Financial Accounting Standards Board (FASB) Statements and Interpretations issued on or before November 30, 1989, to its governmental and business-type activities and its proprietary funds provided they do not conflict with or contradict GASB pronouncements. The County has the option to also apply FASB Statements and Interpretations issued after November 30, 1989 to its business-type activities and enterprise funds, subject to this same limitation. The County has elected not to apply these FASB Statements and Interpretations.

The most significant of the County's accounting policies are described below.

##### A. Reporting Entity

The County's reporting entity has been defined in accordance with GASB Statement No. 14, "The Financial Reporting Entity". The basic financial statements include all funds, agencies, boards, commissions, and component units for which the County and the County Commissioners are "accountable". Accountability as defined in GASB Statement No. 14 was evaluated based on financial accountability, the nature and significance of the potential component unit's (PCU) relationship with the County and whether exclusion would cause the County's basic financial statements to be misleading or incomplete. Among the factors considered were separate legal standing; appointment of a voting majority of the PCU's board; fiscal dependency and whether a benefit or burden relationship exists; imposition of will; and the nature and significance of the PCU's relationship with the County.

Based on the foregoing criteria, the financial activities of the following PCUs have been reflected in the accompanying basic financial statements as:

**ERIE COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2003**

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

*DISCRETELY PRESENTED COMPONENT UNIT*

*Double S Industries, Inc.* Double S Industries, Inc. (the "Workshop") is a legally separate non-government, not-for-profit corporation served by a self-appointing Board of Trustees. The Workshop, under a contractual agreement with the Erie County Board of Mental Retardation and Developmental Disabilities (MRDD), provides sheltered employment for mentally retarded or disabled adults in Erie County. The Erie County Board of MRDD provides the Workshop with staff salaries, transportation, equipment (except that used directly in the production of goods or rendering of services), staff to administer and supervise training programs, and other funds as necessary for the operation of the Workshop. Based on the significant services and resources provided by the County to the Workshop and the Workshop's sole purpose of providing assistance to retarded and disabled adults of Erie County, Double S Industries, Inc. is reflected as a component unit of Erie County. The Workshop operates on a fiscal year ending December 31. Separately issued financial statements can be obtained from Double S. Industries, Inc., 4405 Galloway Road, Sandusky, Ohio, 44870.

Information in the following notes to the basic financial statements is applicable to the primary government. Information relative to the component unit is identified in Note 26.

*POTENTIAL COMPONENT UNITS REPORTED AS AGENCY FUNDS*

The County Treasurer, as the custodian of public funds, invests all public monies held on deposit in the County treasury. In the case of the separate agencies, boards and commissioners listed below, the County serves as fiscal agent but is not financially accountable for their operations. Accordingly, the activity of the following entities are presented as agency funds within the financial statements:

*Erie-Ottawa Alcohol, Drug Addition, and Mental Health Services*  
*Erie County Regional Planning*  
*Erie-Ottawa Family and Children First Council*  
*Erie County Soil and Water Conservation District*  
*Erie County General Health District*

*JOINT VENTURES WITHOUT EQUITY INTEREST*

*Mental Health and Recovery Board of Erie and Ottawa Counties (MHRB)*

The MHRB is a governmental joint venture between Erie and Ottawa Counties. It provides mental health education, consultation, training, and referral services to the public. The organization is controlled by a board whose membership consists of five appointees of the State Board of Mental Health, nine appointees of the Erie County Commissioners, and six appointees of the Ottawa County Commissioners. Fiscal matters are handled by the Erie County Auditor. Financial statements for the MHRB are available, upon request, from: Mental Health and Recovery Board of Erie and Ottawa Counties, 416 Columbus Avenue, Sandusky, Ohio, 44870.

**ERIE COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2003

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

Regional Airport Authority

The Regional Airport Authority is a joint venture between Ottawa and Erie Counties. The joint venture was formed to provide maintenance of runways and taxiways at the Airport facility. Three members are appointed by each Board of County Commissioners in Ottawa and Erie counties. The seventh member is appointed at large by the other six. The members serve without compensation, as outlined in Section 308.04 of the Ohio Revised Code. The secretary/treasurer is appointed by the Board of Trustees. Avion Management Service, Inc., Oakland Troy Executive Airport, 2672 Industrial Row, Troy, Michigan 48084-7036 as of 12/31/03, manages the Airport and is a private business. The financial statements of the Airport Authority do not include the managing airline's financial activity. The financial information for the Regional Airport Authority can be obtained from Jackie Dunn, Secretary, 3255 East State Road, Port Clinton, Ohio 43452. The County paid a total of \$29,439 to the Regional Airport Authority during fiscal 2003.

**B. Fund Accounting**

The County uses funds 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: governmental, proprietary and fiduciary.

**Governmental Funds** - Governmental funds are those through which most governmental functions typically are financed. Governmental fund reporting focuses on the sources, uses and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid. The difference between governmental fund assets and liabilities is reported as fund balance. The following are the County's major governmental funds:

General - This is the primary operating fund of the County. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

Motor Vehicle and Gas Tax - This fund accounts for revenues derived from motor vehicle and gasoline taxes. Expenditures are restricted by State law to County road and bridge repair and maintenance programs.

County Board of Mental Retardation and Developmentally Disabled (MRDD) - This fund accounts for the operation of a school and resident homes for the mentally retarded and developmentally disabled. Revenue sources include a property tax levy and federal/state grants.

Public Assistance - This fund accounts for various Federal and State grants used to provide public assistance to general relief recipients and pay their providers of medical assistance, and for certain public social services.

Other governmental funds of the County are used to account for (a) financial resources to be used for the acquisition, construction, or improvement of capital facilities; (b) for the accumulation of resources for, and the repayment of, general long-term debt principal, interest and related costs and (c) for grants and other resources, the use of which is restricted to a particular purpose.

**ERIE COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2003

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

***Proprietary Funds*** - Proprietary fund reporting focuses on the determination of operating income, changes in net assets, financial position and cash flows. Proprietary funds are classified as either enterprise or internal service.

***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 County has presented the following major enterprise funds:

*Sewer* - To account for sanitary sewer services provided to individual and commercial users. The cost of providing these services is financed primarily through user charges.

*Water* - To account for the distribution of treated water to individuals and commercial users. The costs of providing these services are financed primarily through user charges.

*Landfill* - To account for the operation of the sanitary landfill. The costs of operating this facility are financed primarily through user charges.

*County Care Facility* - To provide nursing care to elderly residents. The costs of providing these services are financed primarily through user charges.

***Internal Service Fund*** - The internal service fund accounts for the financing of services provided by one department or agency to other departments or agencies of the County on a cost-reimbursement basis. The County's internal service fund accounts for a medical benefit self-insurance program for employees of the County.

***Fiduciary Funds*** - Fiduciary fund reporting focuses on net assets and changes in net assets. The fiduciary fund category is split into four classifications: pension trust funds, investment trust funds, private-purpose trust funds and agency funds. Trust funds are used to account for assets held by the County under a trust agreement for individuals, private organizations, or other governments and are therefore not available to support the County's own programs. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The County's fiduciary funds are investment trust, private-purpose trust and agency funds.

**C. Basis of Presentation and Measurement Focus**

*Government-wide Financial Statements* - The statement of net assets and the statement of activities display information about the County as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. The activities of the internal service fund are eliminated to avoid "doubling up" revenues and expenses. The statements distinguish between those activities of the County that are governmental and those that are considered business-type activities.

The government-wide statements are prepared using the economic resources measurement focus. This is the same approach used in the preparation of the proprietary fund financial statements but differs from the manner in which governmental fund financial statements are prepared. Governmental fund financial statements therefore include a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.



## ERIE COUNTY, OHIO

### NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2003

#### NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

The government-wide statement of activities presents a comparison between direct expenses and program revenues for each segment of the business-type activities of the County and for each function or program of the County's governmental activities. Direct expenses are those that are specifically associated with a service, program or department and are therefore clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program and grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues which are not classified as program revenues are presented as general revenues of the County. The comparison of direct expenses with program revenues identifies the extent to which each business segment or governmental function is self-financing or draws from the general revenues of the County.

Fund Financial Statements - Fund financial statements report detailed information about the County. The focus of governmental and enterprise fund financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column. The internal service fund is presented in a single column on the face of the proprietary fund financial statements. Fiduciary funds are reported by fund type.

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental funds are accounted for using a flow of current financial resources measurement focus. The financial statements for governmental funds are a balance sheet, which generally includes only current assets and current liabilities, and a statement of revenues, expenditures and changes in fund balances, which reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources.

All proprietary funds are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operation of these funds are included on the statement of net assets. The statement of revenues, expenses and changes in net assets presents increases (i.e., revenues) and decreases (i.e., expenses) in net total assets. The statement of cash flows provides information about how the County finances and meets the cash flow needs of its proprietary activities.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operation. The principal operating revenues of the County's proprietary funds are charges for sales and services. Operating expenses for the enterprise fund include personnel and other expenses related to the operations of the enterprise activity and claims and administrative expenses of the internal service fund. All revenues and expenses not meeting these definitions are reported as nonoperating revenues and expenses.

The investment trust fund and private-purpose trust funds are reported using the economic resources measurement focus. The agency funds do not report a measurement focus as they do not report operations.

#### **D. Basis of Accounting**

Basis of accounting determines when transactions are recorded in the financial records and reported on the basic financial statements. Government-wide financial statements are prepared using the full accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Proprietary and fiduciary funds use the full accrual basis of accounting. Differences in the full accrual and the modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred revenue, and in the presentation of expenses versus expenditures.

**ERIE COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2003

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

**Revenues - Exchange and Non-exchange Transactions** - Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the full accrual basis when the exchange takes place. On a modified accrual basis, revenue is recorded in the fiscal year in which the resources are measurable and become available. Available means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the County, available means expected to be received within sixty days of year-end.

Nonexchange transactions, in which the County receives value without directly giving equal value in return, include sales taxes, property taxes, grants, entitlements and donations. On a full accrual basis, revenue from sales taxes is recognized in the period in which the income is earned. Revenue from property taxes is recognized in the fiscal year for which the taxes are levied (See Note 6). Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted, matching requirements, in which the County must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the County on a reimbursement basis. On a modified accrual basis, revenue from all other nonexchange transactions must also be available before it can be recognized.

Under the modified accrual basis, the following revenue sources are considered to be both measurable and available at year-end: sales tax, interest, federal and state grants and subsidies, state-levied locally shared taxes (including motor vehicle license fees and gasoline taxes), fees and rentals.

**Deferred Revenue** - Deferred revenue arises when assets are recognized before revenue recognition criteria have been satisfied.

Delinquent property taxes and property taxes for which there is an enforceable legal claim as of December 31, 2003, but which were levied to finance 2004 operations, have been recorded as deferred revenue. Grants and entitlements received before the eligibility requirements are met also are recorded as deferred revenue.

On governmental fund financial statements, receivables that will not be collected within the available period have been reported as deferred revenue.

**Expense/Expenditures** - On the full accrual basis of accounting, expenses are recognized at the time they are incurred.

The measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred, if measurable. Allocations of cost, such as depreciation and amortization, are not recognized in governmental funds.

**ERIE COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2003

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

**E. Budgetary Data**

The budgetary process is prescribed by provisions of the Ohio Revised Code and entails the preparation of budgetary documents within an established timetable. The major documents prepared are the tax budget, the certificate of estimated resources, and the appropriation resolution, all of which are prepared on the budgetary basis of accounting. The certificate of estimated resources and the appropriation resolution are subject to amendment throughout the year with the legal restriction that appropriations cannot exceed estimated resources, as certified. All funds, other than agency funds and the investment trust fund, are required to be budgeted and appropriated.

Budgetary information for Double S Industries is not reported because it is not included in the entity for which the "appropriated budget" is adopted, and does not, itself, maintain budgetary financial records.

The legal level of budgetary control is at the object level within each department. Although statutes require that all funds be budgeted, it is not necessary to do so if the County Commissioners do not anticipate expenditure of the available funds.

Segregated cash accounts are not included in the budgetary presentation because they are not controlled by the County Commissioners and the departments do not adopt separate budgets. Advances-in and advances-out are not required to be budgeted since they represent a cash flow resource. Budgetary modifications may only be made by resolution of the County Commissioners.

**Tax Budget** - A budget of estimated cash receipts and disbursements is submitted to the County Auditor, as secretary of the County Budget Commission, by July 20 of each year, for the period January 1 to December 31 of the following year. All funds, except agency funds, are legally required to be budgeted. The expressed purpose of the Tax Budget is to reflect the need for existing (or increased) tax rates.

**Estimated Resources** - The County Budget Commission determines if the budget substantiates a need to levy the full amount of authorized property tax rates and reviews revenue estimates. The Commission certifies its actions to the County by September 1. As part of this certification, the County receives the official Certificate of Estimated Resources, which states the projected revenue of each fund.

On or about January 1, the Certificate of Estimated Resources is amended to include unencumbered fund balances at December 31. Further amendments may be made during the year if the County Auditor determines that revenue to be collected will be greater than or less than the prior estimates and the Budget Commission finds the revised estimates to be reasonable. The amounts set forth in the budgetary statements represent estimates from the first and final amended certificate issued during 2003.

**Appropriations** - A temporary appropriation resolution to control cash disbursements may be passed on or about January 1 of each year for the period January 1 to March 31. An annual Appropriation Resolution must be passed by April 1 of each year for the period January 1 to December 31. The Appropriation Resolution may be amended or supplemented during the year as new information becomes available. Appropriations may not exceed estimated resources. The County legally adopted several supplemental appropriations during the year. The original and final budgets (including amendments and supplemental appropriations necessary during 2003) are included in the budgetary statements.

**ERIE COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2003

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

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

**F. Cash and Investments**

To improve cash management, cash received by the County is pooled. Monies for all funds are maintained in this pool. Individual fund integrity is maintained through the County's records. Each fund's interest in the pool is presented as "Equity in Pooled Cash and Cash Equivalents" on the financial statements.

During fiscal year 2003, investments were limited to STAR Ohio, certificates of deposit, U.S. Treasury Notes, federal agency securities, and Erie County bonds. Except for nonparticipating investment contracts, investments are reported at fair value, which is based on quoted market prices. Nonparticipating investment contracts, such as certificates of deposit, are reported at cost.

STAR Ohio is an investment pool managed by the State Treasurer's Office which allows governments within the State to pool their funds for investment purposes. STAR Ohio is not registered with the Securities Exchange Commission (SEC) as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in STAR Ohio are valued at STAR Ohio's share price which is the price the investment could be sold for on December 31, 2003.

Interest earnings are allocated to County funds according to state statutes, grant requirements, or debt related restrictions. Interest revenue credited to the General fund during 2003 was \$883,759, which includes \$732,403 assigned from other County funds.

The County has segregated bank accounts for monies held separately from the County's central bank account. These interest-bearing depository accounts are presented on the financial statements as "Cash in Segregated Accounts" since they are not required to be deposited into the County treasury.

For presentation on the basic financial statements, investments of the cash management pool and investments with original maturities of three months or less at the time they are purchased by the County are considered to be cash equivalents. Investments with an initial maturity of more than three months are reported as investments.

An analysis of the Treasurer's investment account at year-end is provided in Note 4.

**G. External Investment Pool**

By statute, the County serves as fiscal agent for various legally separate entities. The County pools the moneys of these entities with the County's moneys for investment purposes. The County cannot allocate its investments between the internal and external investment pools. The external investment pool is not registered with the SEC as an investment company. The fair value of investments is determined annually. The pool does not issue shares. Each participant is allocated a pro rata share of each investment at fair value along with a pro rata share of the interest that it earns. The fair value of investments for both the internal and external investment pools is disclosed in Note 4, "Equity in Pooled Cash and Investments". A statement of net assets and a statement of changes in net assets have been presented as part of the basic financial statements.

**ERIE COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2003

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

**H. Inventories of Materials and Supplies**

On the government-wide financial statements, inventories are presented at the lower of cost or market on a first-in, first-out basis. Inventories are accounted for using the consumption method.

On fund financial statements, inventories of governmental funds are stated at cost while inventories of proprietary funds are stated at the lower of cost or market. For all funds, cost is determined on a first-in, first-out basis. Inventory in governmental funds consists of expendable supplies held for consumption. The cost of inventory items is recorded as an expenditure in the governmental fund types when purchased. Inventories of the proprietary funds are expensed when used.

On governmental fund financial statements, reported material and supplies inventory is equally offset by a fund balance reserve in the governmental funds which indicates that it does not constitute available spendable resources even though it is a component of net current assets.

**I. Capital Assets**

Governmental capital assets are those assets not specifically related to activities reported in the proprietary funds. These assets generally result from expenditures in the governmental funds. These assets are reported in the governmental activities column of the government-wide statement of net assets but are not reported in the fund financial statements. Capital assets utilized by the proprietary funds are reported both in the business-type activities column of the government-wide statement of net assets and in the respective funds.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated capital assets are recorded at their fair market values as of the date received. The County maintains a capitalization threshold of \$5,000. The County's governmental infrastructure consists of roads, bridges, culverts, street signs, traffic lights, sidewalks, and storm water lines while the County's business-type infrastructure consists of water and sewer lines. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not capitalized.

All reported capital assets are depreciated except for land and construction in process. Improvements are depreciated over the remaining useful lives of the related capital assets. Useful lives for infrastructure were estimated based on the County's historical records of necessary improvements and replacements. Depreciation is computed using the straight-line method over the following useful lives:

| <u>Description</u>      | <u>Governmental<br/>Activities<br/>Estimated Lives</u> | <u>Business-Type<br/>Activities<br/>Estimated Lives</u> |
|-------------------------|--|---|
| Land improvements       | 10 - 20 years  | 10 - 20 years   |
| Buildings/improvements  | 20 - 40 years  | 20 - 40 years   |
| Machinery and equipment | 5 - 20 years   | 5 - 20 years  |
| Vehicles                | 4 - 10 years   | 4 - 10 years  |
| Infrastructure          | 20 - 50 years  | 40 years  |

**ERIE COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2003**

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

Interest is capitalized on proprietary fund assets acquired with tax-exempt debt. The County's policy is to capitalize net interest on construction projects until substantial completion of the project. The amount of capitalized interest equals the difference between the interest cost associated with the tax-exempt borrowing used to finance the project from the date of borrowing until completion of the project and the interest earned from temporary investment of the debt proceeds over the same period.

Capitalized interest is amortized on the straight-line method over the estimated useful life of the asset. For 2003, the net interest expense incurred on proprietary fund construction projects was not material.

**J. Compensated Absences**

Compensated absences of the County consist of vacation leave and sick leave to the extent that payment to the employee for these absences are attributable to services already rendered and are not contingent on a specific event that is outside the control of the County and the employee.

In accordance with the provisions of GASB Statement No. 16, "Accounting for Compensated Absences", a liability for vacation leave is accrued if a) the employees' rights to payment are attributable to services already rendered; and b) it is probable that the employer will compensate the employees for the benefits through paid time off or other means, such as cash payment at termination or retirement. A liability for sick leave is based on the sick leave accumulated at December 31, 2003, by those employees who are currently eligible to receive termination (severance) payments, as well as those employees expected to become eligible in the future. Sick leave benefits are accrued using the "vesting" method. The County records a liability for 25 percent of accumulated sick time to a maximum of 960 hours for employees with a minimum of 15 years of service and 40 years of age.

The total liability for vacation and sick leave payments has been calculated using pay rates in effect at December 31, 2003, and reduced to the maximum payment allowed by labor contract and/or statute, plus applicable additional salary related payments.

The entire compensated absences liability is reported on the government-wide financial statements.

On governmental fund financial statements, compensated absences are recognized as liabilities and expenditures in the fund financial statements to the extent payments come due each period upon the occurrence of employee resignations and retirements. The noncurrent portion of the liability is not reported in the governmental fund financial statements. For proprietary funds, the entire amount of compensated absences is reported as a fund liability.

**K. Prepaid Items**

Payments made to vendors for services that will benefit periods beyond December 31, 2003, are recorded as prepaid items using the consumption method by recording a current asset for the prepaid amount and reflecting the expenditure/expense in the year in which services are consumed.

**L. Accrued Liabilities and Long-term Obligations**

All payables, accrued liabilities and long-term obligations are reported in the government-wide financial statements, and all payables, accrued liabilities and long-term obligations payable from proprietary funds are reported in the proprietary fund financial statements.

## ERIE COUNTY, OHIO

### NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2003

#### NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources, are reported as obligations of the funds. However, claims and judgments, compensated absences, special termination benefits and contractually required pension contributions that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they are due for payment during the current year. Bonds, capital leases and long-term loans are recognized as a liability in the fund financial statements when due.

#### **M. Unamortized Issuance Costs/Bond Premium and Discount/Accounting Gain or Loss**

On government-wide and proprietary fund financial statements, issuance costs are deferred and amortized over the term of the bonds using the straight line method, which approximates the effective interest method. Unamortized bond issuance costs are recorded as an asset on the financial statements.

Bond premiums and discounts are deferred and accreted over the term of the bonds. Bond premiums are presented as an addition to the face amount of the bonds and bond discounts are presented as a reduction to the face amount of the bonds. Bond premiums and discounts are amortized to interest expense over the life of the bond.

For advance refundings resulting in the defeasance of debt reported in the proprietary funds, the difference between the reacquisition price and the net carrying amount of the old debt is deferred and amortized as a component of interest expense. This accounting gain or loss is amortized over the remaining life of the old debt or the life of the new debt, whichever is shorter, and is presented as an addition to or reduction of the face amount of the new debt.

On the governmental fund financial statements, issuance costs, bond premiums, and bond discounts are recognized in the current period.

#### **N. Interfund Transactions**

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

During the normal course of operations, the County has numerous transactions between funds. Transfers represent movement of resources from a fund receiving revenue to a fund through which those resources will be expended and are recorded as other financing sources (uses) in governmental funds and as transfers in proprietary funds. Interfund transactions that would be treated as revenues and expenditures/expenses if they involved organizations external to the County are treated similarly when involving other funds of the County.

Activity between funds that is representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "interfund receivable/interfund payable" for the current portion of interfund loans to/from other funds for the non-current portion of interfund loans. All other outstanding balances outstanding between funds are reported as "due to/from other funds." These amounts are eliminated in the statement of net assets, except for any residual balances outstanding between the governmental activities and business-type activities, which are reported in the government-wide financial statements as "internal balances".

Loans between funds, as reported in the governmental fund financial statements, are offset by a fund balance reserve account in applicable governmental funds to indicate they are not available for appropriation and are not expendable available financial resources.

**ERIE COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2003**

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

**O. Fund Balance Reserves and Designations**

Reserved or designated fund balances indicate that a portion of fund equity is not available for current appropriation or use. The unreserved or undesignated portions of fund equity reflected in the governmental funds are available for use within the specific purposes of the funds.

The County reports amounts representing encumbrances outstanding, prepayments, materials and supplies inventories, loans receivable, and loans to other funds as reservations of fund balance in the governmental funds. The County reports amounts set-aside by the County Commissioners for budget stabilization as a designation of fund balance in the governmental funds.

**P. Contributions of Capital**

Contributions of capital in proprietary fund financial statements arise from outside contributions of capital assets, or from grants or outside contributions of resources restricted to capital acquisition and construction. Capital contributions are reported as revenue in the proprietary fund financial statements.

**Q. Net Assets**

Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvement of those assets. Net assets are reported as restricted when there are limitations imposed on their use either through the enabling legislation or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

The County applies restricted resources first when an expense is incurred for purposes for which both restricted and unrestricted net assets are available.

**R. Extraordinary and Special Items**

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the County Commissioners and that are either unusual in nature or infrequent in occurrence. Neither type of transaction occurred during fiscal 2003.

**S. Estimates**

The preparation of basic financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the amounts reported in the basic financial statements and accompanying notes. Actual results may differ from those estimates.



ERIE COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2003

**NOTE 3 - ACCOUNTABILITY AND CHANGE IN ACCOUNTING PRINCIPLES**

**A. Changes in Accounting Principles and Restatement of Fund Balance**

For fiscal year 2003, the County has implemented GASB Statement No. 34, "Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments", GASB Statement No. 37, "Basic Financial Statements for State and Local Governments: Omnibus", GASB Statement No. 38, "Certain Financial Statement Note Disclosures", GASB Statement No. 41, "Budgetary Comparison Schedule - Perspective Differences", and GASB Interpretation No. 6, "Recognition and Measurement of Certain Liabilities and Expenditures in Governmental Fund Financial Statements". At December 31, 2002, there was no effect on fund balance as a result of implementing GASB Statement Nos. 37, 38 and 41.

GASB Statement No. 37 clarifies certain provisions of Statement No. 34, including the required content of the Management Discussion and Analysis, the classification of program revenues and the criteria for determining major funds. GASB Statement No. 38, modifies, establishes and rescinds certain financial statement note disclosures.

GASB Statement No. 41 allows the presentation of budgetary schedules as required supplementary information based on the fund, organization or program structure that the government uses for its legally adopted budget when significant budgetary perspective differences result in the County not being able to present budgetary comparison for the general and each major special revenue fund.

GASB Interpretation No. 6 clarifies the application of standards for modified accrual recognition of certain liabilities and expenditures in areas where differences have arisen, or potentially could arise, in interpretation and practice.

GASB Statement No. 34 creates new basic financial statements for reporting on the County's financial activities. The financial statements now include government-wide financial statements prepared on an accrual basis of accounting and fund financial statements which present information for individual major funds rather than by fund type. Nonmajor funds are presented in total in one column.

The government-wide financial statements split the County's programs between business-type and governmental activities. Except for the restatement of fund equity explained in this note, the beginning net asset amount for the business-type activities equals fund equity of the enterprise funds from last year. The beginning net asset amount for governmental activities reflects the change in fund balance for governmental funds at December 31, 2002, caused by the elimination of the internal service fund and the conversion to the accrual basis of accounting.

***Governmental Activities - Fund Reclassification and Restatement of Fund Balance*** - Certain governmental funds have been reclassified to properly reflect their intended purpose in accordance with the standards of GASB Statement No. 34. Certain funds previously reported as an expendable trust fund and agency funds are now reported as a component of the general fund and as special revenue funds. The County has also recorded prior period adjustments to record the County's portion of collected but undistributed taxes in the general and special revenue funds that were previously reported as agency funds. It was also determined that GASB Interpretation No. 6 had an effect on fund balance as previously reported at December 31, 2002.

**ERIE COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2003

**NOTE 3 - ACCOUNTABILITY AND CHANGE IN ACCOUNTING PRINCIPLES - (Continued)**

The fund reclassifications, prior period adjustment and the implementation of GASB Interpretation No. 6 had the following effect on the County's governmental fund balances as previously reported:

|  | <u>General</u>      | <u>Public Assistance</u> | <u>Motor Vehicle and Gas Tax</u> | <u>County Board of MR/DD</u> | <u>Nonmajor</u>     | <u>Total</u>         |
|--|---------------------|--------------------------|----------------------------------|------------------------------|---------------------|----------------------|
| Fund balance                             |                     |                          |                                  |                              |                     |                      |
| December 31, 2002                        | \$ 8,285,239        | \$ (466,580)             | \$ 2,864,059                     | \$ 687,297                   | \$ 8,610,767        | \$ 19,980,782        |
| Fund reclassifications                   | 160,952             | -                        | -                                | -                            | 517                 | 161,469              |
| Adjustment for property taxes            | 130,281             | -                        | -                                | 127,415                      | 28,401              | 286,097              |
| GASB interpretation No. 6 adjustments    | <u>125,509</u>      | <u>57,573</u>            | <u>9,229</u>                     | <u>30,991</u>                | <u>37,607</u>       | <u>260,909</u>       |
| Adjusted fund balance, December 31, 2002 | <u>\$ 8,701,981</u> | <u>\$ (409,007)</u>      | <u>\$ 2,873,288</u>              | <u>\$ 845,703</u>            | <u>\$ 8,677,292</u> | <u>\$ 20,689,257</u> |

The transition from governmental fund balance to net assets of the governmental activities is also presented.

|   |                      |
|---|----------------------|
| Adjusted fund balance, December 31, 2002              | \$ 20,689,257        |
| GASB Statement No. 34 adjustments:                    |                      |
| Capital assets  | 53,137,294           |
| Long-term liabilities                                 | (13,936,908)         |
| Accrued interest                                      | (152,548)            |
| Long-term (deferred assets)                           | 5,248,241            |
| Internal service fund consolidation                   | <u>465,964</u>       |
| Governmental activities net assets, December 31, 2002 | <u>\$ 65,451,300</u> |

***Business-Type Activities - Fund Reclassifications and Restatement of Fund Equity*** - The capital assets of the business-type activities have been restated at December 31, 2002, to correct for errors and omissions in the amounts previously reported (see Note 9.A. for detail).

The County also has fund reclassifications to properly record the intended purpose of the effected funds. A fund that was previously reported as an internal service fund in the prior year has been combined with various enterprise funds for current year presentation. In addition, a component of the Water fund has been reclassified to the Sewer fund to properly record its transactions.

**ERIE COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2003

**NOTE 3 - ACCOUNTABILITY AND CHANGE IN ACCOUNTING PRINCIPLES - (Continued)**

The fund reclassifications and adjustment for capital assets had the following effect on fund equity of the business-type activities as previously reported:

|  | <u>Sewer</u>         | <u>Water</u>         | <u>Landfill</u>       | <u>County Care<br/>Facility</u> | <u>Total<br/>Enterprise</u> |
|--|----------------------|----------------------|-----------------------|---------------------------------|-----------------------------|
| Fund equity (deficit) as previously reported | \$ 33,662,549        | \$ 17,704,309        | \$ (6,024,961)        | \$ 2,381,404                    | \$ 47,723,301               |
| Adjustment for capital assets                | (160,390)            | (3,774,625)          | (350,385)             | (17,569)                        | (4,302,969)                 |
| Adjustment for fund reclassifications        | <u>(173,343)</u>     | <u>(118,486)</u>     | <u>(92,158)</u>       | <u>-</u>                        | <u>(383,987)</u>            |
| Restated fund equity as of December 31, 2002 | <u>\$ 33,328,816</u> | <u>\$ 13,811,198</u> | <u>\$ (6,467,504)</u> | <u>\$ 2,363,835</u>             | <u>\$ 43,036,345</u>        |

**B. Negative Cash Balances**

Contrary to Ohio Revised Code Section 5705.10, the District had negative cash balances as follows:

|                                    | <u>Cash Balance</u> |
|------------------------------------|---------------------|
| <u>Nonmajor Governmental Funds</u> |                     |
| Youth Violence Reduction           | \$ (20,875)         |
| Benchmark Drug Court Program       | (11,219)            |

For GAAP purposes, these amounts have been reported as fund liabilities of the respective funds.

**C. Deficit Fund Balances/Net Assets**

|                                    | <u>Deficit</u> |
|------------------------------------|----------------|
| <u>Major Funds</u>                 |                |
| Public Assistance                  | \$ 217,576     |
| Landfill                           | 8,723,605      |
| <u>Nonmajor Governmental Funds</u> |                |
| Youth Violence Reduction           | 20,875         |
| Benchmark Drug Court Program       | 29,197         |
| Public Defender                    | 14,062         |
| Quarry Lakes Public Improvement    | 156,256        |

These funds, excluding the funds in Note 3.B., complied with Ohio state law, which does not permit a cash basis deficit at year-end. The general fund is liable for any deficits in these funds and provides transfers when cash is required, not when accruals occur. The deficit fund balances/net assets resulted from adjustments for accrued liabilities.

**ERIE COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2003

**NOTE 3 - ACCOUNTABILITY AND CHANGE IN ACCOUNTING PRINCIPLES - (Continued)**

**D. Legal Compliance**

The following funds had expenditures plus encumbrances in excess of appropriations contrary to Section 5705.41, Ohio Revised Code:

| <u>Nonmajor Governmental Funds</u> | <u>Excess</u> |
|------------------------------------|---------------|
| Children Services                  | \$ 20,149     |
| Public Defender                    | 44,959        |

**NOTE 4 - EQUITY IN POOLED CASH AND INVESTMENTS**

**A. Primary Government**

Monies held by the County are classified by State statute into two categories. Active monies are public monies determined to be necessary to meet current demand upon the County treasury. Active monies must be maintained either as cash in the County treasury, in commercial accounts payable or withdrawable on demand, including negotiable order of withdrawal (NOW) accounts, or in money market deposit accounts.

Protection of the County's deposits is provided by the Federal Deposit Insurance Corporation (FDIC), by eligible securities pledged by the financial institution as security for repayment, by surety company bonds deposited with the treasurer, by the financial institution or by a single collateral pool established by the financial institution to secure the repayment of all public monies deposited with the institution.

Monies held by the County which are not considered active are classified as inactive. Inactive monies may be deposited or invested in the following securities:

1. United States Treasury Notes, Bills, Bonds, or any other obligation or security issued by the United States Treasury or any other obligation guaranteed as to principal or interest by the United States;
2. Bonds, notes, debentures, or any other obligations or securities 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 that the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least two percent and be marked to market daily, and that the term of the agreement must not exceed thirty days;
4. Bonds and other obligations of the State of Ohio or its political subdivisions, provided that such political subdivisions are located wholly or partly within the County;
5. Time certificates of deposit or savings or deposit accounts, including, but not limited to, passbook accounts;

**ERIE COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2003

**NOTE 4 - EQUITY IN POOLED CASH AND INVESTMENTS - (Continued)**

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);
8. Securities lending agreements in which the County lends securities and the eligible institution agrees to exchange either securities described in division (1) or (2) or cash or both securities and cash, equal value for equal value;
9. High grade commercial paper for a period not to exceed 180 days and in an amount not to exceed twenty-five percent of the County's total average portfolio; and
10. Bankers acceptances for a period not to exceed 180 days and in an amount not to exceed twenty-five percent of the County's total average portfolio.

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 County, and must be purchased with the expectation that it will be held to maturity. Investments may only be made through specified dealers and institutions. Payment for investments may be made only upon delivery of the securities representing the investments to the treasurer or qualified trustee or, if the securities are not represented by a certificate, upon receipt of confirmation of transfer from the custodian.

*Cash in Segregated Accounts:* At year-end, \$2,868,947 was on deposit in segregated accounts used by various County departments, and included in the total amount of deposits reported below; however, this amount is not part of the internal cash pool reported on the financial statements as "Equity in Pooled Cash and Cash Equivalents".

*Cash on Hand:* At year-end, the County had \$73,584 in undeposited cash on hand which is included on the basic financial statements of the County as part of "Equity in Pooled Cash and Cash Equivalents."

The following information classifies deposits and investments by categories of risk as defined in GASB Statement No. 3, "Deposits With Financial Institutions, Investments (including Repurchase Agreements), and Reverse Repurchase Agreements".

*Deposits:* At year-end, the carrying amount of the County's deposits, including nonnegotiable certificates of deposit and cash in segregated accounts, was \$28,941,505 and the bank balance, including nonnegotiable certificates of deposit and cash in segregated accounts, was \$30,859,458. Of the bank balance:

1. \$916,010 was covered by federal depository insurance; and

**ERIE COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2003

**NOTE 4 - EQUITY IN POOLED CASH AND INVESTMENTS - (Continued)**

2. \$29,943,448 was uninsured and uncollateralized as defined by GASB even though it was covered by collateral held by a third party trustee, pursuant to Ohio Revised Code Section 135.181, in collateralized pools securing all public funds on deposits with specific depository institutions. Although all state statutory requirements for the deposit of money had been followed, non-compliance with federal requirements could potentially subject the County to a successful claim by the FDIC.

*Investments:* The County's investments are required to be categorized to give an indication of the level of custodial credit risk assumed by the County at year end. Category 1 includes investments that are insured or registered or for which the securities are held by the County or its agent in the County's name. Category 2 includes uninsured and unregistered investments for which the securities are held by the counterparty's trust department or agent in the County's name. Category 3 includes uninsured and unregistered investments for which the securities are held by the counterparty, or by its trust department or agent, but not in the County's name. Star Ohio is an unclassified investment since it is not evidenced by securities which exist in physical or book entry form.

|  | Category<br><u>1</u> | Category<br><u>2</u> | Fair<br><u>Value</u> |
|--|----------------------|----------------------|----------------------|
| Federal agency securities                  | \$ -                 | \$ 20,982,739        | \$ 20,982,739        |
| County bonds                               | 48,023               | -                    | 48,023               |
| Investments not subject to categorization: |                      |                      |                      |
| Investment in STAR Ohio                    | <u>-</u>             | <u>-</u>             | <u>720,399</u>       |
| Total investments                          | <u>\$ 48,023</u>     | <u>\$ 20,982,739</u> | <u>\$ 21,751,161</u> |

The federal agency securities have maturity dates ranging from January 2004 to December 2005.

The classification of cash and cash equivalents, and investments on the financial statements is based on criteria set forth in GASB Statement No. 9, "Reporting Cash Flows of Proprietary and Non-Expendable Trust Funds and Governmental Entities That Use Proprietary Fund Accounting."

A reconciliation between the classifications of cash and cash equivalents and investments on the financial statements and the classifications of deposits and investments presented above per GASB Statement No. 3 is as follows:

|  | <u>Cash and Cash<br/>Equivalents/Deposits</u> | <u>Investments</u>   |
|--|---|----------------------|
| GASB Statement No. 9                     | \$ 50,766,250                                 | \$ -                 |
| Investments of the cash management pool: |   |                      |
| Federal agency securities                | (20,982,739)                                  | 20,982,739           |
| County bonds                             | (48,023)                                      | 48,023               |
| Investments in STAR Ohio                 | (720,399)                                     | 720,399              |
| Cash on hand                             | <u>(73,584)</u>                               | <u>-</u>             |
| GASB Statement No. 3                     | <u>\$ 28,941,505</u>                          | <u>\$ 21,751,161</u> |

**ERIE COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2003

**NOTE 4 - EQUITY IN POOLED CASH AND INVESTMENTS - (Continued)**

**B. Component Unit**

At year-end, the carrying amount of Double S Industries cash and deposits was \$202,577. There are no significant statutory restrictions regarding the deposit and investment of funds by the not-for-profit corporation, nor does it categorize deposits and investments, in accordance with its basis of accounting.

**NOTE 5 - INTERFUND TRANSACTIONS**

- A.** Interfund transfers for the year ended December 31, 2003, consisted of the following, as reported on the fund financial statements:

|  |                     |
|--|---------------------|
| Transfers from General fund to:                |                     |
| Public Assistance fund                         | \$ 318,962          |
| Nonmajor Governmental funds                    | 3,059,773           |
| Internal Service fund                          | 19,352              |
| Sewer fund                                     | 145,941             |
| Transfers from Nonmajor Governmental funds to: |                     |
| General fund                                   | 325,000             |
| Public Assistance fund                         | 500,000             |
| Sewer fund                                     | 108,238             |
| County Care Facility fund                      | 135,283             |
| Transfers from Landfill fund to:               |                     |
| Nonmajor Governmental funds                    | <u>40,000</u>       |
| Total  | <u>\$ 4,652,549</u> |

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

**ERIE COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2003

**NOTE 5 - INTERFUND TRANSACTIONS - (Continued)**

- B.** Due to/from other funds consisted of the following at December 31, 2003, as reported on the fund financial statements:

| <u>Receivable Fund</u>      | <u>Payable Fund</u>            | <u>Amount</u>    |
|-----------------------------|--------------------------------|------------------|
| General                     | Public Assistance              | \$ 30,847        |
| General                     | Motor Vehicle and Gasoline Tax | 3,778            |
| General                     | County Board of MRDD           | 8,926            |
| General                     | Nonmajor Governmental funds    | 69,582           |
| General                     | Sewer                          | 1,987            |
| General                     | Water                          | 4,274            |
| General                     | Landfill                       | 24,194           |
| General                     | County Care Facility           | 2,276            |
| Nonmajor Governmental funds | Public Assistance              | <u>16,431</u>    |
| Total                       |                                | <u>\$162,295</u> |

Amounts due to/from other funds represent amounts owed between funds for goods or services provided. The balances result from the time lag between the dates that payments between the funds are made. Amounts due at year-end between governmental activities have been eliminated for reporting on the government-wide financial statements. Amounts due at year-end between governmental activities and business-type activities have been reported as an internal balance.

- C.** Long-term interfund loans payable/receivable consisted of the following at December 31, 2003 as reported on the fund financial statements:

| <u>Receivable Fund</u> | <u>Payable Fund</u>        | <u>Amount</u>   |
|------------------------|----------------------------|-----------------|
| General                | Nonmajor governmental fund | <u>\$ 6,401</u> |

These interfund loans have been eliminated for reporting on the government-wide financial statements.



**ERIE COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2003**

**NOTE 6 - PROPERTY TAXES**

Property taxes include amounts levied against all real, public utility and tangible (used in business) property located in the County. Real property taxes and public utility taxes are levied after October 1 on the assessed value listed as of the prior January 1, the lien date. Assessed values are established by state law at 35% of appraised market value. Public utility property taxes are assessed on tangible personal property, as well as land and improvements, at 88% of true value for taxable transmission and distribution property and 25% of true value for all other taxable property. Tangible personal property taxes attach as a lien and are levied on January 1 of the current year. Tangible personal property assessments are 25% of true value. Ohio law prohibits taxation of property from all taxing authorities in excess of 10 mills of assessed value without a vote of the people. Presently, the County levies 2.30 mills of the 10.00 mill limit for the general fund. No additional millage has been levied for general County operations; however, voters have authorized a 3.00 mill levy for the MRDD special revenue fund. The final collection year was 2002, subject to renewal.

The assessed values of real and tangible personal property upon which 2003 property tax receipts were based are as follows:

Real Property:

|                               |               |
|-------------------------------|---------------|
| Agricultural                  | \$ 61,322,370 |
| Residential                   | 1,265,766,520 |
| Commercial/Industrial/Mineral | 333,816,350   |

Public Utility Property:

|          |            |
|----------|------------|
| Real     | 4,911,620  |
| Personal | 74,907,430 |

Tangible Personal Property 193,686,602

Total assessed value \$1,934,410,892

Real property taxes are payable annually or semi-annually. If paid annually, payment is due March 1. If paid semi-annually, the first payment is due March 1 and the remainder payable July 15. Under certain circumstances, State statute permits earlier or later payment dates to be established.

The County Treasurer collects property tax on behalf of all taxing districts within the County. The County Auditor periodically remits to the taxing districts their portions of the taxes collected. Collections of the taxes and remittance of them to the taxing districts are accounted for in various agency funds of the County. Tangible personal property taxes for unincorporated and single county businesses are due semi-annually, with the first payment due May 10 and the remainder payable by September 20. Due dates are normally extended an additional 30 days. The due date for the entire tax for inter-county businesses is September 20 or the extended date. The first \$10,000 of taxable value is exempt from taxation for each business by state law.

The lien date is either December 31 or the end of their fiscal year (for incorporated businesses in operation more than one year). Since each business must file a return to the County Auditor, the tangible personal taxes are not known until all the returns are received.

**ERIE COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2003

**NOTE 6 - PROPERTY TAXES - (Continued)**

"Real estate and other taxes" receivable represents delinquent real and tangible personal property and public utility taxes outstanding as of December 31 (net of allowances for estimated uncollectibles) and real and public utility taxes which were measurable as of the year end.

Since the current levy is not intended to finance 2003 operations, the receivable is offset by a credit to "deferred revenue". The delinquent real, public utility and tangible personal property taxes that will become available to the County within the first 31 days of 2004 are shown as 2003 revenue; the remainder is shown as "deferred revenue". The eventual collection of significantly all real and public utility property taxes (both current and delinquent) is reasonably assured due to the County's ability to force foreclosure of the properties on which the taxes are levied.

**NOTE 7 - RECEIVABLES**

Receivables at December 31, 2003, consisted of taxes, accounts (billings for user charged services), interfund transactions related to charges for goods and services rendered, intergovernmental receivables arising from grants, entitlements and shared revenue, special assessments, accrued interest, and loans. All intergovernmental receivables have been classified as "Due From Other Governments" on the balance sheets and statement of net assets and all interfund transactions related to charges for goods and services rendered have been classified as "Due From Other Funds" on the balance sheets and statement of net assets. Receivables have been recorded as described in Note 2.D. All receivables are considered collectible in full due to the ability to foreclose for the nonpayment of taxes, the stable condition of state programs and the current year guarantee of federal funds.

A summary of the principal items of receivables reported on the statement of net assets follows:

**Governmental Activities:**

|                             |              |
|-----------------------------|--------------|
| Sales taxes                 | \$ 2,801,355 |
| Real estate and other taxes | 10,249,173   |
| Accounts                    | 321,366      |
| Due from other governments  | 4,661,190    |
| Special assessments         | 2,692,275    |
| Loans                       | 387,245      |
| Accrued interest            | 67,314       |

**Business-Type Activities:**

|                            |           |
|----------------------------|-----------|
| Accounts                   | 2,432,297 |
| Due from other governments | 158,749   |
| Special assessments        | 115,222   |

Receivables have been disaggregated on the face of the BFS. The only receivable not expected to be collected within the subsequent year are the special assessments which are collected over the life of the assessment. Special assessments receivable include \$745,411 due within one year, \$2,062,086 due in more than one year, and \$278,389 in delinquencies.

**ERIE COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2003

**NOTE 8 - LOANS RECEIVABLE**

The County, through the Community Development Block Grant program, makes low-interest or interest-free loans to small businesses in the County. The activity for these loans is accounted for in the Revolving Loan special revenue fund. The following is a summary of the changes in loans receivable during 2003.

|                                     |                   |
|-------------------------------------|-------------------|
| Balance of loans receivable, 1/1/03 | \$ 447,832        |
| Principal payments received in 2003 | <u>(60,587)</u>   |
| Loans receivable, 12/31/03          | <u>\$ 387,245</u> |

**NOTE 9 - CAPITAL ASSETS**

A. The capital asset balances of the governmental activities and business-type activities have been restated due to errors and omissions reported in previous years. In addition, the governmental activities capital asset balances have been restated to include infrastructure and report accumulated depreciation in accordance with GASB Statement No. 34. These adjustments had the following effect on the balances previously reported:

|                                 | Balance              |                     | Restated             |
|---------------------------------|----------------------|---------------------|----------------------|
| <b>Governmental Activities:</b> | 12/31/02             | Adjustments         | 12/31/02             |
| Land                            | \$ 1,465,069         | \$ 700,173          | \$ 2,165,242         |
| Land improvements               | 204,303              | 97,638              | 301,941              |
| Construction in progress        | 7,690,976            | -                   | 7,690,976            |
| Buildings/improvements          | 25,437,851           | 5,803,292           | 31,241,143           |
| Machinery and equipment         | 5,196,151            | (159,577)           | 5,036,574            |
| Vehicles                        | 3,291,842            | (101,094)           | 3,190,748            |
| Infrastructure                  | -                    | 25,969,344          | 25,969,344           |
| Less: accumulated depreciation  | <u>-</u>             | <u>(22,458,674)</u> | <u>(22,458,674)</u>  |
| Total                           | <u>\$ 43,286,192</u> | <u>\$ 9,851,102</u> | <u>\$ 53,137,294</u> |

|                                  | Balance              |                       | Restated             |
|----------------------------------|----------------------|-----------------------|----------------------|
| <b>Business-Type Activities:</b> | 12/31/02             | Adjustments           | 12/31/02             |
| Land                             | \$ 2,496,030         | \$ (61,571)           | \$ 2,434,459         |
| Construction in progress         | 11,270,843           | -                     | 11,270,843           |
| Land improvements                | 2,843,560            | (104,580)             | 2,738,980            |
| Buildings                        | 37,864,160           | (911,078)             | 36,953,082           |
| Machinery and equipment          | 7,400,977            | (414,996)             | 6,985,981            |
| Vehicles                         | 1,385,238            | (56,179)              | 1,329,059            |
| Infrastructure                   | 67,377,475           | (2,506,697)           | 64,870,778           |
| Less: accumulated depreciation   | <u>(40,420,490)</u>  | <u>(247,868)</u>      | <u>(40,668,358)</u>  |
| Total                            | <u>\$ 90,217,793</u> | <u>\$ (4,302,969)</u> | <u>\$ 85,914,824</u> |

**ERIE COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2003

**NOTE 9 - CAPITAL ASSETS - (Continued)**

**B.** Capital asset activity for the fiscal year ended December 31, 2003, was as follows:

|   | Restated<br>Balance  |                     |                       | Balance              |
|---|----------------------|---------------------|-----------------------|----------------------|
| <b><u>Governmental Activities:</u></b>        | <u>12/31/02</u>      | <u>Additions</u>    | <u>Deductions</u>     | <u>12/31/03</u>      |
| <i>Capital assets, not being depreciated:</i> |                      |                     |                       |                      |
| Land  | \$ 2,165,242         | \$ -                | \$ (40,160)           | \$ 2,125,082         |
| Construction in progress                      | <u>7,690,976</u>     | <u>127,847</u>      | <u>(7,818,823)</u>    | <u>-</u>             |
| Total capital assets, not being depreciated   | <u>9,856,218</u>     | <u>127,847</u>      | <u>(7,858,983)</u>    | <u>2,125,082</u>     |
| <i>Capital assets, being depreciated:</i>     |                      |                     |                       |                      |
| Land improvements                             | 301,941              | -                   | (11,461)              | 290,480              |
| Buildings/improvements                        | 31,241,143           | 7,818,823           | (774,446)             | 38,285,520           |
| Machinery and equipment                       | 5,036,574            | 357,829             | (262,098)             | 5,132,305            |
| Vehicles                                      | 3,190,748            | 166,177             | (116,267)             | 3,240,658            |
| Infrastructure                                | <u>25,969,344</u>    | <u>2,890,121</u>    | <u>-</u>              | <u>28,859,465</u>    |
| Total capital assets, being depreciated       | <u>65,739,750</u>    | <u>11,232,950</u>   | <u>(1,164,272)</u>    | <u>75,808,428</u>    |
| <i>Less: accumulated depreciation:</i>        |                      |                     |                       |                      |
| Land improvements                             | (144,297)            | (13,821)            | 11,461                | (146,657)            |
| Buildings/improvements                        | (9,145,630)          | (818,133)           | 774,446               | (9,189,317)          |
| Machinery and equipment                       | (2,578,205)          | (452,543)           | 262,098               | (2,768,650)          |
| Vehicles                                      | (1,577,154)          | (325,746)           | 116,267               | (1,786,633)          |
| Infrastructure                                | <u>(9,013,388)</u>   | <u>(1,111,441)</u>  | <u>-</u>              | <u>(10,124,829)</u>  |
| Total accumulated depreciation                | <u>(22,458,674)</u>  | <u>(2,721,684)</u>  | <u>1,164,272</u>      | <u>(24,016,086)</u>  |
| Total capital assets, being depreciated net   | <u>43,281,076</u>    | <u>8,511,266</u>    | <u>-</u>              | <u>51,792,342</u>    |
| Governmental activities capital assets, net   | <u>\$ 53,137,294</u> | <u>\$ 8,639,113</u> | <u>\$ (7,858,983)</u> | <u>\$ 53,917,424</u> |

**ERIE COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2003

**NOTE 9 - CAPITAL ASSETS - (Continued)**

|   | Restated<br>Balance<br><u>12/31/02</u> | <u>Additions</u>     | <u>Deductions</u>     | Balance<br><u>12/31/03</u> |
|---|--|----------------------|-----------------------|----------------------------|
| <b><u>Business-Type Activities:</u></b>       |  |                      |                       |                            |
| <i>Capital assets, not being depreciated:</i> |  |                      |                       |                            |
| Land  | \$ 2,434,459                           | \$ -                 | \$ -                  | \$ 2,434,459               |
| Construction in progress                      | <u>11,270,843</u>                      | <u>11,605,936</u>    | <u>(4,831,416)</u>    | <u>18,045,363</u>          |
| Total capital assets, not being depreciated   | <u>13,705,302</u>                      | <u>11,605,936</u>    | <u>(4,831,416)</u>    | <u>20,479,822</u>          |
| <i>Capital assets, being depreciated:</i>     |  |                      |                       |                            |
| Land improvements                             | 2,738,980                              | 4,831,416            | -                     | 7,570,396                  |
| Buildings                                     | 36,953,082                             | -                    | -                     | 36,953,082                 |
| Machinery and equipment                       | 6,985,981                              | 36,653               | (50,002)              | 6,972,632                  |
| Vehicles                                      | 1,329,059                              | -                    | (55,355)              | 1,273,704                  |
| Infrastructure                                | <u>64,870,778</u>                      | <u>1,680,254</u>     | <u>-</u>              | <u>66,551,032</u>          |
| Total capital assets, being depreciated       | <u>112,877,880</u>                     | <u>6,548,323</u>     | <u>(105,357)</u>      | <u>119,320,846</u>         |
| <i>Less: accumulated depreciation:</i>        |  |                      |                       |                            |
| Land improvements                             | (2,666,243)                            | (168,593)            | -                     | (2,834,836)                |
| Buildings                                     | (10,923,266)                           | (779,758)            | -                     | (11,703,024)               |
| Machinery and equipment                       | (3,600,962)                            | (242,902)            | 50,002                | (3,793,862)                |
| Vehicles                                      | (930,500)                              | (119,814)            | 55,355                | (994,959)                  |
| Infrastructure                                | <u>(22,547,387)</u>                    | <u>(1,576,442)</u>   | <u>-</u>              | <u>(24,123,829)</u>        |
| Total accumulated depreciation                | <u>(40,668,358)</u>                    | <u>(2,887,509)</u>   | <u>105,357</u>        | <u>(43,450,510)</u>        |
| Total capital assets, being depreciated net   | <u>72,209,522</u>                      | <u>3,660,814</u>     | <u>-</u>              | <u>75,870,336</u>          |
| Business-type activities capital assets, net  | <u>\$ 85,914,824</u>                   | <u>\$ 15,266,750</u> | <u>\$ (4,831,416)</u> | <u>\$ 96,350,158</u>       |

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

Governmental activities:

|  |                     |
|--|---------------------|
| Legislative and executive                            | \$ 510,460          |
| Judicial   | 210,887             |
| Public safety  | 616,014             |
| Public works   | 1,299,719           |
| Health   | 52,578              |
| Human services                                       | <u>32,026</u>       |
| Total depreciation expense - governmental activities | <u>\$ 2,721,684</u> |

**ERIE COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2003

**NOTE 10 - CAPITAL LEASES - LESSEE DISCLOSURE**

**A. Governmental Capital Leases - Lessee Disclosure**

In prior years, the County entered into capitalized lease agreements for equipment. These lease agreements meet the criteria of a capital lease as defined by FASB Statement No. 13, "Accounting for Leases", which defines a capital lease generally as one which transfers benefits and risks of ownership to the lessee. Capital lease payments have been reclassified and are reflected as debt service expenditures in the combined BFS for the governmental funds. These expenditures are reported as function expenditures on the budgetary statements.

General capital assets consisting of equipment have been capitalized in the statement of net assets in the amount of \$331,249. This amount represents the present value of the minimum lease payments at the time of acquisition. A corresponding liability was recorded in the statement of net assets. Principal payments in fiscal year 2003 totaled \$13,925 paid by the general fund.

The following is a schedule of the future long-term minimum lease payments required under the capital lease and the present value of the minimum lease payments as of December 31, 2003:

| <u>Year Ended</u><br><u>December 31,</u>    | <u>Amount</u>    |
|---|------------------|
| 2004  | \$ 15,572        |
| Total                                       | 15,572           |
| Less: amount representing interest          | <u>(847)</u>     |
| Present value of net minimum lease payments | <u>\$ 14,725</u> |

**B. Proprietary Capital Leases - Lessee Disclosure**

In prior years, capital assets consisting of equipment have been capitalized in the Landfill enterprise fund. These lease agreements meet the criteria of a capital lease as defined by FASB Statement No. 13 "Accounting for Leases", which defines a capital lease as one which transfers benefits and risks of ownership to the lessee. The amount of the \$681,307 represents the present value of the minimum lease payments at the time of acquisition. A corresponding liability was recorded in the Landfill enterprise fund. Principal payments in fiscal year 2003 totaled \$12,658.

The following is a schedule of the future long-term minimum lease payments required under the capital lease and the present value of the minimum lease payments as of December 31, 2003:

| <u>Year Ended</u><br><u>December 31,</u>    | <u>Amount</u>     |
|---|-------------------|
| 2004  | \$ 80,804         |
| 2005  | 80,804            |
| 2006  | <u>53,868</u>     |
| Total                                       | 215,476           |
| Less: amount representing interest          | <u>(13,950)</u>   |
| Present value of net minimum lease payments | <u>\$ 201,526</u> |

**ERIE COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2003

**NOTE 11 - LONG-TERM OBLIGATIONS**

**A. Governmental Activities Long-Term Obligations**

The balance of the County's governmental activities long-term obligations at December 31, 2002 has been restated. The compensated absences liability decreased \$13,013 from \$1,650,771 to \$1,637,758. The effect on the total governmental activities long-term obligations at January 1, 2003 was an increase from \$13,949,921 to \$13,936,908. During the fiscal year 2003, the following changes occurred in the County's governmental long-term obligations:

|   | <u>Maturity Date</u> | <u>Interest Rate</u> | <u>Restated Balance 12/31/02</u> | <u>Additions</u>    | <u>Reductions</u>     | <u>Balance 12/31/03</u> | <u>Amounts Due in One Year</u> |
|---|----------------------|----------------------|----------------------------------|---------------------|-----------------------|-------------------------|--------------------------------|
| <u>General Obligation Bonds - Unvoted</u> |                      |                      |                                  |                     |                       |                         |                                |
| 1987 Human Services Building              | 2012                 | 7.375%               | \$ 600,000                       | \$ -                | \$ (60,000)           | \$ 540,000              | \$ 60,000                      |
| 1993 Refunding                            | 2016                 | 4.862%               | 630,000                          | -                   | (40,000)              | 590,000                 | 45,000                         |
| 1998 Refunding                            | 2019                 | 3.05-4.75%           | 5,950,000                        | -                   | (280,000)             | 5,670,000               | 290,000                        |
| 1999 Courthouse Improvements              | 2007                 | 3.85-4.8%            | 530,000                          | -                   | (95,000)              | 435,000                 | 100,000                        |
| 2002 Juvenile Detention Facility          | 2022                 | 2-5.375%             | 1,800,000                        | -                   | (65,000)              | 1,735,000               | 65,000                         |
| Total General Obligation Bonds            |                      |                      | <u>9,510,000</u>                 | <u>-</u>            | <u>(540,000)</u>      | <u>8,970,000</u>        | <u>560,000</u>                 |
| <u>Special Assessment Bonds</u>           |                      |                      |                                  |                     |                       |                         |                                |
| <u>with Government Commitment:</u>        |                      |                      |                                  |                     |                       |                         |                                |
| 1984 Sewer                                | 2004                 | 9.625%               | 70,000                           | -                   | (35,000)              | 35,000                  | 35,000                         |
| 1985 Sewer                                | 2005                 | 8.875%               | 290,000                          | -                   | (95,000)              | 195,000                 | 100,000                        |
| 1986 Sewer                                | 2006                 | 6.75%                | 580,000                          | -                   | (145,000)             | 435,000                 | 145,000                        |
| 1991 Hickory Drive                        | 2011                 | 6.55%                | 23,500                           | -                   | (2,000)               | 21,500                  | 2,000                          |
| 1995 Glidden Riverport                    | 2015                 | 5.7%                 | 460,000                          | -                   | (25,000)              | 435,000                 | 25,000                         |
| 1996 Parker Road                          | 2016                 | 5.9%                 | 230,000                          | -                   | (10,000)              | 220,000                 | 10,000                         |
| 1996 Joppa Road                           | 2016                 | 6.375%               | 52,000                           | -                   | (2,000)               | 50,000                  | 2,000                          |
| 1997 Maple Avenue                         | 2017                 | 4.87-5%              | 75,000                           | -                   | (3,000)               | 72,000                  | 4,000                          |
| 1998 Kneisel Road                         | 2019                 | 3.05-4.6%            | 190,000                          | -                   | (10,000)              | 180,000                 | 10,000                         |
| 1999 Sweetbriar Drainage                  | 2014                 | 3.85-4.8%            | 790,000                          | -                   | (145,000)             | 645,000                 | 150,000                        |
| 2003 Curb and Gutter Improvement          | 2013                 | 3.75%                | -                                | 48,023              | -                     | 48,023                  | 4,046                          |
| Total Special Assessment Bonds            |                      |                      | <u>2,760,500</u>                 | <u>48,023</u>       | <u>(472,000)</u>      | <u>2,336,523</u>        | <u>487,046</u>                 |
| <u>Bond Anticipation Notes:</u>           |                      |                      |                                  |                     |                       |                         |                                |
| <u>Capital Projects Funds:</u>            |                      |                      |                                  |                     |                       |                         |                                |
| <u>Quarry Lakes</u>                       |                      |                      |                                  |                     |                       |                         |                                |
| TIF Construction Project                  | 2004                 | 2%                   | -                                | 2,500,000           | -                     | 2,500,000               | 2,500,000                      |
| <u>Other Long-Term Obligations:</u>       |                      |                      |                                  |                     |                       |                         |                                |
| Capital Leases                            |                      |                      | 28,650                           | -                   | (13,925)              | 14,725                  | 14,725                         |
| Compensated Absences                      |                      |                      | 1,637,758                        | -                   | (11,393)              | 1,626,365               | 451,615                        |
| Total Other Long-Term Obligations         |                      |                      | <u>1,666,408</u>                 | <u>-</u>            | <u>(25,318)</u>       | <u>1,641,090</u>        | <u>466,340</u>                 |
| Total General Activities                  |                      |                      |                                  |                     |                       |                         |                                |
| Long-Term Obligations                     |                      |                      | <u>\$ 13,936,908</u>             | <u>\$ 2,548,023</u> | <u>\$ (1,037,318)</u> | <u>\$ 15,447,613</u>    | <u>\$ 4,013,386</u>            |

**ERIE COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2003

**NOTE 11 - LONG-TERM OBLIGATIONS - (Continued)**

General Obligation Bonds: The general obligation bonds are supported by the full faith and credit of the County. The bonds were issued to provide resources for building renovations and improvements. These bonds are being retired through rental charges and other County operating sources.

Special Assessment Bonds: The special assessment bonds are supported by the full faith and credit of the County. The special assessment bonds will be paid from the proceeds of special assessments levied against the property owners who are primarily benefited from the project. In the event that property owners fail to make their payments, the County is responsible for providing the resources to meet annual principal and interest payments.

Capital Leases: Capital lease obligations represent leases entered into for the acquisition of capital assets. The capital lease obligations will be paid from the fund that maintains custody of the related asset.

Compensated Absences: Vested sick leave and vacation benefits are presented net of actual increases and decreases because of the practicality of determining these values. The benefits will be paid from the fund from which the person is paid.

Future Debt Service Requirements: The following is a summary of the County's future annual debt service principal and interest requirements for governmental long-term obligations:

| <u>Year Ended</u> | <u>General Obligation Bonds</u> |                     |                      | <u>Special Assessment Bonds</u> |                   |                     |
|-------------------|---------------------------------|---------------------|----------------------|---------------------------------|-------------------|---------------------|
|                   | <u>Principal</u>                | <u>Interest</u>     | <u>Total</u>         | <u>Principal</u>                | <u>Interest</u>   | <u>Total</u>        |
| 2004              | \$ 560,000                      | \$ 413,215          | \$ 973,215           | \$ 487,046                      | \$ 141,146        | \$ 628,192          |
| 2005              | 580,000                         | 389,910             | 969,910              | 453,698                         | 109,433           | 563,131             |
| 2006              | 595,000                         | 363,963             | 958,963              | 373,856                         | 78,419            | 452,275             |
| 2007              | 620,000                         | 336,735             | 956,735              | 244,019                         | 54,708            | 298,727             |
| 2008              | 515,000                         | 309,793             | 824,793              | 74,189                          | 42,597            | 116,786             |
| 2009 - 2013       | 2,760,000                       | 1,189,125           | 3,949,125            | 421,715                         | 149,428           | 571,143             |
| 2014 - 2018       | 2,440,000                       | 559,578             | 2,999,578            | 282,000                         | 33,034            | 315,034             |
| 2019 - 2022       | 900,000                         | 79,390              | 979,390              | -                               | -                 | -                   |
| Total             | <u>\$ 8,970,000</u>             | <u>\$ 3,641,709</u> | <u>\$ 12,611,709</u> | <u>\$ 2,336,523</u>             | <u>\$ 608,765</u> | <u>\$ 2,945,288</u> |



**ERIE COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2003

**NOTE 11 - LONG-TERM OBLIGATIONS - (Continued)**

**B. Business-Type Activities Long-Term Obligations**

The balance of the County's business-type activities long-term obligations at December 31, 2002 has been restated by \$384,150 from \$39,115,272 to \$39,499,422 to include compensated absences and the landfill closure and postclosure care liability as components of long-term obligations. During fiscal year 2003, the following changes occurred in the County's business-type long-term obligations:

|  | <u>Maturity Date</u> | <u>Interest Rate</u> | <u>Restated Balance 12/31/02</u> | <u>Additions</u> | <u>Reductions</u>  | <u>Balance 12/31/03</u> | <u>Amounts Due in One Year</u> |
|--|----------------------|----------------------|----------------------------------|------------------|--------------------|-------------------------|--------------------------------|
| <u>General Obligation Bonds - Unvoted:</u>   |                      |                      |                                  |                  |                    |                         |                                |
| <u>Water</u>                                 |                      |                      |                                  |                  |                    |                         |                                |
| 1993 Refunding                               | 2016                 | 4.862%               | \$ 2,505,180                     | \$ 18,154        | \$ (155,000)       | \$ 2,368,334            | \$ 160,000                     |
| 1995 Hayes Avenue Line                       | 2015                 | 5.7%                 | 270,000                          | -                | (15,000)           | 255,000                 | 15,000                         |
| 1995 Billing Road Water Tank                 | 2016                 | 5.9%                 | 445,000                          | -                | (20,000)           | 425,000                 | 20,000                         |
| 1997 Maple Avenue/SR. 6 & 269 Line           | 2017                 | 4.875-5%             | 412,600                          | -                | (15,500)           | 397,100                 | 24,200                         |
| 1998 Cam/Hull/Boos Raods Line                | 2019                 | 3.05-4.6%            | 500,000                          | -                | (25,000)           | 475,000                 | 25,000                         |
| 1999 S.R. 101 Line                           | 2019                 | 3.85-5.625%          | 480,000                          | -                | (20,000)           | 460,000                 | 20,000                         |
| 1999 U.S. 250 Line Relocation                | 2019                 | 3.85-5.625%          | 700,000                          | -                | (25,000)           | 675,000                 | 30,000                         |
| 2000 Columbus Ave./U.S. 250 Line Improvement | 2020                 | 4.3-5.5%             | 1,105,000                        | -                | (40,000)           | 1,065,000               | 40,000                         |
| 2000 S.R. 4 Water Line Improvement           | 2020                 | 4.3-5.5%             | 470,000                          | -                | (15,000)           | 455,000                 | 15,000                         |
| 2001 S. Columbus/Taylor Rd. Waterline        | 2021                 | 3-5.5%               | 840,000                          | -                | (30,000)           | 810,000                 | 35,000                         |
| 2001 Mason Road/Taylor Rd. Waterline         | 2021                 | 3-5.5%               | 325,000                          | -                | (10,000)           | 315,000                 | 15,000                         |
| 2001 Marshall Avenue Waterline               | 2021                 | 3-5.5%               | 425,000                          | -                | (15,000)           | 410,000                 | 15,000                         |
| 2001 Maple Avenue/Bardwell Waterline         | 2021                 | 3-5.5%               | 495,000                          | -                | (20,000)           | 475,000                 | 20,000                         |
| <u>Sewer</u>                                 |                      |                      |                                  |                  |                    |                         |                                |
| 1992 Marshall Avenue Pump Station            | 2012                 | 6.05%                | 345,000                          | -                | (25,000)           | 320,000                 | 25,000                         |
| 1993 Refunding                               | 2016                 | 4.862%               | 2,658,165                        | 25,085           | (185,000)          | 2,498,250               | 205,000                        |
| 1996 Cleveland Road Trunk Line               | 2016                 | 5.9%                 | 405,000                          | -                | (20,000)           | 385,000                 | 20,000                         |
| 1999 Rye Beach Trunk Line                    | 2019                 | 3.85-5.625%          | 2,035,000                        | -                | (75,000)           | 1,960,000               | 80,000                         |
| 1999 Cleveland Road Main Extension           | 2019                 | 3.85-5.625%          | 455,000                          | -                | (15,000)           | 440,000                 | 20,000                         |
| 2000 Ruggles/Mitiwanga Sewer Rehabilitation  | 2020                 | 4.3-5.5%             | 160,000                          | -                | (5,000)            | 155,000                 | 5,000                          |
| 2001 Ruggles/Mitiwanga West Sewerline        | 2021                 | 3-5.5%               | 800,000                          | -                | (30,000)           | 770,000                 | 30,000                         |
| 2001 Columbus Park Sewer Improvements        | 2021                 | 3-5.5%               | 435,000                          | -                | (15,000)           | 420,000                 | 15,000                         |
| 2002 Perkins Twp. Sewer Rehabilitation       | 2022                 | 2-5.375%             | 685,000                          | -                | (25,000)           | 660,000                 | 25,000                         |
| <u>Landfill</u>                              |                      |                      |                                  |                  |                    |                         |                                |
| 2000 Garbage and Refuse District Improvement | 2020                 | 4.3-5.5%             | 3,105,000                        | -                | (110,000)          | 2,995,000               | 110,000                        |
| 2001 Garbage and Refuse District Improvement | 2021                 | 3-5.5%               | 3,095,000                        | -                | (110,000)          | 2,985,000               | 120,000                        |
| <u>Care Facility</u>                         |                      |                      |                                  |                  |                    |                         |                                |
| 1997 Building Construction                   | 2017                 | 4.7364%              | 587,400                          | -                | (106,500)          | 480,900                 | 111,800                        |
| <b>Total General Obligation Bonds</b>        |                      |                      | <u>23,738,345</u>                | <u>43,239</u>    | <u>(1,127,000)</u> | <u>22,654,584</u>       | <u>1,201,000</u>               |

**ERIE COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2003**

**NOTE 11 - LONG-TERM OBLIGATIONS - (Continued)**

|   | <u>Maturity Date</u> | <u>Interest Rate</u> | <u>Restated Balance 12/31/02</u> | <u>Additions</u> | <u>Reductions</u> | <u>Balance 12/31/02</u> | <u>Amounts Due in One Year</u> |
|---|----------------------|----------------------|----------------------------------|------------------|-------------------|-------------------------|--------------------------------|
| <u>Sewer</u>                                    |                      |                      |                                  |                  |                   |                         |                                |
| Special Assessment Bonds                        |                      |                      |                                  |                  |                   |                         |                                |
| <u>with Government Commitment:</u>              |                      |                      |                                  |                  |                   |                         |                                |
| 2001 Chappell Creek Water/Sewer                 | 2021                 | 3-5.5%               | \$ 1,320,000                     | \$ -             | \$ (50,000)       | \$ 1,270,000            | \$ 50,000                      |
| <u>Ohio Water Development Authority Loans:</u>  |                      |                      |                                  |                  |                   |                         |                                |
| <u>Water</u>                                    |                      |                      |                                  |                  |                   |                         |                                |
| Waterline Construction                          | 2016                 | 6.91%                | 1,701,088                        | -                | (84,956)          | 1,616,132               | 87,891                         |
| Water System Expansion                          | -                    | 4.74%                | 4,905,872                        | 669,821          | (42,943)          | 5,532,750               | 43,961                         |
| Water System Expansion                          | 2034                 | 4.65%                | 1,316,945                        | 4,001,050        | -                 | 5,317,995               | 41,616                         |
| Water Booster Station                           | -                    | 4.7%                 | -                                | 763,637          | -                 | 763,637                 | 5,816                          |
| Water Main Extensions                           | -                    | 4.34%                | -                                | 2,555,691        | -                 | 2,555,691               | -                              |
| Water District                                  | -                    | 4.28%                | -                                | 792,236          | -                 | 792,236                 | -                              |
| <u>Sewer</u>                                    |                      |                      |                                  |                  |                   |                         |                                |
| Sandusky STP Plant #2                           | 2006                 | 7.1%                 | 140,378                          | -                | (37,060)          | 103,318                 | 38,184                         |
| Sandusky Plant #4                               | 2007                 | 7.1%                 | 22,854                           | -                | (5,187)           | 17,667                  | 5,349                          |
| Sawmill Creek                                   | 2005                 | 7.0%                 | 95,920                           | -                | (46,303)          | 49,617                  | 47,949                         |
| Sewer Sawmill WTP                               | 2015                 | 6.91%                | 4,924,276                        | -                | (260,937)         | 4,663,339               | 269,651                        |
| Sewer Ultraviolet Disinfection                  | -                    | 4.65%                | 2,515                            | 212              | -                 | 2,727                   | 2,727                          |
| Route 250 Sewer Expansion                       | -                    | 5.65%                | 13,569                           | 146,766          | -                 | 160,335                 | -                              |
| Sanitary Sewer Rehabilitation Hinde/Maple       | -                    | 4.34%                | 51,469                           | 821,470          | (9,407)           | 863,532                 | 9,612                          |
| State Route 4 Sewer Extension                   | -                    | 4.28%                | 586                              | 2,807,377        | -                 | 2,807,963               | 33,631                         |
| Total Ohio Water Development Authority Loans    |                      |                      | 13,175,472                       | 12,558,260       | (486,793)         | 25,246,939              | 586,387                        |
| <u>Ohio Public Works Commission Loans:</u>      |                      |                      |                                  |                  |                   |                         |                                |
| <u>Sewer</u>                                    |                      |                      |                                  |                  |                   |                         |                                |
| 1996 Cleveland Road Pump Station                | 2016                 | N/A                  | 49,886                           | -                | (3,695)           | 46,191                  | 3,695                          |
| 1997 Stoney Ridge Pump Station                  | 2018                 | N/A                  | 68,401                           | -                | (4,560)           | 63,841                  | 4,560                          |
| 2000 Ruggles/Mitiwanga Sewer Project            | 2011                 | N/A                  | 135,154                          | -                | (15,901)          | 119,253                 | 15,900                         |
| 2001 Columbus Park Subdivision Project          | 2011                 | N/A                  | 139,879                          | -                | (16,456)          | 123,423                 | 16,456                         |
| 2003 Perkins Sanitary Sewer                     | 2011                 | N/A                  | -                                | 138,385          | -                 | 138,385                 | -                              |
| <u>Water</u>                                    |                      |                      |                                  |                  |                   |                         |                                |
| 2002 Columbus Avenue/Taylor Road                | 2012                 | N/A                  | 165,202                          | -                | (17,390)          | 147,812                 | 17,390                         |
| Total Ohio Public Works Commission Loans        |                      |                      | 558,522                          | 138,385          | (58,002)          | 638,905                 | 58,001                         |
| <u>Other Long-Term Obligations:</u>             |                      |                      |                                  |                  |                   |                         |                                |
| Capital Leases Payable                          |                      |                      | 322,933                          | -                | (121,407)         | 201,526                 | 72,492                         |
| Landfill closure and postclosure care liability |                      |                      | 9,714,092                        | -                | (287,478)         | 9,426,614               | -                              |
| Compensated Absences                            |                      |                      | 384,150                          | -                | (12,000)          | 372,150                 | 111,144                        |
| Total Other Long-Term Obligations               |                      |                      | 10,421,175                       | -                | (420,885)         | 10,000,290              | 183,636                        |
| Total Business-Type Activities                  |                      |                      |                                  |                  |                   |                         |                                |
| Long-Term Obligations                           |                      |                      | \$ 49,213,514                    | \$ 12,739,884    | \$ (2,142,680)    | 59,810,718              | \$ 2,079,024                   |
| Add: Unamortized Premium on Bonds               |                      |                      |                                  |                  |                   | 245,190                 |                                |
| Less: Unamortized Discounts on Bonds            |                      |                      |                                  |                  |                   | (37,360)                |                                |
| Amount Reported on Statement of Net Assets      |                      |                      |                                  |                  |                   | \$ 60,018,548           |                                |

**ERIE COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2003**

**NOTE 11 - LONG-TERM OBLIGATIONS - (Continued)**

General Obligation Bonds - General obligation proprietary bonds are retired from the related enterprise funds. General obligation bonds are secured by the County's ability to levy a voted or unvoted property tax within limitations of Ohio law. Self-supporting bonds are secured by an unvoted property tax levy (special assessments), however, each appropriate bond indenture provides for principal and interest to be paid from user charges. The self-supporting bonds also carry the County's commitment for repayment.

In prior years, the County defeased certain general obligation and other bonds by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the County's financial statements. On December 31, 2003, \$12.125 million of bonds outstanding are considered defeased.

Special Assessment Bonds - Special assessment bonds will be paid from the proceeds of special assessments levied against the property owners who are primarily benefited from the project. In the event that property owners fail to make their payments, the County is responsible for providing the resources to meet annual principal and interest payments.

OWDA Loans - During fiscal year 2001, the County entered into financing arrangements through the Ohio Water Development Authority (OWDA). The semi-annual payments due to the OWDA are payable from sewer and water revenues. The loan agreements function similar to a line-of credit agreement. As of December 31, 2003, the future annual debt service principal and interest payments for the loans were unavailable because monies related to the projects are still being disbursed and the loans are not finalized.

OPWC Loans Payable The County has entered into debt financing arrangements through the Ohio Public Works Commission (OPWC) to fund construction projects. The OPWC notes are interest free.

Capital Leases - Capital lease obligations represent leases entered into for the acquisition of capital assets. The capital lease obligations will be paid from the fund that maintains custody of the related asset.

Compensated Absences - Vested sick leave and vacation benefits are presented net of actual increases and decreases because of the practicality of determining these values. The benefits will be paid from the fund from which the person is paid.

**ERIE COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2003

**NOTE 11 - LONG-TERM OBLIGATIONS - (Continued)**

*Future Debt Service Requirements* - The following is a summary of the County's future annual debt service principal and interest requirements for enterprise long-term obligations:

| Year Ended  | General Obligation Bonds |                      |                      | Special Assessment Bonds |                   |                     |
|-------------|--------------------------|----------------------|----------------------|--------------------------|-------------------|---------------------|
|             | Principal                | Interest             | Total                | Principal                | Interest          | Total               |
| 2004        | \$ 1,157,761             | \$ 1,157,900         | \$ 2,315,661         | \$ 50,000                | \$ 56,738         | \$ 106,738          |
| 2005        | 1,192,761                | 1,108,076            | 2,300,837            | 50,000                   | 55,438            | 105,438             |
| 2006        | 1,257,761                | 1,052,637            | 2,310,398            | 50,000                   | 54,013            | 104,013             |
| 2007        | 1,312,761                | 990,616              | 2,303,377            | 55,000                   | 52,488            | 107,488             |
| 2008        | 1,247,761                | 926,752              | 2,174,513            | 60,000                   | 50,645            | 110,645             |
| 2009 - 2013 | 7,057,805                | 3,634,073            | 10,691,878           | 320,000                  | 219,225           | 539,225             |
| 2014 - 2018 | 6,722,974                | 1,767,606            | 8,490,580            | 405,000                  | 144,050           | 549,050             |
| 2019 - 2022 | 2,705,000                | 263,996              | 2,968,996            | 280,000                  | 31,625            | 311,625             |
| Total       | <u>\$ 22,654,584</u>     | <u>\$ 10,901,656</u> | <u>\$ 33,556,240</u> | <u>\$ 1,270,000</u>      | <u>\$ 664,222</u> | <u>\$ 1,934,222</u> |

| Year Ended  | OWDA Loans          |                     |                     | OPWC Loans        |             |                   |
|-------------|---------------------|---------------------|---------------------|-------------------|-------------|-------------------|
|             | Principal           | Interest            | Total               | Principal         | Interest    | Total             |
| 2004        | \$ 449,024          | \$ 460,254          | \$ 909,278          | \$ 75,300         | \$ -        | \$ 75,300         |
| 2005        | 453,321             | 429,395             | 882,716             | 75,300            | -           | 75,300            |
| 2006        | 458,356             | 397,799             | 856,155             | 75,300            | -           | 75,300            |
| 2007        | 440,089             | 366,924             | 807,013             | 75,300            | -           | 75,300            |
| 2008        | 467,090             | 336,615             | 803,705             | 75,300            | -           | 75,300            |
| 2009 - 2013 | 2,866,570           | 1,151,956           | 4,018,526           | 234,926           | -           | 234,926           |
| 2014 - 2018 | 1,537,763           | 170,898             | 1,708,661           | 27,479            | -           | 27,479            |
| Total       | <u>\$ 6,672,213</u> | <u>\$ 3,313,841</u> | <u>\$ 9,986,054</u> | <u>\$ 638,905</u> | <u>\$ -</u> | <u>\$ 638,905</u> |

- C. The Ohio Revised Code provides that the net general obligation debt of the County, exclusive of certain exempt debt, issued without a vote of the electors shall never exceed one percent of the total assessed valuation of the County.

The Code further provides that the total voted and unvoted net debt of the County, less the same exempt debt, shall never exceed a sum equal to three percent of the first \$100,000,000 of the assessed valuation, plus one and one-half percent of such valuation in excess of \$100,000,000 and not in excess of \$300,000,000, plus two and one-half percent of such valuation in excess of \$300,000,000. Based on this calculation, the County's voted legal debt margin was \$38,179,238 at December 31, 2003 and the unvoted legal debt margin was \$10,663,075 at December 31, 2003.

**ERIE COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2003

**NOTE 12 - NOTES PAYABLE**

The County had the following general obligation bond anticipation notes outstanding at December 31, 2003. These notes mature within one year of issuance, and will be retired from the fund which received the proceeds.

|  | <u>Issue<br/>Date</u> | <u>Maturity<br/>Date</u> | <u>Balance<br/>12/31/02</u> | <u>Additions</u> | <u>Retired</u> | <u>Balance<br/>12/31/03</u> |
|--|-----------------------|--------------------------|-----------------------------|------------------|----------------|-----------------------------|
| <b><u>Business-Type Activities Bond Anticipation Notes:</u></b>      |                       |                          |                             |                  |                |                             |
| <u>Sewer Fund:</u>   |                       |                          |                             |                  |                |                             |
| 2.04% E.C.S. Stormwater Subdistrict<br>Bond Anticipation             | 04/25/02              | 04/25/03                 | \$ 175,000                  | \$ -             | \$ (175,000)   | \$ -                        |
| <u>Landfill Fund:</u>  |                       |                          |                             |                  |                |                             |
| 2.125% Garbage/Refuse Landfill PTI BAT<br>Phase II Bond Anticipation | 07/10/02              | 07/10/03                 | 5,600,000                   | -                | (5,600,000)    | -                           |
| 2.00% Garbage/Refuse Landfill PT BAT<br>Phase II Bond Anticipation   | 06/10/03              | 06/10/04                 | -                           | 11,000,000       | -              | 11,000,000                  |
| Total Landfill Fund - Bond Anticipation Notes                        |                       |                          | \$ 5,600,000                | \$ 11,000,000    | \$ (5,600,000) | \$ 11,000,000               |

**NOTE 13 - RISK MANAGEMENT**

**A. General Insurance**

The County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters.

The County Risk Sharing Authority (CORSA), is a public entity risk sharing pool among thirty-nine counties in Ohio. CORSA was formed as an Ohio non-profit corporation of the purpose of establishing the CORSA Insurance/Self-Insurance Program, a group primary and excess insurance/self-insurance and risk management program. Member counties agree to jointly participate in coverage of losses and pay all contributions necessary for the specified insurance coverages provided by CORSA. These coverages include comprehensive general liability, automobile liability, certain property insurance and public official errors and omissions liability insurance.

Each member county has one vote on all matters requiring a vote, to be cast by a designated representative. The affairs of the Corporation are managed by an elected board of not more than nine trustees. Only county commissioners of member counties are eligible to serve on the board. No county may have more than one representative on the board at any one time. Each member county's control over the budgeting and financing of CORSA is limited to its voting authority and any representation it may have on the board of trustees.

CORSA has issued certificates of participation in order to provide adequate cash reserves. The certificates are secured by the member counties' obligations to make coverage payments to CORSA. The participating counties have no responsibility for the payment of certificates. The County does not have an equity interest in CORSA. The County's payment for insurance to CORSA in 2003 was \$439,253.

**ERIE COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2003

**NOTE 13 - RISK MANAGEMENT - (Continued)**

With the exceptions of employee group health, dental, and vision insurances, and workers' compensation, all insurance is held with CORSA. There has been no significant reduction in coverage from 2002, and settled claims have not exceeded limits of coverage in the past three years. The County pays all elected officials' bonds in accordance with statute.

**B. Health Care Insurance**

The County has established an internal service fund to account for and finance its self-funded employee health care benefits program. Under this program, the fund provides up to a maximum of \$100,000 for each claim. The fund purchases policies from commercial insurance carriers for claims in excess of the \$100,000.

The liability for claims payable is based on the requirements of GASB Statement No. 30, "Risk Financing Omnibus", which requires that a liability for unpaid claims costs, including estimates of costs relating to incurred but not reported claims, be reported if information prior to issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount can be reasonably estimated. The estimate was not affected by incremental claim adjustment expenses and does not include other allocated or unallocated claim adjustment expenses. Claims payable at December 31, 2003 are estimated by the third party administrator at \$830,897.

The changes in the claims liability for the current and past three fiscal years were:

|      | <u>Beginning<br/>Balance</u> | <u>Current Year<br/>Claims and Changes<br/>in Estimates</u> | <u>Claims<br/>Payments</u> | <u>Ending<br/>Balance</u> |
|------|------------------------------|---|----------------------------|---------------------------|
| 2003 | \$ 963,131                   | \$ 5,247,382  | \$ 5,379,616               | \$ 830,897                |
| 2002 | 990,270                      | 5,355,372   | 5,382,511                  | 963,131                   |

**C. Insurance Purchasing Pool**

For 2003, the County participated in the County Commissioners Association of Ohio Workers' Compensation Group Rating Plan (Plan), an insurance purchasing pool. The Plan is intended to achieve lower workers' compensation rates while establishing safer working conditions and environments for the participants. The workers compensation experience of the participating counties is calculated as one experience and a common premium rate is applied to all participants in the Plan. Each participant pays its workers' compensation premium to the State based on the rate for the Plan rather than its individual rate. In order to allocate the savings derived by formation of the Plan, and to maximize the number of participants in the Plan, the Plan's executive committee annually calculates the total savings which accrued to the Plan through its formation. This savings is then compared to the overall savings percentage of the Plan. The Plan's executive committee then collects rate contributions from or pays rate equalization rebates to the various participants. Participation in the Plan is limited to counties that can meet the Plan's selection criteria. The firm of Comp Management, Inc. provides administrative, cost control and actuarial services to the Plan. Each year, the County pays an enrollment fee to the Plan to cover the costs of administering the program.

**ERIE COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2003**

**NOTE 13 - RISK MANAGEMENT - (Continued)**

The County may withdraw from the Plan if written notice is provided sixty days prior to the prescribed application deadline of the Ohio Bureau of Workers' Compensation. However, the participant is not relieved of the obligation to pay any amounts owed to the Plan prior to withdrawal, and any participant leaving the Plan allows representatives of the Plan to access loss experience for three years following the last year of participation.

**NOTE 14 - OTHER EMPLOYEE BENEFITS**

**COMPENSATED ABSENCES**

County employees earn vacation leave at varying rates ranging from two to five weeks per employee per year. Ohio law requires that vacation not be accumulated for more than three years. Generally, all vacation time is to be taken in the year available unless administrative written approval to carry over is obtained. Employees with a minimum of one year of service become vested in accumulated unpaid vacation time. Unused vacation is payable upon termination of employment. Unused sick time may be accumulated until retirement. Upon retirement, employees with a minimum of 15 years of service and 40 years of age are paid 25 percent of accumulated sick time to a maximum of 960 hours. In general, employees are eligible to be paid for unused compensation time upon termination of employment. All sick, vacation and compensation payments are made at employees' current wage rates. As of December 31, 2003, the total liability for compensated absences was \$1,998,515 for the primary government. Of that amount, the liability for governmental activities funds was \$1,626,365; and the total liability for business-type activities was \$372,150.

**NOTE 15 - DEFINED BENEFIT PENSION PLANS**

**A. Ohio Public Employees Retirement System**

The County participates in the Ohio Public Employees Retirement System (OPERS). OPERS administers three separate pension plans. The traditional plan is a cost-sharing, multiple-employee 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. 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 OPERS 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 publicly available financial report that includes financial statements and required supplementary information. The report may be obtained by writing to the Ohio Public Employees Retirement System, 277 East Town Street, Columbus, Ohio 43215-4642.

**ERIE COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2003

**NOTE 15 - DEFINED BENEFIT PENSION PLANS – (Continued)**

For the year ended December 31, 2003, members of all three plans, except those in law enforcement or public safety participating in the traditional plan, were required to contribute 8.5 percent of their annual covered salary to fund pension obligations. Members participating in the traditional plan, who were in law enforcement, contributed 10.1 percent of their annual covered salary; members in public safety contributed 9 percent. The County's contribution rate for pension benefits for 2003 was 8.55 percent, except for those plan members in law enforcement or public safety. For those classifications, the County's pension contributions were 11.7 percent of covered payroll. The Ohio Revised Code provides statutory authority for member and employer contributions.

The County's required contribution for pension obligations to the traditional and combined plans for the years ended December 31, 2003, 2002, 2001 were \$2,266,182, \$2,365,002, and \$2,321,516, respectively; 91.90 percent has been contributed for 2003 and 100 percent has been contributed for 2002 and 2001. The unpaid contribution for 2003, in the amount of \$183,537, is recorded as a liability.

**B. State Teachers Retirement System**

For certified teachers employed by the school for mental retardation and developmental disabilities, the County contributes to the State Teacher Retirement System of Ohio (STRS), a cost-sharing multiple employer public employee retirement system administered by the State Teachers Retirement Board. STRS provides retirement and disability benefits to members and death and survivor benefits to beneficiaries. Benefits are established by Chapter 3307 of the Ohio Revised Code. STRS issues a publicly available financial report that includes financial statements and required supplementary information. The report may be obtained by writing to the State Teachers Retirement System, 275 East Broad Street, Columbus, Ohio 43215-3771.

New members have a choice of three retirement plans, a Defined Benefit Plan (DBP), a Defined Contribution Plan (DCP), and a Combined Plan (CP). The DBP offers an annual retirement allowance based on final average salary multiplied by a percentage that varies based on the years of service or on an allowance based on member contributions and earned interest matched by STRS funds multiplied by an actuarially determined annuity factor. The DCP allows members to place all of their member contributions and employer contributions equal to 10.5 percent of earned compensation into an investment account. Investment decisions are made by the member. A member is eligible to receive a retirement benefit at age fifty and termination of employment. The CP offers features of both the DBP and DCP. In the CP, member contributions are invested by the member and employer contributions are used to fund the defined benefit payment at a reduced level from the regular DBP. DCP and CP members will transfer to the DBP during their fifth year of membership unless they permanently select the DCP or CP. Existing members with less than five years of service credit as of June 30, 2001, were given the option of making a one time irrevocable decision to transfer their account balance from the existing DBP into the DCP or CP. This option expired on December 31, 2001.

A DCP or CP member with five or more years of credited service who becomes disabled may qualify for a disability benefit. Eligible spouses and dependents of these active members who die before retirement may qualify for survivor benefits. Members in the DCP who become disabled are entitled only to their account balance. If a member dies before retirement benefits begin, the member's designated beneficiary is entitled to receive the member's account balance.



## ERIE COUNTY, OHIO

### NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2003

#### **NOTE 15 - DEFINED BENEFIT PENSION PLANS – (Continued)**

For the fiscal year ended June 30, 2003, plan members were required to contribute 9.3 percent of their annual covered salary and the County was required to contribute 14 percent; 13 percent was the portion used to fund pension obligations. Contribution rates are established by STRS, upon recommendation of its consulting actuary, not to exceed statutory maximum rates of 10 percent for members and 14 percent for employees.

The County's required contribution for pension obligations for the DBP for the fiscal years ended June 30, 2003, 2002, and 2001 was \$59,382, \$42,009, and \$40,745, respectively; 91.46 percent has been contributed for fiscal year 2003 and 100 percent has been contributed for fiscal years 2002 and 2001. The unpaid contribution for 2003, in the amount of \$5,074, is recorded as a liability.

#### **NOTE 16 - POSTEMPLOYMENT BENEFITS**

##### **A. Ohio Public Employees Retirement System**

The Ohio Public Employees Retirement System (OPERS) provides postretirement health care coverage to age and service retirees with ten or more years of qualifying Ohio service credit with either the traditional or combined plans. Health care coverage for disability recipients and primary survivor recipients is available. Members of the member-directed plan do not qualify for postretirement health care coverage. The health care coverage provided by OPERS is considered an Other Postemployment Benefit (OPB) as described in GASB Statement No. 12, "Disclosure of Information on Postemployment Benefits Other Than Pension Benefits by State and Local Government Employers". A portion of each employer's contribution to the traditional or combined plans is set aside for the funding of postretirement health care based on authority granted by State statute. The 2003 employer contribution rate was 13.55 percent of covered payroll (16.7 percent for law enforcement and public safety); 5.00 percent was the portion used to fund health care.

Benefits are advance-funded using the entry age normal actuarial cost method. Significant actuarial assumptions, based on OPERS's latest actuarial review performed as of December 31, 2002, include a rate of return on investments of 8 percent, an annual increase in active employee total payroll of 4 percent compounded annually (assuming no change in the number of active employees), and an additional increase in total payroll between .5 percent and 6.3 percent based on additional annual pay increases. Health care premiums were assumed to increase 4 percent annually.

All investments are carried at market value. For actuarial valuation purposes, a smoothed market approach is used. Assets are adjusted to reflect 25 percent of unrealized market appreciation or depreciation on investment assets annually.

The number of active contributing participants in the traditional and combined plans was 364,881. Actual employer contributions for 2003 which were used to fund postemployment benefits were \$1,292,936. The actual contribution and the actuarial required contribution amounts are the same. OPERS's net assets available for the payment of benefits at December 31, 2002 (the latest information available), was \$10 billion. The actuarial accrued liability and the unfunded actuarial accrued liability were \$18.7 billion and \$8.7 billion, respectively.

In December 2001, the OPERS Board adopted the Health Care "Choices" Plan. The Choices Plan will be offered to all persons newly hired in an OPERS covered position after January 1, 2003, with no prior service credit accumulated toward health care coverage. The Choices Plan will incorporate a cafeteria approach offering a broader range of health care options. The Choices Plan uses a graded scale from ten to thirty years to calculate a monthly health care benefit. This is in contrast to the ten-year "cliff" eligibility standard for the present Plan.

**ERIE COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2003

**NOTE 16 - POSTEMPLOYMENT BENEFITS – (Continued)**

The benefit recipient will be free to select the option that best meets their needs. Recipients will fund health care costs in excess of their monthly health care benefit. The Choices Plan will also offer a spending account feature enabling the benefit recipient to apply their allowance toward specific medical expenses, much like a medical spending account.

**B. State Teachers Retirement System of Ohio**

The County provides comprehensive health care benefits to retired teachers and their dependents through the State Teachers Retirement System (STRS). Benefits include hospitalization, physicians' fees, prescription drugs, and reimbursement of monthly Medicare premiums. Benefit provisions and the obligation to contribute are established by the STRS based on authority granted by State statute. STRS is funded on a pay-as-you-go basis.

The State Teachers Retirement Board has statutory authority over how much, if any, of the health care costs will be absorbed by STRS. Most benefit recipients pay a portion of the health care cost in the form of a monthly premium. By law, the cost of coverage paid from STRS funds shall be included in the employer contribution rate, currently 14 percent of covered payroll. For fiscal year 2003, the Board allocated employer contributions equal to 1 percent of covered payroll to the Health Care Reserve Fund. For the County, this amount was \$4,568.

STRS pays health care benefits from the Health Care Reserve Fund. The balance in the fund was \$3,011 million at June 30, 2002 (the latest information available). For the fiscal year ended June 30, 2002, net health care costs paid by STRS were \$354,697,000, and STRS had 105,300 eligible benefit recipients.

**NOTE 17 - BUDGETARY BASIS OF ACCOUNTING**

While reporting financial position, results of operations, and changes in fund balance on the basis of generally accepted accounting principles (GAAP), the budgetary basis as provided by law is based upon accounting for certain transactions on a basis of cash receipts and disbursements.

The Statement of Revenue, Expenditures, and Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis) presented for the general fund and major special revenue funds are presented on the budgetary basis to provide a meaningful comparison of actual results with the budget. The major differences between the budget basis and the GAAP basis are that:

- (a) Revenues and other financing sources are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis);
- (b) Expenditures and other financing uses are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis);
- (c) In order to determine compliance with Ohio law, and to reserve that portion of the applicable appropriation, total outstanding encumbrances (budget basis) are recorded as the equivalent of an expenditure, as opposed to a reservation of fund balance for that portion of outstanding encumbrances not already recognized as payables (GAAP basis).

**ERIE COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2003

**NOTE 17 - BUDGETARY BASIS OF ACCOUNTING - (Continued)**

The adjustments necessary to convert the results of operations for the year on the budget basis to the GAAP basis for the general fund and major special revenue funds are as follows:

**Net Change in Fund Balances**

|  | <u>General</u>      | <u>Public<br/>Assistance</u> | <u>Motor<br/>Vehicle and<br/>Gasoline Tax</u> | <u>County<br/>Board<br/>of MRDD</u> |
|--|---------------------|------------------------------|---|-------------------------------------|
| Budget basis   | \$ (1,944,095)      | \$ (999,373)                 | \$ (94,804)                                   | \$ (648,743)                        |
| Net adjustment for revenue accruals                  | (316,017)           | 41,550                       | (498,472)                                     | (46,683)                            |
| Net adjustment for expenditure accruals              | 261,965             | (85,241)                     | 248,186                                       | 46,184                              |
| Net adjustment for other<br>financing sources/(uses) | 43,600              | 215,466                      | -   | -                                   |
| Encumbrances (budget basis)                          | <u>1,002,673</u>    | <u>1,019,029</u>             | <u>556,233</u>                                | <u>406,965</u>                      |
| GAAP Basis   | <u>\$ (951,874)</u> | <u>\$ 191,431</u>            | <u>\$ 211,143</u>                             | <u>\$ (242,277)</u>                 |

**NOTE 18 - INVESTMENT POOL**

The County serves as fiscal agent for the Erie County Metro Parks District, a legally separate entity. The County pools the monies of this entity with the County's for investment purposes. The County cannot allocate its investments between the internal and external investment pools. The investment pool is not registered with the SEC as an investment company. The fair value of investments is determined annually. The pool does not issue shares. Each participant is allocated a pro rata share of each investment at fair value along with a pro rate share of interest that it earns.

**ERIE COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2003**

**NOTE 18 - INVESTMENT POOL - (Continued)**

Condensed financial information for the investment pool is as follows:

**Statement of Net Assets  
December 31, 2003**

|   |                      |
|---|----------------------|
| <u>Assets</u>   |                      |
| Equity in pooled cash and cash equivalents            | \$ 47,897,303        |
| Accrued interest receivable                           | <u>66,731</u>        |
| Total   | <u>\$ 47,964,034</u> |
| <u>Net Assets Held in Trust for Pool Participants</u> |                      |
| Internal portion                                      | \$ 47,345,978        |
| External portion                                      | <u>618,056</u>       |
| Total   | <u>\$ 47,964,034</u> |

**Statement of Changes in Net Assets  
For The Year Ended December 31, 2003**

|  |                      |
|--|----------------------|
| <u>Revenues</u>                                  |                      |
| Interest revenue                                 | \$ 1,085,334         |
| <u>Expenses</u>                                  |                      |
| Operating expenses                               | <u>-</u>             |
| Net increase in assets resulting from operations | 1,085,334            |
| Distribution to pool participants                | (1,078,154)          |
| <u>Capital Transactions</u>                      |                      |
| Proceeds of investments sold                     | (40,892,285)         |
| Purchase of investments                          | <u>47,897,303</u>    |
| Total increase in net assets                     | 7,012,198            |
| Net assets, beginning of year                    | <u>40,951,836</u>    |
| Net assets, end of year                          | <u>\$ 47,964,034</u> |

**ERIE COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2003

**NOTE 18 - INVESTMENT POOL - (Continued)**

At year end, the carrying amount of the pool's deposits was \$26,072,558 and the bank balance was \$27,990,511. Of the bank balance, \$500,000 was covered by federal depository insurance and \$27,490,511 was uninsured and uncollateralized. Although all State statutory requirements for the deposit of money had been followed, non-compliance with federal requirements could potentially subject the County to a successful claim by the FDIC. At year end, the investments of the pool classified according to GASB Statement No. 3 were as follows:

|  | <u>Category 1</u> | <u>Category 2</u>   | <u>Fair Value</u>   |
|--|-------------------|---------------------|---------------------|
| Federal agency securities                  | \$ -              | \$20,982,739        | \$20,982,739        |
| County bonds                               | 48,023            | -                   | 48,023              |
| Investments not subject to categorization: |                   |                     |                     |
| Investment in STAR Ohio                    | <u>-</u>          | <u>-</u>            | <u>720,399</u>      |
| Total                                      | <u>\$ 48,023</u>  | <u>\$20,982,739</u> | <u>\$21,751,161</u> |

The federal agency securities have maturity dates ranging from January 2004 to December 2005. Interest rates of the federal agency securities vary from 1.1% to 3.8%, and the STAR Ohio interest rate was 1.03%.

The classification of cash and cash equivalents, and investments for the pool is based on criteria set forth in GASB Statement No. 9, "Reporting Cash Flows of Proprietary and Nonexpendable Trust Funds and Governmental Entities That Use Proprietary Fund Accounting".

**NOTE 19 - CONTINGENCIES**

The County is a defendant in a number of claims and lawsuits which may be classified as routine litigation, in which minimal, nonmaterial damages are being sought. In addition, the County is defendant in numerous other claims and lawsuits, ranging from tort liability to civil rights litigation, in which the County believes the amounts claimed are overstated and not fair estimates of the ultimate settlements, if any, of these claims. Amounts paid by the County in 2003 for litigation settled were not material.

The County participates in a number of federal and state assisted grant programs. These programs are subject to financial and compliance audits by grantors or their representatives. Such audits could identify expenditures disallowed under the terms of the grant and the applicable funds may need to be reimbursed to the granting agency. At December 31, 2003, the audits of certain programs have not been completed. Accordingly, the County's compliance with applicable grant requirements will be established at some future date. The County believes that disallowed claims, if any, will not have a material adverse effect on the County's financial position and no provisions have been made.

## ERIE COUNTY, OHIO

### NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2003

#### **NOTE 19 - CONTINGENCIES - (Continued)**

In September, 1997, the County entered into an agreement to provide local share funding of \$4.3 million to the Ohio Department of Transportation (ODOT), for the purpose of widening 5.5 miles of U.S. Route 250 from the Ohio Turnpike Interchange 7 to Ohio State Route 2, and improvements to Interchange 7 and the Butler Street Ramp in the City of Sandusky. The County Treasurer provided the local share from funds on hand in the County Treasury, which will be repaid to the County over a 20-year period; annual principal and interest installments commenced October 1, 1998. To assist with repayment to the County Treasury, the County Commissioners signed an agreement with the Erie County Visitors and Convention Bureau (VCB) to remit proceeds from an additional one percent (1%) hotel/motel tax enacted by the Commissioners, effective January, 1997.

In 1997, the County Treasurer remitted \$1.55 million to ODOT; the remainder was remitted in 2000. There were no repayments from the County in 2003, although management anticipates remitting final amounts to ODOT once the project is completed in early 2004. The County's General fund is contingently liable for any shortcomings from the hotel/motel tax. At December 31, 2003, \$1,111,110 was collected and available in proceeds from the second one percent hotel/motel tax.

#### **NOTE 20 - CLOSURE AND POST-CLOSURE CARE COSTS**

State and federal laws and regulations require the County to place a final cover on its landfill site when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for thirty years after closure. Although closure and postclosure care costs will be paid only near or after the date that the landfill stops accepting waste, the County reports a portion of these closure and postclosure care costs as an operating expense in each period based on landfill capacity used as of each balance sheet date.

The \$9,426,614 reported as the landfill closure and postclosure care liability at December 31, 2003 represents the cumulative amount reported to date based on the use of 77.26% of the estimated capacity of the landfill. The County will recognize the remaining estimated cost of closure and postclosure care of \$2,774,543 as the remaining estimated capacity is filled. These amounts are based on what it would cost to perform all closure and postclosure care in 2003. The County expects to close the landfill in the year 2019. Actual cost may be higher due to inflation, changes in technology, or changes in regulations.

The County is required by state and federal laws and regulations to make annual contributions to a trust to finance closure and postclosure costs or to pass a financial accountability test. The County has passed the financial accountability test proving the ability to self fund these costs.

#### **NOTE 21 - RELATED PARTY TRANSACTIONS**

In 2003, the County provided facilities, certain equipment, transportation and salaries for the administration, implementation and supervision of programs to Double S Industries, Inc. (the "Workshop"), a discretely presented component unit of the County. The Workshop reported \$23,163 for such contributions, recording revenue and expenses at cost or fair value, as applicable, to the extent the contribution is related to the vocational purposes of the Workshop.

**ERIE COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2003

**NOTE 22 - CONDUIT DEBT OBLIGATIONS**

In fiscal year 2003, and in prior years, the County has issued Industrial Revenue Bonds and Health Care Facility Bonds to provide financial assistance to private-sector entities for the acquisition and construction of industrial and commercial facilities deemed to be in the public interest. The bonds are secured by the property financed and are payable solely from payments received on the underlying mortgage loans. Upon repayment of the bonds, ownership of the acquired facilities transfers to the private-sector entity served by the bond issuance. Neither the County, the State, nor any political subdivision thereof is obligated in any manner for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements. As of December 31, 2003, there were 21 series of Industrial Revenue Bonds outstanding. The aggregate principal amount payable for the six series issued after July 1, 1995 was \$108,655,000. The aggregate principal amount payable for the fifteen series issued prior to July 1, 1995 could not be determined, however, their original issue amounts totaled \$212.38 million.

**NOTE 23 - CONTRACTUAL COMMITMENTS**

As of December 31, 2003, the County was contractually obligated for 9 construction or improvement projects, most of which were related to water, sewer, and road improvements. The original contracts for all projects total \$22,307,535. The total outstanding commitment at December 31, 2003 was \$11,086,480. A summary of the projects follows:

| <u>Project</u>                  | <u>Fund</u>   | <u>Contract Amount</u> | <u>Paid as of December 31, 2003</u> | <u>Balance of Contract</u> |
|---------------------------------|---------------|------------------------|-------------------------------------|----------------------------|
| DeWitt Avenue Bridge            | MVGT          | \$ 105,170             | \$ 37,943                           | \$ 67,227                  |
| Perkins Avenue Resurfacing      | Bldg. Constr. | 157,500                | 136,771                             | 20,729                     |
| State Rt. 4 Sewerline           | Sewer         | 6,011,938              | -                                   | 6,011,938                  |
| Hinde/Maple Hills Sewer Project | Sewer         | 1,292,532              | 826,503                             | 466,029                    |
| Water District "B"              | Water         | 10,509,706             | 6,967,401                           | 3,542,305                  |
| Landfill BAT Cells/Capping      | Landfill      | <u>4,230,689</u>       | <u>3,252,437</u>                    | <u>978,252</u>             |
| Totals                          |               | <u>\$ 22,307,535</u>   | <u>\$ 11,221,055</u>                | <u>\$11,086,480</u>        |

**NOTE 24 - RESERVE BALANCE ACCOUNT**

In fiscal 2000 the County established, in accordance with section 5705.13 of the Ohio Revised Code, an account for the express purpose of budget stabilization. No additional funds were reserved during fiscal year 2003. General fund balance has been designated on the fund financial statements (see Note 2).

**NOTE 25 - SIGNFICANT SUBSEQUENT EVENT**

On September 9, 2004, the County Commissioners approved \$6,000,000 in Various Purpose General Obligation Refunding Bonds, intended to refund the \$3,500,000 Series 1993 East Erie Sewer and Water District Huron River Basis Sewer Project Refunding Bonds (\$2,105,000 in current outstanding principal), the \$810,000 Series 1993 Perkins-Margaretta Sewer and Water District Plum Brook Sewer Project Refunding Bonds (\$465,000 in current outstanding principal), the \$935,000 Series 1993 Human Services Building Addition Refunding Bonds (\$545,000 in current outstanding principal), the \$315,000 Series 1993 East Erie Water District Water Line Refunding Bonds (\$115,000 in current outstanding principal), and the \$3,610,000 Series 1993 Erie County Water District Improvement Project Refunding Bonds (\$2,295,000 in current outstanding principal). Proceeds of \$5,680,000, the total amount of the issue, were certified and received by the Treasurer on October 7, 2004.

**ERIE COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2003**

**NOTE 26 - NOTES TO DISCRETELY PRESENTED COMPONENT UNIT**

**A. Summary of Significant Accounting Principles**

Double S Industries (the "Workshop"), is primarily a sheltered workshop providing employment to the mentally retarded or developmentally disabled, is a non-profit corporation existing under the laws of Ohio. The financial statements of the Workshop have been prepared on the accrual basis of generally accepted accounting principles and accordingly, reflect all significant receivables, payable, and other liabilities. Financial statement presentation follows the recommendations of the Financial Accounting Standards Board in its Statement of Financial Accounting Standards (SFAS) No. 117, Financial Statements of Not-for-Profit Workshops. Under SFAS No., 117, the Workshop is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets temporarily restricted net assets, and permanently restricted net assets. At December 31, 2003 and 2002, management considered certain net assets to be unrestricted and others to be temporarily restricted.

The preparation of the financial statements in conformity with GAAP requires management to make estimated and assumptions that affect amounts reported in the financial statements. Actual results could differ from those estimates. Substantially all major equipment acquired prior to 1986 and owned by the Workshop is quite old and is not reflected in the balance sheet accounts. For financial reporting purposes, the cost of equipment carried on the books is being charged against income over the estimated useful lives of such equipment, using the straight-line method. The estimated lives for equipment ranges between 5 and 10 years. Routine maintenance, repairs, renewals, and replacement costs are charged against income. Expenditures which materially increase value or extend useful lives are capitalized. Cost and related accumulated depreciation on property sold or otherwise retired are removed from the accounts and gains or losses on disposition are credited to or charged against income.

**B. Income Taxes**

The Workshop is a non-profit corporation exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code.

**C. Deposits**

Double S Industries acted as the fiscal agent for ECB/MRDD and certain other agencies which provided seminars. Revenue collected from seminars was offset by the expenses of the seminars with the net unexpended amount reflected as a deposit liability on the books of the Workshop. The unexpended liability account at December 31, 2003 was \$3,769 and \$1,419 at December 31, 2002.

**D. Job Coaching**

The Workshop provides job coaching services to certain clients of another non-profit workshop which has a contract with the ECB/MRDD paid staff to provide the service. The non-profit workshop receiving the service is charged only the cost of the staff utilized to provide such job coaching, which the Workshop collects and records as revenue. The Workshop reimburses the ECB/MRDD for the use of its staff and records it as an expense.



**ERIE COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2003**

**NOTE 26 - NOTES TO DISCRETELY PRESENTED COMPONENT UNIT - (Continued)**

**E. Property and Equipment**

As previously described, the Workshop owns certain equipment; however, a majority of the equipment and the building utilized by the Workshop belongs to the ECB/MRDD, which contracts for the use of the facility at no charge. During the years ended December 31, 2003 and 2002, the Workshop expended \$11,477 and \$12,774, respectively, for new equipment, ownership of which vests in the Workshop.

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## COMBINING STATEMENTS

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**ERIE COUNTY, OHIO**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**FUND DESCRIPTIONS**

**Nonmajor Special Revenue Funds**

Special revenue funds are used to account for specific revenues that are legally restricted to expenditures for particular purposes. A description of the County's special revenue funds follows:

**Dog and Kennel Fund**

To account for local revenues and expenditures relative to the licensing and protection of the canine population in Erie County, as well as to protect the general health of the residents.

**Hotel-Motel Tax Fund**

To account for local bed taxes applied to transient guests who stay in Erie County, and to provide tourism promotion.

**Children Services Fund**

To account for various federal and state grants, as well as transfers from the general fund used to provide care and services to children.

**Child Support Enforcement-Administration Fund**

To account for state, federal and local revenue used to administer the County Bureau of Support.

**Litter Control Fund**

To account for state and local funds used to reduce litter and clean up existing litter in the County.

**Real Estate Assessment Fund**

A fund used to account for state mandated county wide real estate appraisals that are funded by charges to the political subdivisions located within the County.

**Computerization-Common Pleas Court Fund**

A fund used to account for specific fees collected as court costs to be used to computerize the Court of Common Pleas.

**Computerization-Juvenile Court Fund**

To account for specific fees collected as court costs to be used to computerize the Juvenile Court.

**Computerization-Probate Court Fund**

To account for specific fees collected as court costs to be used to computerize the Probate Court.

**Title Administration Fund**

To account for revenue derived from the issuing of motor vehicle titles and investment income. Expenditures are restricted to the administration of the state program.

**Computerization-County Court Fund**

To account for specific fees collected as court costs to be used to computerize the clerical processing of the courts.

**County Recorder Equipment Fund**

To account for revenue derived from a portion of filing fees obtained by the recorder to be used for the purchase of recordation equipment.

**County Court-Capital Improvement Fund**

To account for specific fees collected as court costs to be used for improvements to the County courthouse.

**Sheriff Federal Fund**

To account for federal money used to assist in crime prevention.

**Youth Violence Reduction Fund**

To account for federal grants to be used to reduce violence by educating the County's youth.

**ERIE COUNTY, OHIO**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**FUND DESCRIPTIONS**

**Nonmajor Special Revenue Funds**

**Felony Delinquent Care/Custody Fund**

To account for the revenue received from the state for grant funds to be used for the care and custody of delinquent felons.

**Community Development Block Grant Fund**

To account for revenues received from federal grants and County matching funds made to various businesses and industries in the County for development and expansion.

**Community Rotary Fund**

To account for federal grant funds and County matching funds used to issue low interest loans to businesses and industries for the purpose of development and expansion.

**Community Corrections Fund**

To account for grant monies to be used to aid felons as an alternative to incarceration.

**Federal Elections Fund**

To account for funds to upgrade the Voter Registration System mandated by the State of Ohio for the Board of Elections, financed by a grant issued from the State.

**Crime Victim Assistance Fund**

To account for federal and state grants, as well as transfers from the general fund used to provide public assistance to victims of crimes as well as pay their providers of medical assistance.

**Senior Citizens Levy Fund**

To account for the senior citizens levy.

**County Solid Waste District Fund**

To account for fees collected for the purpose of disposing or recycling of solid waste generated county wide under the authority of the Solid Waste District Board.

**Benchmark Drug Court Program Fund**

To account for state funds used to reduce drug use within the County by educating the County's youth.

**Ditch Maintenance Fund**

To account for special assessment revenue which will be used to provide irrigation ditches and maintain existing ditches in the County.

**County Emergency Management Fund**

To account for the emergency management agency.

**Domestic Shelters Fund**

To account for state and local funds used to provide shelter for abused women.

**Public Defender Fund**

To account for state and local funds used to provide legal counsel to indigent clients.

**Supported Living Fund**

To account for funds collected for the care of assisted living, residential care or institutional care of mentally retarded and/or mental health clients.

**Indigent Guardianship Fund**

To account for fees received from Probate Court fees which are used to provide legal guardianship for indigents.

**Indigent Drivers Alcohol Treatment Fund**

To account for the deposit of state and federal funds to be used to treat indigent substance abusers who have been convicted of motor vehicle violations.

**Alcohol Enforcement and Education Fund**

To account for state funds collected from fines to be used for the purpose of educating indigent drunk drivers and enforcement of state drunk driving laws within the County.

**Drug Enforcement Fund**

To account for funds collected from fines and forfeitures to be used exclusively for the enforcement of state and federal laws governing the use and/or sale of illegal drugs within the County.

**Federal Justice Grant Fund**

To account for federal, state and local funds used to assist local law enforcement authorities in the prevention, apprehension and conviction of violators of federal laws.

**Treasurer's Prepaid Interest Fund**

To account for interest earned on prepaid property taxes.

**Delinquent Real Estate Tax Assessment and Collection (D.R.E.T.A.C.) Fund**

To account for the penalties collected by the treasurer for the purpose of assessing, collecting and foreclosing on delinquent real estate tax periods.

**Children Trust Fund**

To account for funds placed in a trust and used to provide services and care to children.

**Nonmajor Debt Service Funds**

The debt service funds are used to account for the accumulation of resources and payments of general obligation bond principal and interest from government resources, and special assessment bond principal and interest from special assessment levies when the government is obligated in some manner for the payment.

**Bond Retirement Fund**

To account for debt service payments related to the County's general obligation debt.

**Special Assessment Bond Retirement Fund**

To account for debt service payments related to the County's special assessment debt with governmental commitment.

**Nonmajor Capital Projects Funds**

Capital projects funds are used to account for the acquisition and construction of major capital facilities other than those financed by proprietary funds and trust funds.

**Building Construction Fund**

To account for the construction of major County facilities.

**Drainage Improvements Fund**

To account for ditch improvements.

**Country Club Lane Roads Fund**

To account for improvements to Osborne Drive.

**Quarry Lakes Public Improvement Fund**

To account for improvements to Quarry Lakes.

**ERIE COUNTY, OHIO**

COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
DECEMBER 31, 2003

|   | <u>Nonmajor<br/>Special Revenue<br/>Funds</u> | <u>Nonmajor<br/>Debt Service<br/>Funds</u> | <u>Nonmajor<br/>Capital Projects<br/>Funds</u> | <u>Total<br/>Nonmajor<br/>Governmental<br/>Funds</u> |
|---|---|--|--|--|
| <b>Assets:</b>                                      |   |  |  |  |
| Equity in pooled cash and cash equivalents. . . . . | \$ 7,865,267                                  | \$ 272,535                                 | \$ 2,543,333                                   | \$ 10,681,135  |
| Receivables (net of allowances of uncollectibles):  |   |  |  |  |
| Sales taxes . . . . .                               | 139,556                                       | -  | -  | 139,556  |
| Real estate and other taxes. . . . .                | 850,014                                       | -  | -  | 850,014  |
| Accounts. . . . .                                   | 77,822  | -  | 2,753  | 80,575   |
| Special assessments . . . . .                       | 3,272   | 2,573,709                                  | -  | 2,576,981  |
| Accrued interest . . . . .                          | 583   | -  | -  | 583  |
| Due from other funds . . . . .                      | -   | 16,431                                     | -  | 16,431   |
| Due from other governments. . . . .                 | 640,640                                       | -  | -  | 640,640  |
| Loans receivable . . . . .                          | 387,245                                       | -  | -  | 387,245  |
| Total assets . . . . .                              | <u>\$ 9,964,399</u>                           | <u>\$ 2,862,675</u>                        | <u>\$ 2,546,086</u>                            | <u>\$ 15,373,160</u>                                 |
| <b>Liabilities:</b>                                 |   |  |  |  |
| Accounts payable . . . . .                          | \$ 457,679                                    | \$ -                                       | \$ 394,895                                     | \$ 852,574   |
| Accrued wages and benefits . . . . .                | 152,564                                       | -  | -  | 152,564  |
| Advances from other funds . . . . .                 | 6,401   | -  | -  | 6,401  |
| Due to other funds . . . . .                        | 69,582  | -  | -  | 69,582   |
| Deferred revenue . . . . .                          | 1,158,594                                     | 2,573,709                                  | -  | 3,732,303  |
| Pension obligation payable . . . . .                | 43,973  | -  | -  | 43,973   |
| Total liabilities . . . . .                         | <u>1,888,793</u>                              | <u>2,573,709</u>                           | <u>394,895</u>                                 | <u>4,857,397</u>                                     |
| <b>Fund Balances:</b>                               |   |  |  |  |
| Fund balances (deficit):                            |   |  |  |  |
| Reserved for encumbrances. . . . .                  | 1,444,068                                     | -  | 2,322,792                                      | 3,766,860  |
| Reserved for debt service . . . . .                 | -   | 10,414                                     | -  | 10,414   |
| Reserved for loans . . . . .                        | 387,245                                       | -  | -  | 387,245  |
| Unreserved, undesignated, reported in:              |   |  |  |  |
| Special revenue funds . . . . .                     | 6,244,293                                     | -  | -  | 6,244,293  |
| Debt service funds. . . . .                         | -   | 278,552                                    | -  | 278,552  |
| Capital projects funds . . . . .                    | -   | -  | (171,601)                                      | (171,601)  |
| Total fund balances. . . . .                        | <u>8,075,606</u>                              | <u>288,966</u>                             | <u>2,151,191</u>                               | <u>10,515,763</u>                                    |
| Total liabilities and fund balances . . . . .       | <u>\$ 9,964,399</u>                           | <u>\$ 2,862,675</u>                        | <u>\$ 2,546,086</u>                            | <u>\$ 15,373,160</u>                                 |



**ERIE COUNTY, OHIO**

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
NONMAJOR GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED DECEMBER 31, 2003

|  | <b>Nonmajor<br/>Special Revenue<br/>Funds</b> | <b>Nonmajor<br/>Debt Service<br/>Funds</b> | <b>Nonmajor<br/>Capital Projects<br/>Funds</b> | <b>Total<br/>Nonmajor<br/>Governmental<br/>Funds</b> |
|--|---|--|--|--|
| <b>Revenues:</b>   |   |  |  |  |
| Property taxes . . . . .   | \$ 839,431                                    | \$ -                                       | \$ -   | \$ 839,431   |
| Sales taxes . . . . .  | 1,557,970                                     | -  | -  | 1,557,970  |
| Charges for services . . . . .   | 2,504,522                                     | -  | -  | 2,504,522  |
| Fines and forfeitures . . . . .  | 33,673  | -  | -  | 33,673   |
| Intergovernmental . . . . .  | 6,192,266                                     | -  | 213,168  | 6,405,434  |
| Special assessments . . . . .  | 1,166   | 661,599                                    | 18,009   | 680,774  |
| Investment income . . . . .  | 29,856  | -  | 211  | 30,067   |
| Rental income . . . . .  | -   | -  | 4,733  | 4,733  |
| Reimbursements . . . . .   | 14,229  | -  | 65,203   | 79,432   |
| Other . . . . .  | 833,220                                       | 226,067                                    | 6,097  | 1,065,384  |
| <b>Total revenues . . . . .</b>  | <b>12,006,333</b>                             | <b>887,666</b>                             | <b>307,421</b>                                 | <b>13,201,420</b>                                    |
| <b>Expenditures:</b>   |   |  |  |  |
| Current:   |   |  |  |  |
| General government:  |   |  |  |  |
| Legislative and executive . . . . .                                    | 1,434,468                                     | -  | -  | 1,434,468  |
| Judicial . . . . .   | 13,635  | -  | -  | 13,635   |
| Public safety . . . . .  | 1,982,200                                     | -  | -  | 1,982,200  |
| Public works . . . . .   | 59,371  | -  | -  | 59,371   |
| Health . . . . .   | 1,465,185                                     | -  | -  | 1,465,185  |
| Human services . . . . .   | 5,439,085                                     | -  | -  | 5,439,085  |
| Economic development and assistance . . . . .                          | 603,759                                       | -  | -  | 603,759  |
| Other . . . . .  | 1,619,823                                     | -  | -  | 1,619,823  |
| Capital outlay . . . . .   | -   | -  | 1,664,791                                      | 1,664,791  |
| Debt service:  |   |  |  |  |
| Principal retirement . . . . .   | -   | 1,012,000                                  | -  | 1,012,000  |
| Interest and fiscal charges . . . . .                                  | -   | 647,907                                    | -  | 647,907  |
| <b>Total expenditures . . . . .</b>                                    | <b>12,617,526</b>                             | <b>1,659,907</b>                           | <b>1,664,791</b>                               | <b>15,942,224</b>                                    |
| Excess (deficiency) of revenues<br>over (under) expenditures . . . . . | (611,193)                                     | (772,241)                                  | (1,357,370)                                    | (2,740,804)  |
| <b>Other financing sources (uses):</b>                                 |   |  |  |  |
| Proceeds from sale of bonds . . . . .                                  | -   | -  | 48,023   | 48,023   |
| Proceeds from sale of notes . . . . .                                  | -   | -  | 2,500,000                                      | 2,500,000  |
| Transfers in . . . . .   | 2,090,000                                     | 1,009,773                                  | -  | 3,099,773  |
| Transfers out . . . . .  | (825,000)                                     | (243,521)                                  | -  | (1,068,521)  |
| <b>Total other financing sources (uses) . . . . .</b>                  | <b>1,265,000</b>                              | <b>766,252</b>                             | <b>2,548,023</b>                               | <b>4,579,275</b>                                     |
| Net change in fund balances . . . . .                                  | 653,807                                       | (5,989)                                    | 1,190,653                                      | 1,838,471  |
| <b>Fund balances at beginning of year . . . . .</b>                    | <b>7,421,799</b>                              | <b>294,955</b>                             | <b>960,538</b>                                 | <b>8,677,292</b>                                     |
| <b>Fund balances (deficits) at end of year . . . . .</b>               | <b>\$ 8,075,606</b>                           | <b>\$ 288,966</b>                          | <b>\$ 2,151,191</b>                            | <b>\$ 10,515,763</b>                                 |

**ERIE COUNTY, OHIO**

COMBINING BALANCE SHEET  
NONMAJOR SPECIAL REVENUE FUNDS  
DECEMBER 31, 2003

|   | <u>Dog and<br/>Kennel</u> | <u>Hotel-Motel<br/>Tax</u> | <u>Children<br/>Services</u> | <u>Child Support<br/>Enforcement-<br/>Administration</u> |
|---|---------------------------|----------------------------|------------------------------|--|
| <b>Assets:</b>                                      |                           |                            |                              |  |
| Equity in pooled cash and cash equivalents. . . . . | \$ 77,841                 | \$ 1,739,482               | \$ 248,664                   | \$ 392,352   |
| Receivables (net of allowances of uncollectibles):  |                           |                            |                              |  |
| Sales taxes . . . . .                               | -                         | 139,556                    | -                            | -  |
| Real estate and other taxes. . . . .                | -                         | -                          | -                            | -  |
| Accounts. . . . .                                   | 3,657                     | -                          | 593                          | 8,913  |
| Special assessments . . . . .                       | -                         | -                          | -                            | -  |
| Accrued interest . . . . .                          | -                         | -                          | -                            | -  |
| Due from other governments . . . . .                | -                         | -                          | 206,067                      | 1,953  |
| Loans receivable . . . . .                          | -                         | -                          | -                            | -  |
| Total assets. . . . .                               | <u>\$ 81,498</u>          | <u>\$ 1,879,038</u>        | <u>\$ 455,324</u>            | <u>\$ 403,218</u>  |
| <b>Liabilities:</b>                                 |                           |                            |                              |  |
| Accounts payable. . . . .                           | \$ 2,810                  | \$ -                       | \$ 252,481                   | \$ 7,602   |
| Accrued wages and benefits . . . . .                | 4,809                     | -                          | -                            | 62,294   |
| Advances from other funds. . . . .                  | -                         | -                          | -                            | -  |
| Due to other funds . . . . .                        | 232                       | -                          | 885                          | 3,972  |
| Deferred revenue. . . . .                           | -                         | -                          | -                            | -  |
| Pension obligation payable. . . . .                 | 1,627                     | -                          | -                            | 16,307   |
| Total liabilities. . . . .                          | <u>9,478</u>              | <u>-</u>                   | <u>253,366</u>               | <u>90,175</u>  |
| <b>Fund Balances:</b>                               |                           |                            |                              |  |
| Fund balances (deficit):                            |                           |                            |                              |  |
| Reserved for encumbrances. . . . .                  | 3,062                     | -                          | 137,789                      | 41,811   |
| Reserved for loans . . . . .                        | -                         | -                          | -                            | -  |
| Unreserved, undesignated, reported in:              |                           |                            |                              |  |
| Special revenue funds . . . . .                     | 68,958                    | 1,879,038                  | 64,169                       | 271,232  |
| Total fund balances. . . . .                        | <u>72,020</u>             | <u>1,879,038</u>           | <u>201,958</u>               | <u>313,043</u>   |
| Total liabilities and fund balances . . . . .       | <u>\$ 81,498</u>          | <u>\$ 1,879,038</u>        | <u>\$ 455,324</u>            | <u>\$ 403,218</u>  |

| <u>Litter Control</u> | <u>Real Estate Assessment</u> | <u>Computerization-Common Pleas Court</u> | <u>Computerization-Juvenile Court</u> | <u>Computerization-Probate Court</u> | <u>Title Administration</u> |
|-----------------------|-------------------------------|---|---------------------------------------|--------------------------------------|-----------------------------|
| \$ 425                | \$ 876,365                    | \$ 111,921                                | \$ 44,238                             | \$ 30,287                            | \$ 217,503                  |
| -                     | -                             | -   | -                                     | -                                    | -                           |
| -                     | -                             | -   | -                                     | -                                    | -                           |
| -                     | -                             | 535                                       | 900                                   | 440                                  | 20,995                      |
| -                     | -                             | -   | -                                     | -                                    | -                           |
| -                     | -                             | -   | -                                     | -                                    | 74                          |
| -                     | -                             | -   | -                                     | -                                    | -                           |
| -                     | -                             | -   | -                                     | -                                    | -                           |
| <u>\$ 425</u>         | <u>\$ 876,365</u>             | <u>\$ 112,456</u>                         | <u>\$ 45,138</u>                      | <u>\$ 30,727</u>                     | <u>\$ 238,572</u>           |
| \$ -                  | \$ 25,262                     | \$ 170                                    | \$ -                                  | \$ -                                 | \$ 1,935                    |
| 182                   | 13,985                        | -   | -                                     | -                                    | 7,679                       |
| -                     | -                             | -   | -                                     | -                                    | -                           |
| -                     | -                             | -   | -                                     | -                                    | -                           |
| -                     | -                             | -   | -                                     | -                                    | -                           |
| 25                    | 4,452                         | -   | -                                     | -                                    | 2,464                       |
| <u>207</u>            | <u>43,699</u>                 | <u>170</u>                                | <u>-</u>                              | <u>-</u>                             | <u>12,078</u>               |
| 11,320                | 733,599                       | 5   | 1,000                                 | -                                    | 4,376                       |
| -                     | -                             | -   | -                                     | -                                    | -                           |
| <u>(11,102)</u>       | <u>99,067</u>                 | <u>112,281</u>                            | <u>44,138</u>                         | <u>30,727</u>                        | <u>222,118</u>              |
| <u>218</u>            | <u>832,666</u>                | <u>112,286</u>                            | <u>45,138</u>                         | <u>30,727</u>                        | <u>226,494</u>              |
| <u>\$ 425</u>         | <u>\$ 876,365</u>             | <u>\$ 112,456</u>                         | <u>\$ 45,138</u>                      | <u>\$ 30,727</u>                     | <u>\$ 238,572</u>           |

-continued

**ERIE COUNTY, OHIO**

COMBINING BALANCE SHEET  
NONMAJOR SPECIAL REVENUE FUNDS  
DECEMBER 31, 2003

|   | <u>Computerization-<br/>County<br/>Court</u> | <u>County Recorder<br/>Equipment</u> | <u>County Court-<br/>Capital<br/>Improvement</u> | <u>Sheriff<br/>Federal</u> |
|---|--|--------------------------------------|--|----------------------------|
| <b>Assets:</b>                                      |  |                                      |  |                            |
| Equity in pooled cash and cash equivalents. . . . . | \$ 144,435                                   | \$ 18,052                            | \$ 596,048                                       | \$ 12,569                  |
| Receivables (net of allowances of uncollectibles):  |  |                                      |  |                            |
| Sales taxes . . . . .                               | -  | -                                    | -  | -                          |
| Real estate and other taxes. . . . .                | -  | -                                    | -  | -                          |
| Accounts. . . . .                                   | 1,173  | 1,554                                | 15,231   | -                          |
| Special assessments . . . . .                       | -  | -                                    | -  | -                          |
| Accrued interest . . . . .                          | -  | -                                    | -  | -                          |
| Due from other governments . . . . .                | -  | -                                    | -  | 6,004                      |
| Loans receivable . . . . .                          | -  | -                                    | -  | -                          |
| Total assets. . . . .                               | <u>\$ 145,608</u>                            | <u>\$ 19,606</u>                     | <u>\$ 611,279</u>                                | <u>\$ 18,573</u>           |
| <b>Liabilities:</b>                                 |  |                                      |  |                            |
| Accounts payable. . . . .                           | \$ 500                                       | \$ (9,780)                           | \$ 2,844   | \$ 859                     |
| Accrued wages and benefits . . . . .                | -  | -                                    | -  | 3,136                      |
| Advances from other funds. . . . .                  | -  | -                                    | -  | -                          |
| Due to other funds . . . . .                        | -  | -                                    | -  | -                          |
| Deferred revenue. . . . .                           | -  | -                                    | -  | -                          |
| Pension obligation payable. . . . .                 | -  | -                                    | -  | 846                        |
| Total liabilities. . . . .                          | <u>500</u>                                   | <u>(9,780)</u>                       | <u>2,844</u>                                     | <u>4,841</u>               |
| <b>Fund Balances:</b>                               |  |                                      |  |                            |
| Fund balances (deficit):                            |  |                                      |  |                            |
| Reserved for encumbrances. . . . .                  | -  | 6,788                                | 18,844   | -                          |
| Reserved for loans . . . . .                        | -  | -                                    | -  | -                          |
| Unreserved, undesignated, reported in:              |  |                                      |  |                            |
| Special revenue funds . . . . .                     | <u>145,108</u>                               | <u>22,598</u>                        | <u>589,591</u>                                   | <u>13,732</u>              |
| Total fund balances. . . . .                        | <u>145,108</u>                               | <u>29,386</u>                        | <u>608,435</u>                                   | <u>13,732</u>              |
| Total liabilities and fund balances . . . . .       | <u>\$ 145,608</u>                            | <u>\$ 19,606</u>                     | <u>\$ 611,279</u>                                | <u>\$ 18,573</u>           |

| <b>Youth Violence Reduction</b> | <b>Felony Delinquent Care/Custody</b> | <b>Community Development Block Grant</b> | <b>Community Rotary</b> | <b>Community Corrections</b> | <b>Federal Elections</b> | <b>Crime Victim Assistance</b> |
|---------------------------------|---------------------------------------|--|-------------------------|------------------------------|--------------------------|--------------------------------|
| \$ -                            | \$ 1,360,228                          | \$ 505,021                               | \$ 50,578               | \$ 25,991                    | \$ 17,350                | \$ 44,696                      |
| -                               | -                                     | -  | -                       | -                            | -                        | -                              |
| -                               | -                                     | -  | -                       | -                            | -                        | -                              |
| -                               | -                                     | -  | -                       | -                            | -                        | -                              |
| -                               | -                                     | 509                                      | -                       | -                            | -                        | -                              |
| -                               | -                                     | 244,690                                  | -                       | -                            | -                        | 55,250                         |
| -                               | -                                     | 387,245                                  | -                       | -                            | -                        | -                              |
| <u>\$ -</u>                     | <u>\$ 1,360,228</u>                   | <u>\$ 1,137,465</u>                      | <u>\$ 50,578</u>        | <u>\$ 25,991</u>             | <u>\$ 17,350</u>         | <u>\$ 99,946</u>               |
| \$ -                            | \$ 4,044                              | \$ 25,709                                | \$ -                    | \$ -                         | \$ -                     | \$ 606                         |
| -                               | 20,464                                | -  | -                       | 2,812                        | -                        | 6,144                          |
| -                               | -                                     | 6,401                                    | -                       | -                            | -                        | -                              |
| 20,875                          | -                                     | -  | -                       | -                            | -                        | -                              |
| -                               | -                                     | 216,900                                  | -                       | -                            | -                        | 44,735                         |
| -                               | 5,910                                 | -  | -                       | 867                          | -                        | 1,923                          |
| <u>20,875</u>                   | <u>30,418</u>                         | <u>249,010</u>                           | <u>-</u>                | <u>3,679</u>                 | <u>-</u>                 | <u>53,408</u>                  |
| 23,970                          | 27,965                                | 233,480                                  | -                       | -                            | -                        | 776                            |
| -                               | -                                     | 387,245                                  | -                       | -                            | -                        | -                              |
| <u>(44,845)</u>                 | <u>1,301,845</u>                      | <u>267,730</u>                           | <u>50,578</u>           | <u>22,312</u>                | <u>17,350</u>            | <u>45,762</u>                  |
| <u>(20,875)</u>                 | <u>1,329,810</u>                      | <u>888,455</u>                           | <u>50,578</u>           | <u>22,312</u>                | <u>17,350</u>            | <u>46,538</u>                  |
| <u>\$ -</u>                     | <u>\$ 1,360,228</u>                   | <u>\$ 1,137,465</u>                      | <u>\$ 50,578</u>        | <u>\$ 25,991</u>             | <u>\$ 17,350</u>         | <u>\$ 99,946</u>               |

-continued

**ERIE COUNTY, OHIO**

COMBINING BALANCE SHEET  
NONMAJOR SPECIAL REVENUE FUNDS  
DECEMBER 31, 2003

|   | <u>Senior Citizens<br/>Levy</u> | <u>County<br/>Solid Waste<br/>District</u> | <u>Benchmark<br/>Drug Court<br/>Program</u> | <u>Ditch<br/>Maintenance</u> |
|---|---------------------------------|--|---|------------------------------|
| <b>Assets:</b>                                      |                                 |  |   |                              |
| Equity in pooled cash and cash equivalents. . . . . | \$ 28,528                       | \$ 67,608                                  | \$ -  | \$ 27,903                    |
| Receivables (net of allowances of uncollectibles):  |                                 |  |   |                              |
| Sales taxes . . . . .                               | -                               | -  | -   | -                            |
| Real estate and other taxes. . . . .                | 850,014                         | -  | -   | -                            |
| Accounts. . . . .                                   | -                               | 16,463                                     | -   | -                            |
| Special assessments . . . . .                       | -                               | -  | -   | 3,272                        |
| Accrued interest . . . . .                          | -                               | -  | -   | -                            |
| Due from other governments . . . . .                | 43,673                          | -  | 17,934                                      | -                            |
| Loans receivable . . . . .                          | -                               | -  | -   | -                            |
| Total assets. . . . .                               | <u>\$ 922,215</u>               | <u>\$ 84,071</u>                           | <u>\$ 17,934</u>                            | <u>\$ 31,175</u>             |
| <b>Liabilities:</b>                                 |                                 |  |   |                              |
| Accounts payable. . . . .                           | \$ -                            | \$ 33,985                                  | \$ 31,055                                   | \$ 250                       |
| Accrued wages and benefits . . . . .                | -                               | 2,419                                      | 3,862                                       | -                            |
| Advances from other funds. . . . .                  | -                               | -  | -   | -                            |
| Due to other funds . . . . .                        | -                               | -  | 11,219                                      | -                            |
| Deferred revenue. . . . .                           | 893,687                         | -  | -   | 3,272                        |
| Pension obligation payable. . . . .                 | -                               | 688  | 995   | -                            |
| Total liabilities. . . . .                          | <u>893,687</u>                  | <u>37,092</u>                              | <u>47,131</u>                               | <u>3,522</u>                 |
| <b>Fund Balances:</b>                               |                                 |  |   |                              |
| Fund balances (deficit):                            |                                 |  |   |                              |
| Reserved for encumbrances. . . . .                  | -                               | 40,354                                     | 47,770                                      | -                            |
| Reserved for loans . . . . .                        | -                               | -  | -   | -                            |
| Unreserved, undesignated, reported in:              |                                 |  |   |                              |
| Special revenue funds . . . . .                     | <u>28,528</u>                   | <u>6,625</u>                               | <u>(76,967)</u>                             | <u>27,653</u>                |
| Total fund balances. . . . .                        | <u>28,528</u>                   | <u>46,979</u>                              | <u>(29,197)</u>                             | <u>27,653</u>                |
| Total liabilities and fund balances . . . . .       | <u>\$ 922,215</u>               | <u>\$ 84,071</u>                           | <u>\$ 17,934</u>                            | <u>\$ 31,175</u>             |

| <b>County<br/>Emergency<br/>Management</b> | <b>Domestic<br/>Shelters</b> | <b>Public<br/>Defender</b> | <b>Supported<br/>Living</b> | <b>Indigent<br/>Guardianship</b> | <b>Indigent Drivers<br/>Alcohol<br/>Treatment</b> |
|--|------------------------------|----------------------------|-----------------------------|----------------------------------|---|
| \$ 202,544                                 | \$ 10,126                    | \$ 22,619                  | \$ 436,766                  | \$ 8                             | \$ 87,259   |
| -  | -                            | -                          | -                           | -                                | -   |
| -  | -                            | -                          | -                           | -                                | -   |
| 5,613                                      | 890                          | -                          | -                           | 640                              | -   |
| -  | -                            | -                          | -                           | -                                | -   |
| -  | -                            | -                          | -                           | -                                | -   |
| 16,171                                     | -                            | -                          | 28,400                      | -                                | 100   |
| -  | -                            | -                          | -                           | -                                | -   |
| <u>\$ 224,328</u>                          | <u>\$ 11,016</u>             | <u>\$ 22,619</u>           | <u>\$ 465,166</u>           | <u>\$ 648</u>                    | <u>\$ 87,359</u>                                  |
| \$ 1,133                                   | \$ 10,126                    | \$ 17,606                  | \$ 24,197                   | \$ -                             | \$ -  |
| 4,091                                      | -                            | 14,132                     | -                           | -                                | -   |
| -  | -                            | -                          | -                           | -                                | -   |
| 20,974                                     | -                            | 488                        | -                           | -                                | -   |
| -  | -                            | -                          | -                           | -                                | -   |
| 1,294                                      | -                            | 4,455                      | -                           | -                                | -   |
| <u>27,492</u>                              | <u>10,126</u>                | <u>36,681</u>              | <u>24,197</u>               | <u>-</u>                         | <u>-</u>  |
| 32,604                                     | -                            | 5,729                      | 72,483                      | -                                | -   |
| -  | -                            | -                          | -                           | -                                | -   |
| <u>164,232</u>                             | <u>890</u>                   | <u>(19,791)</u>            | <u>368,486</u>              | <u>648</u>                       | <u>87,359</u>                                     |
| <u>196,836</u>                             | <u>890</u>                   | <u>(14,062)</u>            | <u>440,969</u>              | <u>648</u>                       | <u>87,359</u>                                     |
| <u>\$ 224,328</u>                          | <u>\$ 11,016</u>             | <u>\$ 22,619</u>           | <u>\$ 465,166</u>           | <u>\$ 648</u>                    | <u>\$ 87,359</u>                                  |

-continued

**ERIE COUNTY, OHIO**

COMBINING BALANCE SHEET  
NONMAJOR SPECIAL REVENUE FUNDS  
DECEMBER 31, 2003

|   | <u>Alcohol<br/>Enforcement<br/>and Education</u> | <u>Drug<br/>Enforcement</u> | <u>Federal Justice<br/>Grant</u> | <u>Treasurer's<br/>Prepaid<br/>Interest</u> |
|---|--|-----------------------------|----------------------------------|---|
| <b>Assets:</b>                                      |  |                             |                                  |   |
| Equity in pooled cash and cash equivalents. . . . . | \$ 18,305  | \$ 24,388                   | \$ 57,628                        | \$ 157,000                                  |
| Receivables (net of allowances of uncollectibles):  |  |                             |                                  |   |
| Sales taxes . . . . .                               | -  | -                           | -                                | -   |
| Real estate and other taxes. . . . .                | -  | -                           | -                                | -   |
| Accounts. . . . .                                   | 25   | -                           | 200                              | -   |
| Special assessments . . . . .                       | -  | -                           | -                                | -   |
| Accrued interest . . . . .                          | -  | -                           | -                                | -   |
| Due from other governments . . . . .                | -  | 100                         | 20,298                           | -   |
| Loans receivable . . . . .                          | -  | -                           | -                                | -   |
| Total assets. . . . .                               | <u>\$ 18,330</u>                                 | <u>\$ 24,488</u>            | <u>\$ 78,126</u>                 | <u>\$ 157,000</u>                           |
| <b>Liabilities:</b>                                 |  |                             |                                  |   |
| Accounts payable. . . . .                           | \$ -   | \$ 12,162                   | \$ 11,787                        | \$ -  |
| Accrued wages and benefits . . . . .                | -  | -                           | -                                | 1,870                                       |
| Advances from other funds. . . . .                  | -  | -                           | -                                | -   |
| Due to other funds . . . . .                        | -  | -                           | 10,937                           | -   |
| Deferred revenue. . . . .                           | -  | -                           | -                                | -   |
| Pension obligation payable. . . . .                 | -  | -                           | -                                | 589   |
| Total liabilities. . . . .                          | <u>-</u>   | <u>12,162</u>               | <u>22,724</u>                    | <u>2,459</u>                                |
| <b>Fund Balances:</b>                               |  |                             |                                  |   |
| Fund balances (deficit):                            |  |                             |                                  |   |
| Reserved for encumbrances. . . . .                  | -  | -                           | -                                | 59  |
| Reserved for loans . . . . .                        | -  | -                           | -                                | -   |
| Unreserved, undesignated, reported in:              |  |                             |                                  |   |
| Special revenue funds . . . . .                     | <u>18,330</u>                                    | <u>12,326</u>               | <u>55,402</u>                    | <u>154,482</u>                              |
| Total fund balances. . . . .                        | <u>18,330</u>                                    | <u>12,326</u>               | <u>55,402</u>                    | <u>154,541</u>                              |
| Total liabilities and fund balances . . . . .       | <u>\$ 18,330</u>                                 | <u>\$ 24,488</u>            | <u>\$ 78,126</u>                 | <u>\$ 157,000</u>                           |



| <u>D.R.E.T.A.C.</u> | <u>Children<br/>Trust</u> | <u>Total</u>        |
|---------------------|---------------------------|---------------------|
| \$ 210,022          | \$ 517                    | \$ 7,865,267        |
| -                   | -                         | 139,556             |
| -                   | -                         | 850,014             |
| -                   | -                         | 77,822              |
| -                   | -                         | 3,272               |
| -                   | -                         | 583                 |
| -                   | -                         | 640,640             |
| -                   | -                         | 387,245             |
| <u>\$ 210,022</u>   | <u>\$ 517</u>             | <u>\$ 9,964,399</u> |
| \$ 336              | \$ -                      | \$ 457,679          |
| 4,685               | -                         | 152,564             |
| -                   | -                         | 6,401               |
| -                   | -                         | 69,582              |
| -                   | -                         | 1,158,594           |
| 1,531               | -                         | 43,973              |
| <u>6,552</u>        | <u>-</u>                  | <u>1,888,793</u>    |
| 284                 | -                         | 1,444,068           |
| -                   | -                         | 387,245             |
| <u>203,186</u>      | <u>517</u>                | <u>6,244,293</u>    |
| <u>203,470</u>      | <u>517</u>                | <u>8,075,606</u>    |
| <u>\$ 210,022</u>   | <u>\$ 517</u>             | <u>\$ 9,964,399</u> |

**ERIE COUNTY, OHIO**

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
NONMAJOR SPECIAL REVENUE FUNDS  
FOR THE YEAR ENDED DECEMBER 31, 2003

|   | <b>Dog and<br/>Kennel</b> | <b>Hotel-Motel<br/>Tax</b> | <b>Children<br/>Services</b> | <b>Child Support<br/>Enforcement-<br/>Administration</b> |
|---|---------------------------|----------------------------|------------------------------|--|
| <b>Revenues:</b>  |                           |                            |                              |  |
| Property taxes . . . . .  | \$ -                      | \$ -                       | \$ -                         | \$ -   |
| Sales taxes . . . . .   | -                         | 1,557,970                  | -                            | -  |
| Charges for services . . . . .  | 208,258                   | -                          | 53,502                       | 361,324  |
| Fines and forfeitures . . . . .                                       | 3,132                     | -                          | -                            | -  |
| Intergovernmental . . . . .   | -                         | -                          | 2,014,238                    | 1,223,739  |
| Special assessments . . . . .   | -                         | -                          | -                            | -  |
| Investment income . . . . .   | -                         | -                          | -                            | -  |
| Reimbursements . . . . .  | 4                         | -                          | -                            | -  |
| Other . . . . .   | -                         | 736,785                    | -                            | -  |
| Total revenues . . . . .  | <u>211,394</u>            | <u>2,294,755</u>           | <u>2,067,740</u>             | <u>1,585,063</u>   |
| <b>Expenditures:</b>  |                           |                            |                              |  |
| Current:  |                           |                            |                              |  |
| General government:   |                           |                            |                              |  |
| Legislative and executive . . . . .                                   | -                         | -                          | -                            | -  |
| Judicial . . . . .  | -                         | -                          | -                            | -  |
| Public safety . . . . .   | -                         | -                          | -                            | -  |
| Public works . . . . .  | -                         | -                          | -                            | -  |
| Health . . . . .  | 197,761                   | -                          | -                            | -  |
| Human services . . . . .  | -                         | -                          | 2,966,128                    | 1,633,605  |
| Economic development and assistance . . . . .                         | -                         | -                          | -                            | -  |
| Other . . . . .   | -                         | 1,619,823                  | -                            | -  |
| Total expenditures . . . . .  | <u>197,761</u>            | <u>1,619,823</u>           | <u>2,966,128</u>             | <u>1,633,605</u>   |
| Excess (deficiency) of revenues<br>over (under) expenditures. . . . . | <u>13,633</u>             | <u>674,932</u>             | <u>(898,388)</u>             | <u>(48,542)</u>  |
| <b>Other financing sources (uses):</b>                                |                           |                            |                              |  |
| Transfers in . . . . .  | -                         | -                          | 1,500,000                    | -  |
| Transfers out . . . . .   | -                         | -                          | (500,000)                    | -  |
| Total other financing sources (uses) . . . . .                        | <u>-</u>                  | <u>-</u>                   | <u>1,000,000</u>             | <u>-</u>   |
| Net change in fund balances. . . . .                                  | 13,633                    | 674,932                    | 101,612                      | (48,542)   |
| <b>Fund balances (deficits) at beginning of year . . . . .</b>        | <u>58,387</u>             | <u>1,204,106</u>           | <u>100,346</u>               | <u>361,585</u>   |
| <b>Fund balances (deficits) at end of year. . . . .</b>               | <u>\$ 72,020</u>          | <u>\$ 1,879,038</u>        | <u>\$ 201,958</u>            | <u>\$ 313,043</u>  |

| <u>Litter Control</u> | <u>Real Estate Assessment</u> | <u>Computerization-Common Pleas Court</u> | <u>Computerization-Juvenile Court</u> | <u>Computerization-Probate Court</u> | <u>Title Administration</u> |
|-----------------------|-------------------------------|---|---------------------------------------|--------------------------------------|-----------------------------|
| \$ -                  | \$ -                          | \$ -                                      | \$ -                                  | \$ -                                 | \$ -                        |
| -                     | -                             | -   | -                                     | -                                    | -                           |
| -                     | 787,113                       | 20,476                                    | 12,350                                | 5,865                                | 309,330                     |
| -                     | -                             | 535                                       | -                                     | -                                    | -                           |
| 54,854                | -                             | -   | -                                     | -                                    | -                           |
| -                     | -                             | -   | -                                     | -                                    | -                           |
| -                     | -                             | -   | -                                     | -                                    | 2,325                       |
| -                     | 11,168                        | -   | -                                     | -                                    | -                           |
| -                     | -                             | -   | -                                     | -                                    | -                           |
| <u>54,854</u>         | <u>798,281</u>                | <u>21,011</u>                             | <u>12,350</u>                         | <u>5,865</u>                         | <u>311,655</u>              |
| -                     | 791,747                       | -   | -                                     | -                                    | 188,794                     |
| -                     | -                             | 2,431                                     | 863                                   | 1,671                                | -                           |
| -                     | -                             | -   | -                                     | -                                    | -                           |
| 55,061                | -                             | -   | -                                     | -                                    | -                           |
| -                     | -                             | -   | -                                     | -                                    | -                           |
| -                     | -                             | -   | -                                     | -                                    | -                           |
| -                     | -                             | -   | -                                     | -                                    | -                           |
| <u>55,061</u>         | <u>791,747</u>                | <u>2,431</u>                              | <u>863</u>                            | <u>1,671</u>                         | <u>188,794</u>              |
| <u>(207)</u>          | <u>6,534</u>                  | <u>18,580</u>                             | <u>11,487</u>                         | <u>4,194</u>                         | <u>122,861</u>              |
| -                     | -                             | -   | -                                     | -                                    | -                           |
| -                     | -                             | -   | -                                     | -                                    | (200,000)                   |
| -                     | -                             | -   | -                                     | -                                    | (200,000)                   |
| (207)                 | 6,534                         | 18,580                                    | 11,487                                | 4,194                                | (77,139)                    |
| 425                   | 826,132                       | 93,706                                    | 33,651                                | 26,533                               | 303,633                     |
| <u>\$ 218</u>         | <u>\$ 832,666</u>             | <u>\$ 112,286</u>                         | <u>\$ 45,138</u>                      | <u>\$ 30,727</u>                     | <u>\$ 226,494</u>           |

-continued

**ERIE COUNTY, OHIO**

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
NONMAJOR SPECIAL REVENUE FUNDS  
FOR THE YEAR ENDED DECEMBER 31, 2003

|   | <u>Computerization-<br/>County<br/>Court</u> | <u>County Recorder<br/>Equipment</u> | <u>County Court-<br/>Capital<br/>Improvement</u> | <u>Sheriff<br/>Federal</u> |
|---|--|--------------------------------------|--|----------------------------|
| <b>Revenues:</b>  |  |                                      |  |                            |
| Property taxes . . . . .  | \$ -   | \$ -                                 | \$ -   | \$ -                       |
| Sales taxes . . . . .   | -  | -                                    | -  | -                          |
| Charges for services . . . . .  | 24,067                                       | 104,373                              | 255,185  | -                          |
| Fines and forfeitures . . . . .                                       | -  | -                                    | -  | -                          |
| Intergovernmental . . . . .   | -  | -                                    | -  | 144,438                    |
| Special assessments . . . . .   | -  | -                                    | -  | -                          |
| Investment income . . . . .   | -  | -                                    | -  | -                          |
| Reimbursements . . . . .  | -  | -                                    | -  | -                          |
| Other . . . . .   | -  | -                                    | -  | 400                        |
|   | <hr/>  | <hr/>                                | <hr/>  | <hr/>                      |
| Total revenues . . . . .  | 24,067                                       | 104,373                              | 255,185  | 144,838                    |
|   | <hr/>  | <hr/>                                | <hr/>  | <hr/>                      |
| <b>Expenditures:</b>  |  |                                      |  |                            |
| Current:  |  |                                      |  |                            |
| General government:   |  |                                      |  |                            |
| Legislative and executive . . . . .                                   | -  | 85,222                               | -  | -                          |
| Judicial . . . . .  | 1,267  | -                                    | 7,403  | -                          |
| Public safety . . . . .   | -  | -                                    | -  | 146,145                    |
| Public works . . . . .  | -  | -                                    | -  | -                          |
| Health . . . . .  | -  | -                                    | -  | -                          |
| Human services . . . . .  | -  | -                                    | -  | -                          |
| Economic development and assistance . . . . .                         | -  | -                                    | -  | -                          |
| Other . . . . .   | -  | -                                    | -  | -                          |
|   | <hr/>  | <hr/>                                | <hr/>  | <hr/>                      |
| Total expenditures . . . . .  | 1,267  | 85,222                               | 7,403  | 146,145                    |
|   | <hr/>  | <hr/>                                | <hr/>  | <hr/>                      |
| Excess (deficiency) of revenues<br>over (under) expenditures. . . . . | 22,800                                       | 19,151                               | 247,782  | (1,307)                    |
|   | <hr/>  | <hr/>                                | <hr/>  | <hr/>                      |
| <b>Other financing sources (uses):</b>                                |  |                                      |  |                            |
| Transfers in . . . . .  | -  | -                                    | -  | -                          |
| Transfers out . . . . .   | -  | (125,000)                            | -  | -                          |
|   | <hr/>  | <hr/>                                | <hr/>  | <hr/>                      |
| Total other financing sources (uses) . . . . .                        | -  | (125,000)                            | -  | -                          |
|   | <hr/>  | <hr/>                                | <hr/>  | <hr/>                      |
| Net change in fund balances. . . . .                                  | 22,800                                       | (105,849)                            | 247,782  | (1,307)                    |
|   | <hr/>  | <hr/>                                | <hr/>  | <hr/>                      |
| <b>Fund balances (deficits) at beginning of year .</b>                | 122,308                                      | 135,235                              | 360,653  | 15,039                     |
|   | <hr/>  | <hr/>                                | <hr/>  | <hr/>                      |
| <b>Fund balances (deficits) at end of year. . . . .</b>               | \$ 145,108                                   | \$ 29,386                            | \$ 608,435                                       | \$ 13,732                  |
|   | <hr/>  | <hr/>                                | <hr/>  | <hr/>                      |

| <b>Youth Violence Reduction</b> | <b>Felony Delinquent Care/Custody</b> | <b>Community Development Block Grant</b> | <b>Community Rotary</b> | <b>Community Corrections</b> | <b>Federal Elections</b> | <b>Crime Victim Assistance</b> |
|---------------------------------|---------------------------------------|--|-------------------------|------------------------------|--------------------------|--------------------------------|
| \$ -                            | \$ -                                  | \$ -                                     | \$ -                    | \$ -                         | \$ -                     | \$ -                           |
| -                               | -                                     | -  | -                       | -                            | -                        | -                              |
| -                               | -                                     | -  | -                       | -                            | -                        | -                              |
| -                               | -                                     | -  | -                       | -                            | -                        | -                              |
| 17,767                          | 797,468                               | 515,535                                  | -                       | 158,325                      | 60,762                   | 113,186                        |
| -                               | -                                     | -  | -                       | -                            | -                        | -                              |
| -                               | -                                     | 8,758                                    | -                       | -                            | -                        | -                              |
| -                               | -                                     | -  | -                       | -                            | -                        | -                              |
| -                               | -                                     | 31,796                                   | -                       | -                            | -                        | 6,789                          |
| <u>17,767</u>                   | <u>797,468</u>                        | <u>556,089</u>                           | <u>-</u>                | <u>158,325</u>               | <u>60,762</u>            | <u>119,975</u>                 |
| -                               | -                                     | -  | -                       | -                            | 43,412                   | 135,721                        |
| -                               | -                                     | -  | -                       | -                            | -                        | -                              |
| 39,351                          | 615,331                               | -  | -                       | 139,496                      | -                        | -                              |
| -                               | -                                     | -  | -                       | -                            | -                        | -                              |
| -                               | -                                     | -  | -                       | -                            | -                        | -                              |
| -                               | -                                     | 603,759                                  | -                       | -                            | -                        | -                              |
| -                               | -                                     | -  | -                       | -                            | -                        | -                              |
| <u>39,351</u>                   | <u>615,331</u>                        | <u>603,759</u>                           | <u>-</u>                | <u>139,496</u>               | <u>43,412</u>            | <u>135,721</u>                 |
| <u>(21,584)</u>                 | <u>182,137</u>                        | <u>(47,670)</u>                          | <u>-</u>                | <u>18,829</u>                | <u>17,350</u>            | <u>(15,746)</u>                |
| -                               | -                                     | -  | -                       | -                            | -                        | -                              |
| -                               | -                                     | -  | -                       | -                            | -                        | -                              |
| -                               | -                                     | -  | -                       | -                            | -                        | -                              |
| <u>(21,584)</u>                 | <u>182,137</u>                        | <u>(47,670)</u>                          | <u>-</u>                | <u>18,829</u>                | <u>17,350</u>            | <u>(15,746)</u>                |
| 709                             | 1,147,673                             | 936,125                                  | 50,578                  | 3,483                        | -                        | 62,284                         |
| <u>\$ (20,875)</u>              | <u>\$ 1,329,810</u>                   | <u>\$ 888,455</u>                        | <u>\$ 50,578</u>        | <u>\$ 22,312</u>             | <u>\$ 17,350</u>         | <u>\$ 46,538</u>               |

-continued

**ERIE COUNTY, OHIO**

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
NONMAJOR SPECIAL REVENUE FUNDS  
FOR THE YEAR ENDED DECEMBER 31, 2003

|   | <u>Senior Citizens<br/>Levy</u> | <u>County<br/>Solid Waste<br/>District</u> | <u>Benchmark<br/>Drug Court<br/>Program</u> | <u>Ditch<br/>Maintenance</u> |
|---|---------------------------------|--|---|------------------------------|
| <b>Revenues:</b>  |                                 |  |   |                              |
| Property taxes . . . . .  | \$ 839,431                      | \$ -                                       | \$ -  | \$ -                         |
| Sales taxes . . . . .   | -                               | -  | -   | -                            |
| Charges for services . . . . .  | -                               | 196,275                                    | -   | -                            |
| Fines and forfeitures . . . . .                                       | -                               | -  | -   | -                            |
| Intergovernmental . . . . .   | -                               | 48,249                                     | 154,194                                     | -                            |
| Special assessments . . . . .   | -                               | -  | -   | 1,166                        |
| Investment income . . . . .   | -                               | -  | -   | -                            |
| Reimbursements . . . . .  | -                               | -  | -   | -                            |
| Other . . . . .   | -                               | 4,024                                      | -   | -                            |
| Total revenues . . . . .  | <u>839,431</u>                  | <u>248,548</u>                             | <u>154,194</u>                              | <u>1,166</u>                 |
| <b>Expenditures:</b>  |                                 |  |   |                              |
| Current:  |                                 |  |   |                              |
| General government:   |                                 |  |   |                              |
| Legislative and executive . . . . .                                   | -                               | -  | -   | -                            |
| Judicial . . . . .  | -                               | -  | -   | -                            |
| Public safety . . . . .   | -                               | -  | -   | -                            |
| Public works . . . . .  | -                               | -  | -   | 4,310                        |
| Health . . . . .  | -                               | 297,131                                    | 157,802                                     | -                            |
| Human services . . . . .  | 839,352                         | -  | -   | -                            |
| Economic development and assistance . . . . .                         | -                               | -  | -   | -                            |
| Other . . . . .   | -                               | -  | -   | -                            |
| Total expenditures . . . . .  | <u>839,352</u>                  | <u>297,131</u>                             | <u>157,802</u>                              | <u>4,310</u>                 |
| Excess (deficiency) of revenues<br>over (under) expenditures. . . . . | <u>79</u>                       | <u>(48,583)</u>                            | <u>(3,608)</u>                              | <u>(3,144)</u>               |
| <b>Other financing sources (uses):</b>                                |                                 |  |   |                              |
| Transfers in . . . . .  | -                               | 40,000                                     | -   | -                            |
| Transfers out . . . . .   | -                               | -  | -   | -                            |
| Total other financing sources (uses) . . . . .                        | <u>-</u>                        | <u>40,000</u>                              | <u>-</u>                                    | <u>-</u>                     |
| Net change in fund balances. . . . .                                  | 79                              | (8,583)                                    | (3,608)                                     | (3,144)                      |
| <b>Fund balances (deficits) at beginning of year . . . . .</b>        | <u>28,449</u>                   | <u>55,562</u>                              | <u>(25,589)</u>                             | <u>30,797</u>                |
| <b>Fund balances (deficits) at end of year. . . . .</b>               | <u>\$ 28,528</u>                | <u>\$ 46,979</u>                           | <u>\$ (29,197)</u>                          | <u>\$ 27,653</u>             |

| <b>County<br/>Emergency<br/>Management</b> | <b>Domestic<br/>Shelters</b> | <b>Public<br/>Defender</b> | <b>Supported<br/>Living</b> | <b>Indigent<br/>Guardianship</b> | <b>Indigent Drivers<br/>Alcohol<br/>Treatment</b> |
|--|------------------------------|----------------------------|-----------------------------|----------------------------------|---|
| \$ -                                       | \$ -                         | \$ -                       | \$ -                        | \$ -                             | \$ -  |
| -  | -                            | -                          | -                           | -                                | -   |
| -  | 18,007                       | -                          | -                           | -                                | -   |
| -  | -                            | -                          | -                           | -                                | -   |
| 231,169                                    | -                            | -                          | 507,447                     | -                                | 2,571   |
| -  | -                            | -                          | -                           | -                                | -   |
| -  | -                            | -                          | -                           | -                                | -   |
| -  | -                            | -                          | -                           | -                                | -   |
| 36,062                                     | -                            | -                          | -                           | 17,289                           | -   |
| <u>267,231</u>                             | <u>18,007</u>                | <u>-</u>                   | <u>507,447</u>              | <u>17,289</u>                    | <u>2,571</u>                                      |
| -  | -                            | 17,850                     | -                           | -                                | -   |
| -  | -                            | -                          | -                           | -                                | -   |
| 212,105                                    | -                            | 578,043                    | -                           | -                                | -   |
| -  | -                            | -                          | -                           | -                                | -   |
| -  | 17,893                       | -                          | 769,518                     | 24,794                           | 286   |
| -  | -                            | -                          | -                           | -                                | -   |
| -  | -                            | -                          | -                           | -                                | -   |
| -  | -                            | -                          | -                           | -                                | -   |
| <u>212,105</u>                             | <u>17,893</u>                | <u>595,893</u>             | <u>769,518</u>              | <u>24,794</u>                    | <u>286</u>  |
| <u>55,126</u>                              | <u>114</u>                   | <u>(595,893)</u>           | <u>(262,071)</u>            | <u>(7,505)</u>                   | <u>2,285</u>                                      |
| -  | -                            | 550,000                    | -                           | -                                | -   |
| -  | -                            | -                          | -                           | -                                | -   |
| -  | -                            | 550,000                    | -                           | -                                | -   |
| 55,126                                     | 114                          | (45,893)                   | (262,071)                   | (7,505)                          | 2,285   |
| 141,710                                    | 776                          | 31,831                     | 703,040                     | 8,153                            | 85,074  |
| <u>\$ 196,836</u>                          | <u>\$ 890</u>                | <u>\$ (14,062)</u>         | <u>\$ 440,969</u>           | <u>\$ 648</u>                    | <u>\$ 87,359</u>                                  |

-continued

**ERIE COUNTY, OHIO**

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
NONMAJOR SPECIAL REVENUE FUNDS  
FOR THE YEAR ENDED DECEMBER 31, 2003

|   | <u>Alcohol<br/>Enforcement<br/>and Education</u> | <u>Drug<br/>Enforcement</u> | <u>Federal Justice<br/>Grant</u> | <u>Treasurer's<br/>Prepaid<br/>Interest</u> |
|---|--|-----------------------------|----------------------------------|---|
| <b>Revenues:</b>  |  |                             |                                  |   |
| Property taxes . . . . .  | \$ -   | \$ -                        | \$ -                             | \$ -  |
| Sales taxes . . . . .   | -  | -                           | -                                | -   |
| Charges for services . . . . .  | -  | -                           | -                                | -   |
| Fines and forfeitures . . . . .                                       | 3,882  | 3,554                       | 22,570                           | -   |
| Intergovernmental . . . . .   | -  | 100                         | 148,224                          | -   |
| Special assessments . . . . .   | -  | -                           | -                                | -   |
| Investment income . . . . .   | -  | -                           | -                                | 18,773                                      |
| Reimbursements . . . . .  | -  | -                           | -                                | -   |
| Other . . . . .   | 25   | -                           | 50                               | -   |
|   | <hr/>  | <hr/>                       | <hr/>                            | <hr/>                                       |
| Total revenues . . . . .  | 3,907  | 3,654                       | 170,844                          | 18,773                                      |
|   | <hr/>  | <hr/>                       | <hr/>                            | <hr/>                                       |
| <b>Expenditures:</b>  |  |                             |                                  |   |
| Current:  |  |                             |                                  |   |
| General government:   |  |                             |                                  |   |
| Legislative and executive . . . . .                                   | -  | -                           | -                                | 63,495                                      |
| Judicial . . . . .  | -  | -                           | -                                | -   |
| Public safety . . . . .   | -  | 19,409                      | 232,320                          | -   |
| Public works . . . . .  | -  | -                           | -                                | -   |
| Health . . . . .  | -  | -                           | -                                | -   |
| Human services . . . . .  | -  | -                           | -                                | -   |
| Economic development and assistance . . . . .                         | -  | -                           | -                                | -   |
| Other . . . . .   | -  | -                           | -                                | -   |
|   | <hr/>  | <hr/>                       | <hr/>                            | <hr/>                                       |
| Total expenditures . . . . .  | -  | 19,409                      | 232,320                          | 63,495                                      |
|   | <hr/>  | <hr/>                       | <hr/>                            | <hr/>                                       |
| Excess (deficiency) of revenues<br>over (under) expenditures. . . . . | 3,907  | (15,755)                    | (61,476)                         | (44,722)                                    |
|   | <hr/>  | <hr/>                       | <hr/>                            | <hr/>                                       |
| <b>Other financing sources (uses):</b>                                |  |                             |                                  |   |
| Transfers in . . . . .  | -  | -                           | -                                | -   |
| Transfers out . . . . .   | -  | -                           | -                                | -   |
|   | <hr/>  | <hr/>                       | <hr/>                            | <hr/>                                       |
| Total other financing sources (uses) . . . . .                        | -  | -                           | -                                | -   |
|   | <hr/>  | <hr/>                       | <hr/>                            | <hr/>                                       |
| Net change in fund balances. . . . .                                  | 3,907  | (15,755)                    | (61,476)                         | (44,722)                                    |
|   | <hr/>  | <hr/>                       | <hr/>                            | <hr/>                                       |
| <b>Fund balances (deficits) at beginning of year .</b>                | 14,423   | 28,081                      | 116,878                          | 199,263                                     |
|   | <hr/>  | <hr/>                       | <hr/>                            | <hr/>                                       |
| <b>Fund balances (deficits) at end of year. . . . .</b>               | \$ 18,330  | \$ 12,326                   | \$ 55,402                        | \$ 154,541                                  |
|   | <hr/>  | <hr/>                       | <hr/>                            | <hr/>                                       |



| <u>D.R.E.T.A.C.</u> | <u>Children<br/>Trust</u> | <u>Total</u>        |
|---------------------|---------------------------|---------------------|
| \$ -                | \$ -                      | \$ 839,431          |
| -                   | -                         | 1,557,970           |
| 148,397             | -                         | 2,504,522           |
| -                   | -                         | 33,673              |
| -                   | -                         | 6,192,266           |
| -                   | -                         | 1,166               |
| -                   | -                         | 29,856              |
| 3,057               | -                         | 14,229              |
| -                   | -                         | 833,220             |
| <u>151,454</u>      | <u>-</u>                  | <u>12,006,333</u>   |
| 108,227             | -                         | 1,434,468           |
| -                   | -                         | 13,635              |
| -                   | -                         | 1,982,200           |
| -                   | -                         | 59,371              |
| -                   | -                         | 1,465,185           |
| -                   | -                         | 5,439,085           |
| -                   | -                         | 603,759             |
| -                   | -                         | 1,619,823           |
| <u>108,227</u>      | <u>-</u>                  | <u>12,617,526</u>   |
| <u>43,227</u>       | <u>-</u>                  | <u>(611,193)</u>    |
| -                   | -                         | 2,090,000           |
| -                   | -                         | (825,000)           |
| -                   | -                         | 1,265,000           |
| 43,227              | -                         | 653,807             |
| <u>160,243</u>      | <u>517</u>                | <u>7,421,799</u>    |
| <u>\$ 203,470</u>   | <u>\$ 517</u>             | <u>\$ 8,075,606</u> |

**ERIE COUNTY, OHIO**

COMBINING BALANCE SHEET  
NONMAJOR DEBT SERVICE FUNDS  
DECEMBER 31, 2003

|   | <u>Bond<br/>Retirement</u> | <u>Special<br/>Assessment<br/>Bond Retirement</u> | <u>Total</u>        |
|---|----------------------------|---|---------------------|
| <b>Assets:</b>                                      |                            |   |                     |
| Equity in pooled cash and cash equivalents. . . . . | \$ 272,534                 | \$ 1  | \$ 272,535          |
| Receivables (net of allowances of uncollectibles):  |                            |   |                     |
| Special assessments . . . . .                       | -                          | 2,573,709   | 2,573,709           |
| Due from other funds . . . . .                      | 16,431                     | -   | 16,431              |
|   | <u>288,965</u>             | <u>2,573,710</u>                                  | <u>2,862,675</u>    |
| Total assets . . . . .                              | <u>\$ 288,965</u>          | <u>\$ 2,573,710</u>                               | <u>\$ 2,862,675</u> |
| <b>Liabilities:</b>                                 |                            |   |                     |
| Deferred revenue. . . . .                           | \$ -                       | \$ 2,573,709                                      | \$ 2,573,709        |
| Total liabilities . . . . .                         | <u>-</u>                   | <u>2,573,709</u>                                  | <u>2,573,709</u>    |
| <b>Fund Balances:</b>                               |                            |   |                     |
| Fund balances:                                      |                            |   |                     |
| Reserved for debt service . . . . .                 | 10,413                     | 1   | 10,414              |
| Unreserved, undesignated, reported in:              |                            |   |                     |
| Debt service funds . . . . .                        | 278,552                    | -   | 278,552             |
|   | <u>288,965</u>             | <u>1</u>  | <u>288,966</u>      |
| Total fund balances . . . . .                       | <u>288,965</u>             | <u>1</u>  | <u>288,966</u>      |
| Total liabilities and fund balances. . . . .        | <u>\$ 288,965</u>          | <u>\$ 2,573,710</u>                               | <u>\$ 2,862,675</u> |

**ERIE COUNTY, OHIO**

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
NONMAJOR DEBT SERVICE FUNDS  
FOR THE YEAR ENDED DECEMBER 31, 2003

|  | <b>Bond<br/>Retirement</b> | <b>Special<br/>Assessment<br/>Bond Retirement</b> | <b>Total</b>      |
|--|----------------------------|---|-------------------|
| <b>Revenues:</b>   |                            |   |                   |
| Special assessments . . . . .  | \$ -                       | \$ 661,599  | \$ 661,599        |
| Other . . . . .  | <u>226,067</u>             | <u>-</u>  | <u>226,067</u>    |
| Total revenues . . . . .   | <u>226,067</u>             | <u>661,599</u>                                    | <u>887,666</u>    |
| <b>Expenditures:</b>   |                            |   |                   |
| Debt service:  |                            |   |                   |
| Principal retirement . . . . .   | 540,000                    | 472,000   | 1,012,000         |
| Interest and fiscal charges . . . . .                                  | <u>435,327</u>             | <u>212,580</u>                                    | <u>647,907</u>    |
| Total expenditures . . . . .   | <u>975,327</u>             | <u>684,580</u>                                    | <u>1,659,907</u>  |
| Excess (deficiency) of revenues<br>over (under) expenditures . . . . . | <u>(749,260)</u>           | <u>(22,981)</u>                                   | <u>(772,241)</u>  |
| <b>Other financing sources:</b>  |                            |   |                   |
| Transfers in . . . . .   | 883,614                    | 126,159   | 1,009,773         |
| Transfers out . . . . .  | <u>(135,283)</u>           | <u>(108,238)</u>                                  | <u>(243,521)</u>  |
| Total other financing sources . . . . .                                | <u>748,331</u>             | <u>17,921</u>                                     | <u>766,252</u>    |
| Net change in fund balances . . . . .                                  | (929)                      | (5,060)   | (5,989)           |
| <b>Fund balances at beginning of year . . . . .</b>                    | <u>289,894</u>             | <u>5,061</u>                                      | <u>294,955</u>    |
| <b>Fund balances at end of year . . . . .</b>                          | <u>\$ 288,965</u>          | <u>\$ 1</u>                                       | <u>\$ 288,966</u> |

**ERIE COUNTY, OHIO**

COMBINING BALANCE SHEET  
NONMAJOR CAPITAL PROJECTS FUNDS  
DECEMBER 31, 2003

|  | <u>Building<br/>Construction</u> | <u>Drainage<br/>Improvements</u> | <u>Quarry Lakes<br/>Public<br/>Improvement</u> | <u>Total</u>               |
|--|----------------------------------|----------------------------------|--|----------------------------|
| <b>Assets:</b>                                     |                                  |                                  |  |                            |
| Equity in pooled cash and cash equivalents. . . .  | \$ 19,972                        | \$ 145,724                       | \$ 2,377,637                                   | \$ 2,543,333               |
| Receivables (net of allowances of uncollectibles): |                                  |                                  |  |                            |
| Accounts. . . . .                                  | <u>-</u>                         | <u>-</u>                         | <u>2,753</u>                                   | <u>2,753</u>               |
| Total assets. . . . .                              | <u><u>\$ 19,972</u></u>          | <u><u>\$ 145,724</u></u>         | <u><u>\$ 2,380,390</u></u>                     | <u><u>\$ 2,546,086</u></u> |
| <b>Liabilities:</b>                                |                                  |                                  |  |                            |
| Accounts payable. . . . .                          | <u>\$ 4,672</u>                  | <u>\$ -</u>                      | <u>\$ 390,223</u>                              | <u>\$ 394,895</u>          |
| Total liabilities. . . . .                         | <u>4,672</u>                     | <u>-</u>                         | <u>390,223</u>                                 | <u>394,895</u>             |
| <b>Fund Balances:</b>                              |                                  |                                  |  |                            |
| Fund balances (deficit):                           |                                  |                                  |  |                            |
| Reserved for encumbrances . . . . .                | 685                              | 6,925                            | 2,315,182                                      | 2,322,792                  |
| Unreserved, undesignated, reported in:             |                                  |                                  |  |                            |
| Capital projects funds . . . . .                   | <u>14,615</u>                    | <u>138,799</u>                   | <u>(325,015)</u>                               | <u>(171,601)</u>           |
| Total fund balances . . . . .                      | <u>15,300</u>                    | <u>145,724</u>                   | <u>1,990,167</u>                               | <u>2,151,191</u>           |
| Total liabilities and fund balances. . . . .       | <u><u>\$ 19,972</u></u>          | <u><u>\$ 145,724</u></u>         | <u><u>\$ 2,380,390</u></u>                     | <u><u>\$ 2,546,086</u></u> |

**ERIE COUNTY, OHIO**

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
NONMAJOR CAPITAL PROJECTS FUNDS  
FOR THE YEAR ENDED DECEMBER 31, 2003

|   | <u>Building<br/>Construction</u> | <u>Drainage<br/>Improvements</u> | <u>Country Club<br/>Lane Roads</u> | <u>Quarry Lakes<br/>Public<br/>Improvement</u> | <u>Total</u>        |
|---|----------------------------------|----------------------------------|------------------------------------|--|---------------------|
| <b>Revenues:</b>  |                                  |                                  |                                    |  |                     |
| Intergovernmental . . . . .   | \$ 213,168                       | \$ -                             | \$ -                               | \$ -   | \$ 213,168          |
| Special assessments . . . . .   | -                                | -                                | 18,009                             | -  | 18,009              |
| Investment income . . . . .   | -                                | -                                | -                                  | 211  | 211                 |
| Rental income . . . . .   | -                                | -                                | -                                  | 4,733  | 4,733               |
| Reimbursements . . . . .  | -                                | -                                | -                                  | 65,203   | 65,203              |
| Other . . . . .   | 3,344                            | -                                | -                                  | 2,753  | 6,097               |
| Total revenues . . . . .  | <u>216,512</u>                   | <u>-</u>                         | <u>18,009</u>                      | <u>72,900</u>                                  | <u>307,421</u>      |
| <b>Expenditures:</b>  |                                  |                                  |                                    |  |                     |
| Capital outlay . . . . .  | 982,314                          | 1                                | 99,743                             | 582,733  | 1,664,791           |
| Total expenditures . . . . .  | <u>982,314</u>                   | <u>1</u>                         | <u>99,743</u>                      | <u>582,733</u>                                 | <u>1,664,791</u>    |
| Excess (deficiency) of revenues<br>over (under) expenditures. . . . . | <u>(765,802)</u>                 | <u>(1)</u>                       | <u>(81,734)</u>                    | <u>(509,833)</u>                               | <u>(1,357,370)</u>  |
| <b>Other financing sources:</b>                                       |                                  |                                  |                                    |  |                     |
| Proceeds from sale of bonds . . . . .                                 | -                                | -                                | 48,023                             | -  | 48,023              |
| Proceeds from sale of notes . . . . .                                 | -                                | -                                | -                                  | 2,500,000                                      | 2,500,000           |
| Total other financing sources . . . . .                               | <u>-</u>                         | <u>-</u>                         | <u>48,023</u>                      | <u>2,500,000</u>                               | <u>2,548,023</u>    |
| Net change in fund balances. . . . .                                  | (765,802)                        | (1)                              | (33,711)                           | 1,990,167                                      | 1,190,653           |
| <b>Fund balances at beginning of year . . . . .</b>                   | <u>781,102</u>                   | <u>145,725</u>                   | <u>33,711</u>                      | <u>-</u>                                       | <u>960,538</u>      |
| <b>Fund balances (deficit) at end of year . . . . .</b>               | <u>\$ 15,300</u>                 | <u>\$ 145,724</u>                | <u>\$ -</u>                        | <u>\$ 1,990,167</u>                            | <u>\$ 2,151,191</u> |

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**ERIE COUNTY, OHIO**  
**NONMAJOR FIDUCIARY FUNDS**  
**FUND DESCRIPTIONS**

**Private Purpose Trust Fund**

**Bluecoat Expendable Trust Fund**

A fund used to account for assets held by the County in a trustee capacity or as an agent for other governments or funds, private organizations, or individuals. Since the County maintains only one private purpose trust fund, no combining statements are presented.

**Investment Trust Fund**

**Metroparks Fund**

A fund used to account for the changes in net assets of the participants in the external investment pool operated by the County. Currently, there is only one participant in the pool, the Erie County Metroparks Board. Since the County maintains only one investment trust fund, no combining statements are presented.

**Agency Funds**

These funds are purely custodial (assets equal liabilities) and thus do not involve the measurement of results of operations.

|  |   |
|--|---|
| State of Ohio Fund                                 | Foreign Settlements Fund                  |
| Undivided General Tax Fund                         | Ohio Election Commission Filings Fund     |
| Undivided Local Governments Fund                   | Ohio Housing Trust Fees Fund              |
| Undivided General Personal Tax Fund                | Health District Fund                      |
| Undivided Classified Tax Fund                      | Mental Health and Recovery Board Fund     |
| Undivided Cigarette Tax Fund                       | Regional Planning Fund                    |
| Undivided Manufactured Home Tax Fund               | Soil and Water Conservation District Fund |
| Undivided Local Government Income Tax Fund         | Care Facility Fund                        |
| Undivided Local Government Revenue Assistance Fund | Clerk of Courts Fund                      |
| County Payroll Fund                                | County Court Fund                         |
| Undivided Auto Registration Fund                   | County Prosecutor Fund                    |
| Care Facility Residential Needs Fund               | Family Court Fund                         |
| Undivided Inheritance Tax Fund                     | Probate Court Fund                        |
| Fines Agency Fund                                  | Sheriff Fund                              |
| Township Gasoline Fund                             |   |

**ERIE COUNTY, OHIO**

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
 AGENCY FUNDS  
 DECEMBER 31, 2003

|  | <u>Balance</u><br><u>12/31/02</u> | <u>Additions</u>     | <u>Reductions</u>      | <u>Balance</u><br><u>12/31/03</u> |
|--|-----------------------------------|----------------------|------------------------|-----------------------------------|
| <b><u>State of Ohio Fund</u></b>                     |                                   |                      |                        |                                   |
| <b>Assets:</b>                                       |                                   |                      |                        |                                   |
| Equity in pooled cash and cash equivalents . . . . . | \$ 24,469                         | \$ 87,335            | \$ (24,469)            | \$ 87,335                         |
| Total assets. . . . .                                | <u>\$ 24,469</u>                  | <u>\$ 87,335</u>     | <u>\$ (24,469)</u>     | <u>\$ 87,335</u>                  |
| <b>Liabilities:</b>                                  |                                   |                      |                        |                                   |
| Due to other governments . . . . .                   | \$ 24,469                         | \$ 87,335            | \$ (24,469)            | \$ 87,335                         |
| Total liabilities. . . . .                           | <u>\$ 24,469</u>                  | <u>\$ 87,335</u>     | <u>\$ (24,469)</u>     | <u>\$ 87,335</u>                  |
| <b><u>Undivided General Tax Fund</u></b>             |                                   |                      |                        |                                   |
| <b>Assets:</b>                                       |                                   |                      |                        |                                   |
| Equity in pooled cash and cash equivalents. . . . .  | \$ 2,211,512                      | \$ 2,199,372         | \$ (2,211,512)         | \$ 2,199,372                      |
| Real and other taxes receivable. . . . .             | 63,382,207                        | 68,816,806           | (63,382,207)           | 68,816,806                        |
| Due from other governments . . . . .                 | 108,006                           | 108,006              | (108,006)              | 108,006                           |
| Total assets. . . . .                                | <u>\$ 65,701,725</u>              | <u>\$ 71,124,184</u> | <u>\$ (65,701,725)</u> | <u>\$ 71,124,184</u>              |
| <b>Liabilities:</b>                                  |                                   |                      |                        |                                   |
| Due to other governments . . . . .                   | \$ 65,701,725                     | \$ 71,124,184        | \$ (65,701,725)        | \$ 71,124,184                     |
| Total liabilities. . . . .                           | <u>\$ 65,701,725</u>              | <u>\$ 71,124,184</u> | <u>\$ (65,701,725)</u> | <u>\$ 71,124,184</u>              |
| <b><u>Undivided General Personal Tax Fund</u></b>    |                                   |                      |                        |                                   |
| <b>Assets:</b>                                       |                                   |                      |                        |                                   |
| Equity in pooled cash and cash equivalents . . . . . | \$ 320,159                        | \$ 411,829           | \$ (320,159)           | \$ 411,829                        |
| Real and other taxes receivable. . . . .             | 16,307,246                        | 16,611,694           | (16,307,246)           | 16,611,694                        |
| Total assets. . . . .                                | <u>\$ 16,627,405</u>              | <u>\$ 17,023,523</u> | <u>\$ (16,627,405)</u> | <u>\$ 17,023,523</u>              |
| <b>Liabilities:</b>                                  |                                   |                      |                        |                                   |
| Due to other governments . . . . .                   | \$ 16,627,405                     | \$ 17,023,523        | \$ (16,627,405)        | \$ 17,023,523                     |
| Total liabilities. . . . .                           | <u>\$ 16,627,405</u>              | <u>\$ 17,023,523</u> | <u>\$ (16,627,405)</u> | <u>\$ 17,023,523</u>              |
| <b><u>Undivided Cigarette Tax Fund</u></b>           |                                   |                      |                        |                                   |
| <b>Assets:</b>                                       |                                   |                      |                        |                                   |
| Equity in pooled cash and cash equivalents . . . . . | \$ 258                            | \$ 276               | \$ (258)               | \$ 276                            |
| Total assets. . . . .                                | <u>\$ 258</u>                     | <u>\$ 276</u>        | <u>\$ (258)</u>        | <u>\$ 276</u>                     |
| <b>Liabilities:</b>                                  |                                   |                      |                        |                                   |
| Due to other governments . . . . .                   | \$ 258                            | \$ 276               | \$ (258)               | \$ 276                            |
| Total liabilities. . . . .                           | <u>\$ 258</u>                     | <u>\$ 276</u>        | <u>\$ (258)</u>        | <u>\$ 276</u>                     |



**ERIE COUNTY, OHIO**

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
 AGENCY FUNDS  
 DECEMBER 31, 2003

|  | <u>Balance<br/>12/31/02</u> | <u>Additions</u> | <u>Reductions</u>  | <u>Balance<br/>12/31/03</u> |
|--|-----------------------------|------------------|--------------------|-----------------------------|
| <b><u>Undivided Manufactured Home Tax Fund</u></b>       |                             |                  |                    |                             |
| <b>Assets:</b>   |                             |                  |                    |                             |
| Equity in pooled cash and cash equivalents . . . . .     | \$ 27,873                   | \$ 21,790        | \$ (27,873)        | \$ 21,790                   |
| Total assets. . . . .                                    | <u>\$ 27,873</u>            | <u>\$ 21,790</u> | <u>\$ (27,873)</u> | <u>\$ 21,790</u>            |
| <b>Liabilities:</b>                                      |                             |                  |                    |                             |
| Due to other governments . . . . .                       | \$ 27,873                   | \$ 21,790        | \$ (27,873)        | \$ 21,790                   |
| Total liabilities. . . . .                               | <u>\$ 27,873</u>            | <u>\$ 21,790</u> | <u>\$ (27,873)</u> | <u>\$ 21,790</u>            |
| <b><u>Undivided Local Government Income Tax Fund</u></b> |                             |                  |                    |                             |
| <b>Assets:</b>   |                             |                  |                    |                             |
| Equity in pooled cash and cash equivalents . . . . .     | \$ (10)                     | \$ -             | \$ 10              | \$ -                        |
| Due from other governments . . . . .                     | 10                          | -                | (10)               | -                           |
| Total assets. . . . .                                    | <u>\$ -</u>                 | <u>\$ -</u>      | <u>\$ -</u>        | <u>\$ -</u>                 |
| <b>Liabilities:</b>                                      |                             |                  |                    |                             |
| Total liabilities. . . . .                               | <u>\$ -</u>                 | <u>\$ -</u>      | <u>\$ -</u>        | <u>\$ -</u>                 |
| <b><u>County Payroll Fund</u></b>                        |                             |                  |                    |                             |
| <b>Assets:</b>   |                             |                  |                    |                             |
| Equity in pooled cash and cash equivalents . . . . .     | \$ (29,005)                 | \$ (1,938)       | \$ 29,005          | \$ (1,938)                  |
| Due from other governments . . . . .                     | 29,005                      | 1,938            | (29,005)           | 1,938                       |
| Total assets. . . . .                                    | <u>\$ -</u>                 | <u>\$ -</u>      | <u>\$ -</u>        | <u>\$ -</u>                 |
| <b>Liabilities:</b>                                      |                             |                  |                    |                             |
| Total liabilities. . . . .                               | <u>\$ -</u>                 | <u>\$ -</u>      | <u>\$ -</u>        | <u>\$ -</u>                 |
| <b><u>Undivided Auto Registration Fund</u></b>           |                             |                  |                    |                             |
| <b>Assets:</b>   |                             |                  |                    |                             |
| Equity in pooled cash and cash equivalents . . . . .     | \$ 9,775                    | \$ 9,775         | \$ (9,775)         | \$ 9,775                    |
| Total assets. . . . .                                    | <u>\$ 9,775</u>             | <u>\$ 9,775</u>  | <u>\$ (9,775)</u>  | <u>\$ 9,775</u>             |
| <b>Liabilities:</b>                                      |                             |                  |                    |                             |
| Due to other governments . . . . .                       | \$ 9,775                    | \$ 9,775         | \$ (9,775)         | \$ 9,775                    |
| Total liabilities. . . . .                               | <u>\$ 9,775</u>             | <u>\$ 9,775</u>  | <u>\$ (9,775)</u>  | <u>\$ 9,775</u>             |
| <b><u>Care Facility Residential Needs Fund</u></b>       |                             |                  |                    |                             |
| <b>Assets:</b>   |                             |                  |                    |                             |
| Equity in pooled cash and cash equivalents. . . . .      | \$ 2,410                    | \$ 1,377         | \$ (2,410)         | \$ 1,377                    |
| Total assets. . . . .                                    | <u>\$ 2,410</u>             | <u>\$ 1,377</u>  | <u>\$ (2,410)</u>  | <u>\$ 1,377</u>             |
| <b>Liabilities:</b>                                      |                             |                  |                    |                             |
| Due to other governments . . . . .                       | \$ 2,410                    | \$ 1,377         | \$ (2,410)         | \$ 1,377                    |
| Total liabilities. . . . .                               | <u>\$ 2,410</u>             | <u>\$ 1,377</u>  | <u>\$ (2,410)</u>  | <u>\$ 1,377</u>             |

-continued

**ERIE COUNTY, OHIO**

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
 AGENCY FUNDS  
 DECEMBER 31, 2003

|  | <u>Balance</u><br><u>12/31/02</u> | <u>Additions</u>    | <u>Reductions</u>     | <u>Balance</u><br><u>12/31/03</u> |
|--|-----------------------------------|---------------------|-----------------------|-----------------------------------|
| <b><u>Undivided Inheritance Tax Fund</u></b>       |                                   |                     |                       |                                   |
| <b>Assets:</b>                                     |                                   |                     |                       |                                   |
| Equity in pooled cash and cash equivalents . . . . | \$ 438,994                        | \$ 921,003          | \$ (438,994)          | \$ 921,003                        |
| Total assets. . . . .                              | <u>\$ 438,994</u>                 | <u>\$ 921,003</u>   | <u>\$ (438,994)</u>   | <u>\$ 921,003</u>                 |
| <b>Liabilities:</b>                                |                                   |                     |                       |                                   |
| Due to other governments . . . . .                 | \$ 438,994                        | \$ 921,003          | \$ (438,994)          | \$ 921,003                        |
| Total liabilities. . . . .                         | <u>\$ 438,994</u>                 | <u>\$ 921,003</u>   | <u>\$ (438,994)</u>   | <u>\$ 921,003</u>                 |
| <b><u>Fines Agency Fund</u></b>                    |                                   |                     |                       |                                   |
| <b>Assets:</b>                                     |                                   |                     |                       |                                   |
| Equity in pooled cash and cash equivalents . . . . | \$ 23,690                         | \$ -                | \$ (23,743)           | \$ (53)                           |
| Total assets. . . . .                              | <u>\$ 23,690</u>                  | <u>\$ -</u>         | <u>\$ (23,743)</u>    | <u>\$ (53)</u>                    |
| <b>Liabilities:</b>                                |                                   |                     |                       |                                   |
| Due to other governments . . . . .                 | \$ 23,690                         | \$ -                | \$ (23,743)           | \$ (53)                           |
| Total liabilities. . . . .                         | <u>\$ 23,690</u>                  | <u>\$ -</u>         | <u>\$ (23,743)</u>    | <u>\$ (53)</u>                    |
| <b><u>Township Gasoline Fund</u></b>               |                                   |                     |                       |                                   |
| <b>Assets:</b>                                     |                                   |                     |                       |                                   |
| Equity in pooled cash and cash equivalents . . . . | \$ -                              | \$ 24,309           | \$ -                  | \$ 24,309                         |
| Total assets. . . . .                              | <u>\$ -</u>                       | <u>\$ 24,309</u>    | <u>\$ -</u>           | <u>\$ 24,309</u>                  |
| <b>Liabilities:</b>                                |                                   |                     |                       |                                   |
| Due to other governments . . . . .                 | \$ -                              | \$ 24,309           | \$ -                  | \$ 24,309                         |
| Total liabilities. . . . .                         | <u>\$ -</u>                       | <u>\$ 24,309</u>    | <u>\$ -</u>           | <u>\$ 24,309</u>                  |
| <b><u>Ohio Housing Trust Fees Fund</u></b>         |                                   |                     |                       |                                   |
| <b>Assets:</b>                                     |                                   |                     |                       |                                   |
| Equity in pooled cash and cash equivalents . . . . | \$ -                              | \$ 135,393          | \$ -                  | \$ 135,393                        |
| Total assets. . . . .                              | <u>\$ -</u>                       | <u>\$ 135,393</u>   | <u>\$ -</u>           | <u>\$ 135,393</u>                 |
| <b>Liabilities:</b>                                |                                   |                     |                       |                                   |
| Due to other governments . . . . .                 | \$ -                              | \$ 135,393          | \$ -                  | \$ 135,393                        |
| Total liabilities. . . . .                         | <u>\$ -</u>                       | <u>\$ 135,393</u>   | <u>\$ -</u>           | <u>\$ 135,393</u>                 |
| <b><u>Health District Fund</u></b>                 |                                   |                     |                       |                                   |
| <b>Assets:</b>                                     |                                   |                     |                       |                                   |
| Equity in pooled cash and cash equivalents . . . . | \$ 2,131,358                      | \$ 2,313,318        | \$ (2,131,358)        | \$ 2,313,318                      |
| Total assets. . . . .                              | <u>\$ 2,131,358</u>               | <u>\$ 2,313,318</u> | <u>\$ (2,131,358)</u> | <u>\$ 2,313,318</u>               |
| <b>Liabilities:</b>                                |                                   |                     |                       |                                   |
| Due to other governments . . . . .                 | \$ 2,131,358                      | \$ 2,313,318        | \$ (2,131,358)        | \$ 2,313,318                      |
| Total liabilities. . . . .                         | <u>\$ 2,131,358</u>               | <u>\$ 2,313,318</u> | <u>\$ (2,131,358)</u> | <u>\$ 2,313,318</u>               |

**ERIE COUNTY, OHIO**

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
 AGENCY FUNDS  
 DECEMBER 31, 2003

|   | <u>Balance</u><br><u>12/31/02</u> | <u>Additions</u>    | <u>Reductions</u>     | <u>Balance</u><br><u>12/31/03</u> |
|---|-----------------------------------|---------------------|-----------------------|-----------------------------------|
| <b><u>Mental Health and Recovery Board Fund</u></b>     |                                   |                     |                       |                                   |
| <b>Assets:</b>  |                                   |                     |                       |                                   |
| Equity in pooled cash and cash equivalents . . . . .    | \$ 2,339,230                      | \$ 2,722,143        | \$ (2,339,230)        | \$ 2,722,143                      |
| Total assets. . . . .                                   | <u>\$ 2,339,230</u>               | <u>\$ 2,722,143</u> | <u>\$ (2,339,230)</u> | <u>\$ 2,722,143</u>               |
| <b>Liabilities:</b>                                     |                                   |                     |                       |                                   |
| Due to other governments . . . . .                      | \$ 2,339,230                      | \$ 2,722,143        | \$ (2,339,230)        | \$ 2,722,143                      |
| Total liabilities. . . . .                              | <u>\$ 2,339,230</u>               | <u>\$ 2,722,143</u> | <u>\$ (2,339,230)</u> | <u>\$ 2,722,143</u>               |
| <b><u>Regional Planning Fund</u></b>                    |                                   |                     |                       |                                   |
| <b>Assets:</b>  |                                   |                     |                       |                                   |
| Equity in pooled cash and cash equivalents . . . . .    | \$ 7,510                          | \$ 1,449            | \$ (7,510)            | \$ 1,449                          |
| Total assets. . . . .                                   | <u>\$ 7,510</u>                   | <u>\$ 1,449</u>     | <u>\$ (7,510)</u>     | <u>\$ 1,449</u>                   |
| <b>Liabilities:</b>                                     |                                   |                     |                       |                                   |
| Due to other governments . . . . .                      | \$ 7,510                          | \$ 1,449            | \$ (7,510)            | \$ 1,449                          |
| Total liabilities. . . . .                              | <u>\$ 7,510</u>                   | <u>\$ 1,449</u>     | <u>\$ (7,510)</u>     | <u>\$ 1,449</u>                   |
| <b><u>Soil and Water Conservation District Fund</u></b> |                                   |                     |                       |                                   |
| <b>Assets:</b>  |                                   |                     |                       |                                   |
| Equity in pooled cash and cash equivalents . . . . .    | \$ 56,982                         | \$ 55,760           | \$ (56,982)           | \$ 55,760                         |
| Total assets. . . . .                                   | <u>\$ 56,982</u>                  | <u>\$ 55,760</u>    | <u>\$ (56,982)</u>    | <u>\$ 55,760</u>                  |
| <b>Liabilities:</b>                                     |                                   |                     |                       |                                   |
| Due to other governments . . . . .                      | \$ 56,982                         | \$ 55,760           | \$ (56,982)           | \$ 55,760                         |
| Total liabilities. . . . .                              | <u>\$ 56,982</u>                  | <u>\$ 55,760</u>    | <u>\$ (56,982)</u>    | <u>\$ 55,760</u>                  |
| <b><u>Care Facility Fund</u></b>                        |                                   |                     |                       |                                   |
| <b>Assets:</b>  |                                   |                     |                       |                                   |
| Cash in segregated accounts . . . . .                   | \$ 41,021                         | \$ -                | \$ (41,021)           | \$ -                              |
| Total assets. . . . .                                   | <u>\$ 41,021</u>                  | <u>\$ -</u>         | <u>\$ (41,021)</u>    | <u>\$ -</u>                       |
| <b>Liabilities:</b>                                     |                                   |                     |                       |                                   |
| Deposits held and due to others . . . . .               | \$ 41,021                         | \$ -                | \$ (41,021)           | \$ -                              |
| Total liabilities. . . . .                              | <u>\$ 41,021</u>                  | <u>\$ -</u>         | <u>\$ (41,021)</u>    | <u>\$ -</u>                       |
| <b><u>Clerk of Courts Fund</u></b>                      |                                   |                     |                       |                                   |
| <b>Assets:</b>  |                                   |                     |                       |                                   |
| Cash in segregated accounts . . . . .                   | \$ 2,427,327                      | \$ 2,568,625        | \$ (2,427,327)        | \$ 2,568,625                      |
| Total assets. . . . .                                   | <u>\$ 2,427,327</u>               | <u>\$ 2,568,625</u> | <u>\$ (2,427,327)</u> | <u>\$ 2,568,625</u>               |
| <b>Liabilities:</b>                                     |                                   |                     |                       |                                   |
| Deposits held and due to others . . . . .               | \$ 2,427,327                      | \$ 2,568,625        | \$ (2,427,327)        | \$ 2,568,625                      |
| Total liabilities. . . . .                              | <u>\$ 2,427,327</u>               | <u>\$ 2,568,625</u> | <u>\$ (2,427,327)</u> | <u>\$ 2,568,625</u>               |

-continued

**ERIE COUNTY, OHIO**

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
 AGENCY FUNDS  
 DECEMBER 31, 2003

|   | <u>Balance</u><br><u>12/31/02</u> | <u>Additions</u>  | <u>Reductions</u>   | <u>Balance</u><br><u>12/31/03</u> |
|---|-----------------------------------|-------------------|---------------------|-----------------------------------|
| <b><u>County Court Fund</u></b>           |                                   |                   |                     |                                   |
| <b>Assets:</b>                            |                                   |                   |                     |                                   |
| Cash in segregated accounts . . . . .     | \$ 5,737                          | \$ 13,484         | \$ (5,737)          | \$ 13,484                         |
| Total assets. . . . .                     | <u>\$ 5,737</u>                   | <u>\$ 13,484</u>  | <u>\$ (5,737)</u>   | <u>\$ 13,484</u>                  |
| <b>Liabilities:</b>                       |                                   |                   |                     |                                   |
| Deposits held and due to others . . . . . | \$ 5,737                          | \$ 13,484         | \$ (5,737)          | \$ 13,484                         |
| Total liabilities. . . . .                | <u>\$ 5,737</u>                   | <u>\$ 13,484</u>  | <u>\$ (5,737)</u>   | <u>\$ 13,484</u>                  |
| <b><u>County Prosecutor Fund</u></b>      |                                   |                   |                     |                                   |
| <b>Assets:</b>                            |                                   |                   |                     |                                   |
| Cash in segregated accounts . . . . .     | \$ 8,280                          | \$ -              | \$ (8,280)          | \$ -                              |
| Total assets. . . . .                     | <u>\$ 8,280</u>                   | <u>\$ -</u>       | <u>\$ (8,280)</u>   | <u>\$ -</u>                       |
| <b>Liabilities:</b>                       |                                   |                   |                     |                                   |
| Deposits held and due to others . . . . . | \$ 8,280                          | \$ -              | \$ (8,280)          | \$ -                              |
| Total liabilities. . . . .                | <u>\$ 8,280</u>                   | <u>\$ -</u>       | <u>\$ (8,280)</u>   | <u>\$ -</u>                       |
| <b><u>Family Court Fund</u></b>           |                                   |                   |                     |                                   |
| <b>Assets:</b>                            |                                   |                   |                     |                                   |
| Cash in segregated accounts . . . . .     | \$ 17,203                         | \$ 7,087          | \$ (17,203)         | \$ 7,087                          |
| Total assets. . . . .                     | <u>\$ 17,203</u>                  | <u>\$ 7,087</u>   | <u>\$ (17,203)</u>  | <u>\$ 7,087</u>                   |
| <b>Liabilities:</b>                       |                                   |                   |                     |                                   |
| Deposits held and due to others . . . . . | \$ 17,203                         | \$ 7,087          | \$ (17,203)         | \$ 7,087                          |
| Total liabilities. . . . .                | <u>\$ 17,203</u>                  | <u>\$ 7,087</u>   | <u>\$ (17,203)</u>  | <u>\$ 7,087</u>                   |
| <b><u>Probate Court Fund</u></b>          |                                   |                   |                     |                                   |
| <b>Assets:</b>                            |                                   |                   |                     |                                   |
| Cash in segregated accounts . . . . .     | \$ 15,467                         | \$ 42,745         | \$ (15,467)         | \$ 42,745                         |
| Total assets. . . . .                     | <u>\$ 15,467</u>                  | <u>\$ 42,745</u>  | <u>\$ (15,467)</u>  | <u>\$ 42,745</u>                  |
| <b>Liabilities:</b>                       |                                   |                   |                     |                                   |
| Deposits held and due to others . . . . . | \$ 15,467                         | \$ 42,745         | \$ (15,467)         | \$ 42,745                         |
| Total liabilities. . . . .                | <u>\$ 15,467</u>                  | <u>\$ 42,745</u>  | <u>\$ (15,467)</u>  | <u>\$ 42,745</u>                  |
| <b><u>Sheriff Fund</u></b>                |                                   |                   |                     |                                   |
| <b>Assets:</b>                            |                                   |                   |                     |                                   |
| Cash in segregated accounts . . . . .     | \$ 309,213                        | \$ 237,006        | \$ (309,213)        | \$ 237,006                        |
| Total assets. . . . .                     | <u>\$ 309,213</u>                 | <u>\$ 237,006</u> | <u>\$ (309,213)</u> | <u>\$ 237,006</u>                 |
| <b>Liabilities:</b>                       |                                   |                   |                     |                                   |
| Deposits held and due to others . . . . . | \$ 309,213                        | \$ 237,006        | \$ (309,213)        | \$ 237,006                        |
| Total liabilities. . . . .                | <u>\$ 309,213</u>                 | <u>\$ 237,006</u> | <u>\$ (309,213)</u> | <u>\$ 237,006</u>                 |

**ERIE COUNTY, OHIO**

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
 AGENCY FUNDS  
 DECEMBER 31, 2003

|   | <u>Balance</u><br><u>12/31/02</u> | <u>Additions</u>     | <u>Reductions</u>      | <u>Balance</u><br><u>12/31/03</u> |
|---|-----------------------------------|----------------------|------------------------|-----------------------------------|
| <b><u>Total Agency Funds</u></b>                    |                                   |                      |                        |                                   |
| <b>Assets:</b>                                      |                                   |                      |                        |                                   |
| Equity in pooled cash and cash equivalents. . . . . | \$ 7,565,205                      | \$ 8,903,191         | \$ (7,565,258)         | \$ 8,903,138                      |
| Cash in segregated accounts . . . . .               | 2,824,248                         | 2,868,947            | (2,824,248)            | 2,868,947                         |
| Receivables (net of allowances of uncollectibles):  |                                   |                      |                        |                                   |
| Real and other taxes . . . . .                      | 79,689,453                        | 85,428,500           | (79,689,453)           | 85,428,500                        |
| Due from other governments . . . . .                | 137,021                           | 109,944              | (137,021)              | 109,944                           |
| Total assets. . . . .                               | <u>\$ 90,215,927</u>              | <u>\$ 97,310,582</u> | <u>\$ (90,215,980)</u> | <u>\$ 97,310,529</u>              |
| <b>Liabilities:</b>                                 |                                   |                      |                        |                                   |
| Due to other governments . . . . .                  | \$ 87,391,679                     | \$ 94,441,635        | \$ (87,391,732)        | \$ 94,441,582                     |
| Deposits held and due to others . . . . .           | 2,824,248                         | 2,868,947            | (2,824,248)            | 2,868,947                         |
| Total liabilities. . . . .                          | <u>\$ 90,215,927</u>              | <u>\$ 97,310,582</u> | <u>\$ (90,215,980)</u> | <u>\$ 97,310,529</u>              |

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SCHEDULES OF REVENUES,  
EXPENDITURES/EXPENSES AND  
CHANGES IN FUND BALANCE/FUND EQUITY-  
BUDGET AND ACTUAL  
(NON-GAAP BUDGETARY BASIS)

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**ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 GENERAL FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2003

|  | Budgeted Amounts  |                   | Actual            | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|-------------------|-------------------|-------------------|---|
|  | Original          | Final             |                   |   |
| <b>Revenues:</b>                             |                   |                   |                   |   |
| Property taxes . . . . .                     | \$ 4,306,868      | \$ 4,456,652      | \$ 4,506,430      | \$ 49,778   |
| Sales taxes . . . . .                        | 10,791,620        | 11,166,929        | 11,291,656        | 124,727   |
| Charges for services . . . . .               | 1,601,154         | 1,656,839         | 1,675,345         | 18,506  |
| Licenses and permits. . . . .                | 9,307             | 9,631             | 9,738             | 107   |
| Fines and forfeitures. . . . .               | 593,431           | 614,069           | 620,928           | 6,859   |
| Intergovernmental . . . . .                  | 2,740,040         | 2,835,333         | 2,867,002         | 31,669  |
| Special assessments . . . . .                | 175,930           | 182,048           | 184,081           | 2,033   |
| Rentals. . . . .                             | 151,413           | 156,679           | 158,429           | 1,750   |
| Reimbursements. . . . .                      | 1,019,587         | 1,055,046         | 1,066,830         | 11,784  |
| Investment income . . . . .                  | 808,778           | 836,906           | 846,254           | 9,348   |
| Other . . . . .                              | 173,377           | 179,407           | 196,933           | 17,526  |
| <b>Total revenues . . . . .</b>              | <b>22,371,505</b> | <b>23,149,539</b> | <b>23,423,626</b> | <b>274,087</b>  |
| <b>Expenditures:</b>                         |                   |                   |                   |   |
| <b>Current:</b>                              |                   |                   |                   |   |
| <b>General government:</b>                   |                   |                   |                   |   |
| <b>Legislative and executive:</b>            |                   |                   |                   |   |
| <b>Commissioners</b>                         |                   |                   |                   |   |
| Personal services . . . . .                  | 1,265,216         | 1,333,714         | 1,318,836         | 14,878  |
| Materials and supplies. . . . .              | 192,809           | 203,248           | 186,306           | 16,942  |
| Contractual services. . . . .                | 186,536           | 196,635           | 175,296           | 21,339  |
| <b>Total commissioners . . . . .</b>         | <b>1,644,561</b>  | <b>1,733,597</b>  | <b>1,680,438</b>  | <b>53,159</b>   |
| <b>Microfilm</b>                             |                   |                   |                   |   |
| Personal services . . . . .                  | 70,581            | 74,402            | 74,402            | -   |
| Materials and supplies. . . . .              | 5,661             | 5,968             | 5,407             | 561   |
| Contractual services. . . . .                | 8,538             | 9,000             | 8,253             | 747   |
| <b>Total microfilm . . . . .</b>             | <b>84,780</b>     | <b>89,370</b>     | <b>88,062</b>     | <b>1,308</b>  |
| <b>Copy reproductions</b>                    |                   |                   |                   |   |
| Materials and supplies. . . . .              | 23,716            | 25,000            | 24,180            | 820   |
| Contractual services. . . . .                | 3,657             | 3,855             | 2,295             | 1,560   |
| Capital outlay . . . . .                     | 3,595             | 3,790             | 3,387             | 403   |
| <b>Total copy reproductions . . . . .</b>    | <b>30,968</b>     | <b>32,645</b>     | <b>29,862</b>     | <b>2,783</b>  |
| <b>Information technology</b>                |                   |                   |                   |   |
| Materials and supplies. . . . .              | 29,151            | 30,729            | 5,318             | 25,411  |
| Contractual services. . . . .                | 90,823            | 95,740            | 46,858            | 48,882  |
| Capital outlay . . . . .                     | 168,235           | 177,343           | 60,475            | 116,868   |
| <b>Total information technology. . . . .</b> | <b>288,209</b>    | <b>303,812</b>    | <b>112,651</b>    | <b>191,161</b>  |
| <b>Auditor</b>                               |                   |                   |                   |   |
| Personal services . . . . .                  | 468,786           | 494,166           | 481,904           | 12,262  |
| Materials and supplies. . . . .              | 37,312            | 39,332            | 37,983            | 1,349   |
| Contractual services. . . . .                | 118,201           | 124,600           | 124,465           | 135   |
| <b>Total auditor. . . . .</b>                | <b>624,299</b>    | <b>658,098</b>    | <b>644,352</b>    | <b>13,746</b>   |

-continued

**ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 GENERAL FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2003

|  | Budgeted Amounts |                  | Actual           | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|------------------|------------------|------------------|---|
|  | Original         | Final            |                  |   |
| <b>Treasurer</b>                           |                  |                  |                  |   |
| Personal services . . . . .                | \$ 107,897       | \$ 113,739       | \$ 102,538       | \$ 11,201   |
| Materials and supplies. . . . .            | 26,013           | 27,421           | 22,016           | 5,405   |
| Contractual services. . . . .              | 38,894           | 41,000           | 38,000           | 3,000   |
| Total treasurer. . . . .                   | <u>172,804</u>   | <u>182,160</u>   | <u>162,554</u>   | <u>19,606</u>   |
| <b>Prosecuting attorney</b>                |                  |                  |                  |   |
| Personal services . . . . .                | 1,094,670        | 1,153,935        | 1,137,947        | 15,988  |
| Materials and supplies. . . . .            | 53,624           | 56,527           | 53,640           | 2,887   |
| Contractual services. . . . .              | 12,641           | 13,325           | 12,284           | 1,041   |
| Other . . . . .                            | 48,652           | 51,286           | 51,286           | -   |
| Total prosecuting attorney . . . . .       | <u>1,209,587</u> | <u>1,275,073</u> | <u>1,255,157</u> | <u>19,916</u>   |
| <b>Board of revision</b>                   |                  |                  |                  |   |
| Materials and supplies. . . . .            | 17,323           | 18,261           | 18,261           | -   |
| Contractual services. . . . .              | 5,344            | 5,633            | 5,133            | 500   |
| Total board of revision. . . . .           | <u>22,667</u>    | <u>23,894</u>    | <u>23,394</u>    | <u>500</u>  |
| <b>Planning commission</b>                 |                  |                  |                  |   |
| Personal services . . . . .                | 264,094          | 278,392          | 266,951          | 11,441  |
| Materials and supplies. . . . .            | 3,241            | 3,416            | 2,999            | 417   |
| Contractual services. . . . .              | 15,683           | 16,532           | 15,689           | 843   |
| Other . . . . .                            | 474              | 500              | 480              | 20  |
| Total planning commission. . . . .         | <u>283,492</u>   | <u>298,840</u>   | <u>286,119</u>   | <u>12,721</u>   |
| <b>Law library</b>                         |                  |                  |                  |   |
| Personal services . . . . .                | 4,743            | 5,000            | -                | 5,000   |
| Total law library. . . . .                 | <u>4,743</u>     | <u>5,000</u>     | <u>-</u>         | <u>5,000</u>  |
| <b>Board of elections</b>                  |                  |                  |                  |   |
| Personal services . . . . .                | 295,552          | 311,553          | 310,528          | 1,025   |
| Materials and supplies. . . . .            | 86,803           | 91,502           | 90,572           | 930   |
| Contractual services. . . . .              | 20,159           | 21,250           | 20,331           | 919   |
| Total board of elections. . . . .          | <u>402,514</u>   | <u>424,305</u>   | <u>421,431</u>   | <u>2,874</u>  |
| <b>Recorder</b>                            |                  |                  |                  |   |
| Personal services . . . . .                | 249,247          | 262,741          | 260,810          | 1,931   |
| Materials and supplies. . . . .            | 2,833            | 2,986            | 2,702            | 284   |
| Contractual services. . . . .              | 2,846            | 3,000            | 2,560            | 440   |
| Total recorder . . . . .                   | <u>254,926</u>   | <u>268,727</u>   | <u>266,072</u>   | <u>2,655</u>  |
| <b>Maintenance and operations</b>          |                  |                  |                  |   |
| Personal services . . . . .                | 1,338,796        | 1,411,278        | 1,407,956        | 3,322   |
| Materials and supplies. . . . .            | 525,269          | 553,707          | 548,553          | 5,154   |
| Contractual services. . . . .              | 811,697          | 855,642          | 835,715          | 19,927  |
| Capital outlay . . . . .                   | 4,553            | 4,800            | 4,800            | -   |
| Total maintenance and operations . . . . . | <u>2,680,315</u> | <u>2,825,427</u> | <u>2,797,024</u> | <u>28,403</u>   |

**ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 GENERAL FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2003

|  | Budgeted Amounts |            | Actual     | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|------------------|------------|------------|---|
|  | Original         | Final      |            |   |
| Insurance  |                  |            |            |   |
| Other . . . . .                                  | \$ 563,501       | \$ 594,009 | \$ 452,178 | \$ 141,831  |
| Total insurance . . . . .                        | 563,501          | 594,009    | 452,178    | 141,831   |
| Other  |                  |            |            |   |
| Materials and supplies . . . . .                 | 949              | 1,000      | 280        | 720   |
| Total other . . . . .                            | 949              | 1,000      | 280        | 720   |
| Total general government -                       |                  |            |            |   |
| Total legislative and executive . . . . .        | 8,268,315        | 8,715,957  | 8,219,574  | 496,383   |
| General government:                              |                  |            |            |   |
| Judicial   |                  |            |            |   |
| Court of appeals                                 |                  |            |            |   |
| Other . . . . .                                  | 37,771           | 39,816     | 16,077     | 23,739  |
| Total court of appeals. . . . .                  | 37,771           | 39,816     | 16,077     | 23,739  |
| Common pleas court                               |                  |            |            |   |
| Personal services . . . . .                      | 283,229          | 298,563    | 298,228    | 335   |
| Materials and supplies. . . . .                  | 63,954           | 67,416     | 62,052     | 5,364   |
| Contractual services. . . . .                    | 315,816          | 332,914    | 317,882    | 15,032  |
| Capital outlay . . . . .                         | -                | -          | -          | -   |
| Total common pleas court . . . . .               | 662,999          | 698,893    | 678,162    | 20,731  |
| Domestic relations/juvenile court                |                  |            |            |   |
| Personal services . . . . .                      | 1,783,475        | 1,880,032  | 1,845,584  | 34,448  |
| Materials and supplies. . . . .                  | 126,724          | 133,585    | 91,116     | 42,469  |
| Contractual services. . . . .                    | 308,016          | 324,692    | 288,010    | 36,682  |
| Other . . . . .                                  | 8,045            | 8,481      | 8,179      | 302   |
| Total domestic relations/juvenile court. . . . . | 2,226,260        | 2,346,790  | 2,232,889  | 113,901   |
| Probate court                                    |                  |            |            |   |
| Personal services . . . . .                      | 260,982          | 275,112    | 274,949    | 163   |
| Materials and supplies. . . . .                  | 11,816           | 12,456     | 12,456     | -   |
| Contractual services. . . . .                    | 22,653           | 23,879     | 23,693     | 186   |
| Total probate court . . . . .                    | 295,451          | 311,447    | 311,098    | 349   |
| Clerk of courts                                  |                  |            |            |   |
| Personal services . . . . .                      | 490,033          | 516,563    | 515,826    | 737   |
| Materials and supplies. . . . .                  | 11,267           | 11,877     | 8,948      | 2,929   |
| Contractual services. . . . .                    | 9,125            | 9,619      | 9,555      | 64  |
| Total clerk of courts. . . . .                   | 510,425          | 538,059    | 534,329    | 3,730   |
| County courts                                    |                  |            |            |   |
| Personal services . . . . .                      | 276,084          | 291,031    | 259,482    | 31,549  |
| Materials and supplies. . . . .                  | 15,465           | 16,302     | 15,402     | 900   |
| Contractual services. . . . .                    | 32,405           | 34,159     | 29,870     | 4,289   |
| Total county courts . . . . .                    | 323,954          | 341,492    | 304,754    | 36,738  |

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**ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 GENERAL FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2003

|                                   | Budgeted Amounts |            | Actual     | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|-----------------------------------|------------------|------------|------------|---|
|                                   | Original         | Final      |            |   |
| Municipal courts                  |                  |            |            |   |
| Personal services . . . . .       | \$ 216,969       | \$ 228,716 | \$ 214,236 | \$ 14,480   |
| Total municipal courts . . . . .  | 216,969          | 228,716    | 214,236    | 14,480  |
| Total judicial . . . . .          | 4,273,829        | 4,505,213  | 4,291,545  | 213,668   |
| Total general government. . . . . | 12,542,144       | 13,221,170 | 12,511,119 | 710,051   |
| Public safety                     |                  |            |            |   |
| Adult probation                   |                  |            |            |   |
| Personal services . . . . .       | 298,408          | 314,564    | 272,611    | 41,953  |
| Materials and supplies. . . . .   | 40,505           | 42,698     | 40,663     | 2,035   |
| Contractual services. . . . .     | 35,453           | 37,372     | 37,151     | 221   |
| Total adult probation . . . . .   | 374,366          | 394,634    | 350,425    | 44,209  |
| Detention home                    |                  |            |            |   |
| Personal services . . . . .       | 1,180,254        | 1,244,153  | 1,135,846  | 108,307   |
| Materials and supplies. . . . .   | 179,744          | 189,475    | 160,163    | 29,312  |
| Contractual services. . . . .     | 96,319           | 101,534    | 86,398     | 15,136  |
| Capital outlay . . . . .          | 52,270           | 55,100     | 49,867     | 5,233   |
| Total detention home . . . . .    | 1,508,587        | 1,590,262  | 1,432,274  | 157,988   |
| Coroner                           |                  |            |            |   |
| Personal services . . . . .       | 62,687           | 66,081     | 66,058     | 23  |
| Materials and supplies. . . . .   | 2,182            | 2,300      | 1,878      | 422   |
| Contractual services. . . . .     | 57,638           | 60,758     | 58,545     | 2,213   |
| Total coroner . . . . .           | 122,507          | 129,139    | 126,481    | 2,658   |
| Sheriff                           |                  |            |            |   |
| Personal services . . . . .       | 4,596,432        | 4,845,282  | 4,820,041  | 25,241  |
| Materials and supplies. . . . .   | 350,546          | 369,524    | 368,940    | 584   |
| Contractual services. . . . .     | 640,202          | 674,862    | 661,677    | 13,185  |
| Capital outlay . . . . .          | 187,208          | 197,343    | 197,011    | 332   |
| Other . . . . .                   | 25,928           | 27,332     | 26,905     | 427   |
| Total sheriff. . . . .            | 5,800,316        | 6,114,343  | 6,074,574  | 39,769  |
| 9-1-1 system                      |                  |            |            |   |
| Other . . . . .                   | 23,621           | 24,900     | 20,450     | 4,450   |
| Total 9-1-1 system . . . . .      | 23,621           | 24,900     | 20,450     | 4,450   |
| Other                             |                  |            |            |   |
| Other . . . . .                   | 18,112           | 19,093     | 19,093     | -   |
| Total other . . . . .             | 18,112           | 19,093     | 19,093     | -   |
| Total public safety . . . . .     | 7,847,509        | 8,272,371  | 8,023,297  | 249,074   |
| Public works                      |                  |            |            |   |
| Engineer                          |                  |            |            |   |
| Personal services . . . . .       | 70,136           | 73,933     | 72,783     | 1,150   |
| Materials and supplies. . . . .   | 3,137            | 3,307      | 1,800      | 1,507   |
| Total engineer. . . . .           | 73,273           | 77,240     | 74,583     | 2,657   |

**ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 GENERAL FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2003

|  | Budgeted Amounts |                  | Actual         | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|------------------|------------------|----------------|---|
|  | Original         | Final            |                |   |
| Ditch maintenance                            |                  |                  |                |   |
| Personal services . . . . .                  | \$ 86,858        | \$ 91,560        | \$ 80,941      | \$ 10,619   |
| Materials and supplies. . . . .              | 26,730           | 28,177           | 19,831         | 8,346   |
| Contractual services. . . . .                | 128,576          | 135,537          | 92,945         | 42,592  |
| Total ditch maintenance . . . . .            | <u>242,164</u>   | <u>255,274</u>   | <u>193,717</u> | <u>61,557</u>   |
| Tri-county airport authority                 |                  |                  |                |   |
| Other . . . . .                              | 27,927           | 29,439           | 29,439         | -   |
| Total tri-county airport authority . . . . . | <u>27,927</u>    | <u>29,439</u>    | <u>29,439</u>  | <u>-</u>  |
| Total public works . . . . .                 | <u>343,364</u>   | <u>361,953</u>   | <u>297,739</u> | <u>64,214</u>   |
| Health                                       |                  |                  |                |   |
| Humane society                               |                  |                  |                |   |
| Personal services . . . . .                  | 3,375            | 3,558            | 2,896          | 662   |
| Total humane society . . . . .               | <u>3,375</u>     | <u>3,558</u>     | <u>2,896</u>   | <u>662</u>  |
| Disabled children aid                        |                  |                  |                |   |
| Contractual services. . . . .                | 168,040          | 177,138          | 157,571        | 19,567  |
| Total disabled children aid . . . . .        | <u>168,040</u>   | <u>177,138</u>   | <u>157,571</u> | <u>19,567</u>   |
| Tuberculosis                                 |                  |                  |                |   |
| Contractual services. . . . .                | 1,542            | 1,625            | 1,308          | 317   |
| Total tuberculosis . . . . .                 | <u>1,542</u>     | <u>1,625</u>     | <u>1,308</u>   | <u>317</u>  |
| Vital statistics                             |                  |                  |                |   |
| Other. . . . .                               | 1,673            | 1,764            | 1,764          | -   |
| Total vital statistics . . . . .             | <u>1,673</u>     | <u>1,764</u>     | <u>1,764</u>   | <u>-</u>  |
| Total health . . . . .                       | <u>174,630</u>   | <u>184,085</u>   | <u>163,539</u> | <u>20,546</u>   |
| Human services                               |                  |                  |                |   |
| Veterans services                            |                  |                  |                |   |
| Personal services . . . . .                  | 228,686          | 241,067          | 235,712        | 5,355   |
| Materials and supplies. . . . .              | 85,230           | 89,844           | 69,218         | 20,626  |
| Contractual services. . . . .                | 3,090            | 3,257            | -              | 3,257   |
| Capital outlay . . . . .                     | 30,357           | 32,000           | 26,299         | 5,701   |
| Other . . . . .                              | 711,210          | 749,715          | 370,315        | 379,400   |
| Total veterans services . . . . .            | <u>1,058,573</u> | <u>1,115,883</u> | <u>701,544</u> | <u>414,339</u>  |

-continued

**ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 GENERAL FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2003

|  | Budgeted Amounts        |                         | Actual                  | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|-------------------------|-------------------------|-------------------------|---|
|  | Original                | Final                   |                         |   |
| Miscellaneous Human Services   |                         |                         |                         |   |
| Other . . . . .  | \$ 84                   | \$ 89                   | \$ 88                   | \$ 1  |
| Total miscellaneous human services. . . . .  | 84                      | 89                      | 88                      | 1   |
| <br>Total human services. . . . .  | <br>1,058,657           | <br>1,115,972           | <br>701,632             | <br>414,340   |
| <br>Agriculture society  |                         |                         |                         |   |
| Other . . . . .  | 347,624                 | 366,444                 | 366,444                 | -   |
| Total agriculture society . . . . .  | 347,624                 | 366,444                 | 366,444                 | -   |
| <br>Total conservation and recreation . . . . .  | <br>347,624             | <br>366,444             | <br>366,444             | <br>-   |
| <br>Miscellaneous  |                         |                         |                         |   |
| Other . . . . .  | 15,178                  | 16,000                  | -                       | 16,000  |
| Total miscellaneous . . . . .  | 15,178                  | 16,000                  | -                       | 16,000  |
| <br>Capital outlay   |                         |                         |                         |   |
| Capital improvements   |                         |                         |                         |   |
| Capital outlay . . . . .   | 56,533                  | 59,594                  | 59,560                  | 34  |
| Total capital improvements. . . . .  | 56,533                  | 59,594                  | 59,560                  | 34  |
| <br>Total capital outlay. . . . .  | <br>56,533              | <br>59,594              | <br>59,560              | <br>34  |
| <br>Total expenditures . . . . .   | <br>22,385,639          | <br>23,597,589          | <br>22,123,330          | <br>1,474,259   |
| <br>Excess (Deficiency ) of revenues<br>over (under) expenditures. . . . .   | <br>(14,134)            | <br>(448,050)           | <br>1,300,296           | <br>1,748,346   |
| <br>Other financing sources (uses):  |                         |                         |                         |   |
| Proceeds from sale of fixed assets. . . . .  | 17,430                  | 18,036                  | 18,237                  | 201   |
| Operating transfers in . . . . .   | 310,608                 | 321,410                 | 325,000                 | 3,590   |
| Operating transfers out. . . . .   | (3,377,221)             | (3,560,063)             | (3,544,028)             | 16,035  |
| Other financing use . . . . .  | -                       | -                       | (43,600)                | (43,600)  |
| Total other financing sources (uses) . . . . .   | (3,049,183)             | (3,220,617)             | (3,244,391)             | (23,774)  |
| <br>Excess (deficiency) of revenues and<br>other financing sources over (under)<br>expenditures and other financing (uses) . . . . . | <br>(3,063,317)         | <br>(3,668,667)         | <br>(1,944,095)         | <br>1,724,572   |
| <br><b>Fund balance, January 1 . . . . .</b>   | <br>5,300,021           | <br>5,300,021           | <br>5,300,021           | <br>-   |
| <b>Prior year encumbrances appropriated . . . . .</b>  | <b>1,884,931</b>        | <b>1,884,931</b>        | <b>1,884,931</b>        | <b>-</b>  |
| <br><b>Fund balance, December 31 . . . . .</b>   | <br><b>\$ 4,121,635</b> | <br><b>\$ 3,516,285</b> | <br><b>\$ 5,240,857</b> | <br><b>\$ 1,724,572</b>                                 |

**ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 PUBLIC ASSISTANCE FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2003

|  | <u>Budgeted Amounts</u> |                   | <u>Actual</u>       | <b>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</b> |
|--|-------------------------|-------------------|---------------------|---|
|  | <u>Original</u>         | <u>Final</u>      |                     |   |
| Revenues:  |                         |                   |                     |   |
| Charges for services . . . . .   | \$ 728,815              | \$ 653,436        | \$ 560,286          | \$ (93,150)   |
| Intergovernmental . . . . .  | 9,324,847               | 8,360,407         | 7,168,592           | (1,191,815)   |
| Total revenues . . . . .   | <u>10,053,662</u>       | <u>9,013,843</u>  | <u>7,728,878</u>    | <u>(1,284,965)</u>  |
| Expenditures:  |                         |                   |                     |   |
| Current:   |                         |                   |                     |   |
| Human services   |                         |                   |                     |   |
| Personal services . . . . .  | 4,217,224               | 4,135,320         | 3,941,257           | 194,063   |
| Materials and supplies . . . . .   | 1,662,437               | 1,630,150         | 1,610,366           | 19,784  |
| Contractual services . . . . .   | 4,067,707               | 3,988,707         | 3,706,577           | 282,130   |
| Capital outlay . . . . .   | 83,809                  | 82,181            | 73,547              | 8,634   |
| Total expenditures . . . . .   | <u>10,031,177</u>       | <u>9,836,358</u>  | <u>9,331,747</u>    | <u>504,611</u>  |
| Excess (Deficiency) of revenues<br>over (under) expenditures . . . . .   | <u>22,485</u>           | <u>(822,515)</u>  | <u>(1,602,869)</u>  | <u>(780,354)</u>  |
| Other financing sources (uses):  |                         |                   |                     |   |
| Operating transfers in . . . . .   | 1,065,300               | 955,119           | 818,962             | (136,157)   |
| Operating transfers out . . . . .  | <u>(221,831)</u>        | <u>(217,523)</u>  | <u>(215,466)</u>    | <u>2,057</u>  |
| Total other financing sources (uses) . . . . .   | <u>843,469</u>          | <u>737,596</u>    | <u>603,496</u>      | <u>(134,100)</u>  |
| Excess (deficiency) of revenues and<br>other financing sources over (under)<br>expenditures and other financing (uses) . . . . . | 865,954                 | (84,919)          | (999,373)           | (914,454)   |
| <b>Fund deficit, January 1 . . . . .</b>   | (471,912)               | (471,912)         | (471,912)           | -   |
| <b>Prior year encumbrances appropriated . . . . .</b>  | <u>757,318</u>          | <u>757,318</u>    | <u>757,318</u>      | <u>-</u>  |
| <b>Fund balance, December 31 . . . . .</b>   | <u>\$ 1,151,360</u>     | <u>\$ 200,487</u> | <u>\$ (713,967)</u> | <u>\$ (914,454)</u>   |

**ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 MOTOR VEHICLE AND GAS TAX FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2003

|   | <u>Budgeted Amounts</u> |                   | <u>Actual</u>       | <b>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</b> |
|---|-------------------------|-------------------|---------------------|---|
|   | <u>Original</u>         | <u>Final</u>      |                     |   |
| Revenues:   |                         |                   |                     |   |
| Charges for services . . . . .                        | \$ 281,912              | \$ 326,918        | \$ 346,307          | \$ 19,389   |
| Fines and forfeitures. . . . .                        | 117,074                 | 135,765           | 143,817             | 8,052   |
| Intergovernmental . . . . .                           | 3,246,559               | 3,764,860         | 3,988,144           | 223,284   |
| Reimbursements . . . . .                              | 111,339                 | 129,114           | 136,771             | 7,657   |
| Investment income . . . . .                           | 35,472                  | 41,135            | 43,575              | 2,440   |
| Other . . . . .                                       | 244                     | 283               | 300                 | 17  |
| Total revenues . . . . .                              | <u>3,792,600</u>        | <u>4,398,075</u>  | <u>4,658,914</u>    | <u>260,839</u>  |
| Expenditures:   |                         |                   |                     |   |
| Current:  |                         |                   |                     |   |
| Public works  |                         |                   |                     |   |
| Personal services . . . . .                           | 2,009,999               | 2,065,720         | 1,926,619           | 139,101   |
| Materials and supplies. . . . .                       | 830,838                 | 853,871           | 649,687             | 204,184   |
| Contractual services. . . . .                         | 2,673,317               | 2,747,427         | 2,096,943           | 650,484   |
| Capital outlay . . . . .                              | 94,400                  | 97,017            | 80,469              | 16,548  |
| Total expenditures . . . . .                          | <u>5,608,554</u>        | <u>5,764,035</u>  | <u>4,753,718</u>    | <u>1,010,317</u>  |
| Deficiency of revenues<br>under expenditures. . . . . | (1,815,954)             | (1,365,960)       | (94,804)            | 1,271,156   |
| <b>Fund balance, January 1. . . . .</b>               | 797,339                 | 797,339           | 797,339             | -   |
| <b>Prior year encumbrances appropriated. . . . .</b>  | <u>1,337,696</u>        | <u>1,337,696</u>  | <u>1,337,696</u>    | <u>-</u>  |
| <b>Fund balance, December 31. . . . .</b>             | <u>\$ 319,081</u>       | <u>\$ 769,075</u> | <u>\$ 2,040,231</u> | <u>\$ 1,271,156</u>   |



**ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 COUNTY BOARD OF MRDD FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2003

|  | <u>Budgeted Amounts</u> |                   | <u>Actual</u>     | <u>Variance with</u> |
|--|-------------------------|-------------------|-------------------|----------------------|
|  | <u>Original</u>         | <u>Final</u>      |                   | <u>Final Budget</u>  |
|  |                         |                   |                   | <u>Positive</u>      |
|  |                         |                   |                   | <u>(Negative)</u>    |
| Revenues:  |                         |                   |                   |                      |
| Property taxes . . . . .                               | \$ 3,786,466            | \$ 3,889,290      | \$ 3,788,497      | \$ (100,793)         |
| Charges for services . . . . .                         | 29,935                  | 30,748            | 29,951            | (797)                |
| Intergovernmental . . . . .                            | 1,577,523               | 1,620,362         | 1,578,370         | (41,992)             |
| Reimbursements . . . . .                               | 98,996                  | 101,684           | 99,049            | (2,635)              |
| Investment income . . . . .                            | 326                     | 335               | 326               | (9)                  |
| Other . . . . .  | 7,062                   | 7,254             | 7,066             | (188)                |
| Total revenues . . . . .                               | <u>5,500,308</u>        | <u>5,649,673</u>  | <u>5,503,259</u>  | <u>(146,414)</u>     |
| Expenditures:  |                         |                   |                   |                      |
| Current:   |                         |                   |                   |                      |
| Health   |                         |                   |                   |                      |
| Personal services . . . . .                            | 3,980,543               | 4,177,147         | 4,085,972         | 91,175               |
| Materials and supplies . . . . .                       | 1,207,741               | 1,267,393         | 1,191,958         | 75,435               |
| Contractual services . . . . .                         | 766,280                 | 804,128           | 745,054           | 59,074               |
| Capital outlay . . . . .                               | 125,787                 | 132,000           | 129,018           | 2,982                |
| Total expenditures . . . . .                           | <u>6,080,351</u>        | <u>6,380,668</u>  | <u>6,152,002</u>  | <u>228,666</u>       |
| Deficiency of revenues<br>under expenditures . . . . . | (580,043)               | (730,995)         | (648,743)         | 82,252               |
| <b>Fund balance, January 1 . . . . .</b>               | 624,334                 | 624,334           | 624,334           | -                    |
| <b>Prior year encumbrances appropriated . . . . .</b>  | <u>254,744</u>          | <u>254,744</u>    | <u>254,744</u>    | <u>-</u>             |
| <b>Fund balance, December 31 . . . . .</b>             | <u>\$ 299,035</u>       | <u>\$ 148,083</u> | <u>\$ 230,335</u> | <u>\$ 82,252</u>     |

**ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND EQUITY  
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 SEWER FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2003

|  | Budgeted Amounts    |                     | Actual              | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|---------------------|---------------------|---------------------|---|
|  | Original            | Final               |                     |   |
| Operating revenues:                                    |                     |                     |                     |   |
| Charges for services . . . . .                         | \$ 9,591,041        | \$ 7,188,662        | \$ 5,781,130        | \$ (1,407,532)  |
| Tap-In Fees . . . . .                                  | 425,002             | 318,547             | 256,176             | (62,371)  |
| Other . . . . .  | 232,890             | 174,555             | 140,377             | (34,178)  |
| Total operating revenues . . . . .                     | <u>10,248,933</u>   | <u>7,681,764</u>    | <u>6,177,683</u>    | <u>(1,504,081)</u>                                      |
| Operating expenses:                                    |                     |                     |                     |   |
| Personal services . . . . .                            | 1,415,822           | 1,569,030           | 1,509,878           | 59,152  |
| Materials and supplies . . . . .                       | 1,487,226           | 1,648,161           | 1,750,337           | (102,176)   |
| Contractual services . . . . .                         | 1,776,285           | 1,968,499           | 909,139             | 1,059,360   |
| Capital outlay . . . . .                               | 4,862,962           | 5,389,190           | 4,716,344           | 672,846   |
| Total operating expenses . . . . .                     | <u>9,542,295</u>    | <u>10,574,880</u>   | <u>8,885,698</u>    | <u>1,689,182</u>  |
| Operating income (loss). . . . .                       | <u>706,638</u>      | <u>(2,893,116)</u>  | <u>(2,708,015)</u>  | <u>185,101</u>  |
| Nonoperating revenues (expenses):                      |                     |                     |                     |   |
| Proceeds of bonds . . . . .                            | 5,833,630           | 4,372,413           | 3,516,299           | (856,114)   |
| Principal retirement . . . . .                         | (1,702,424)         | (1,886,645)         | (1,886,056)         | 589   |
| Interest and fiscal charges . . . . .                  | (11,794)            | (13,070)            | (9,769)             | 3,301   |
| Interest revenue . . . . .                             | 458                 | 343                 | 276                 | (67)  |
| Intergovernmental revenue. . . . .                     | 572,377             | 429,007             | 345,008             | (83,999)  |
| Total nonoperating revenues (expenses) . . . . .       | <u>4,692,247</u>    | <u>2,902,048</u>    | <u>1,965,758</u>    | <u>(936,290)</u>  |
| Net income (loss) before operating transfers . . . . . | <u>5,398,885</u>    | <u>8,932</u>        | <u>(742,257)</u>    | <u>(751,189)</u>  |
| Operating transfers in . . . . .                       | 242,119             | 181,473             | 145,941             | (35,532)  |
| Operating transfers out . . . . .                      | (18,047)            | (20,000)            | -                   | 20,000  |
| Total operating transfers. . . . .                     | <u>224,072</u>      | <u>161,473</u>      | <u>145,941</u>      | <u>(15,532)</u>   |
| Net income (loss). . . . .                             | <u>5,622,957</u>    | <u>170,405</u>      | <u>(596,316)</u>    | <u>(766,721)</u>  |
| <b>Fund equity at beginning of year. . . . .</b>       | <u>981,425</u>      | <u>981,425</u>      | <u>981,425</u>      | <u>-</u>  |
| <b>Prior year encumbrances appropriated . . . . .</b>  | <u>1,116,646</u>    | <u>1,116,646</u>    | <u>1,116,646</u>    | <u>-</u>  |
| <b>Fund equity (deficit) at end of year . . . . .</b>  | <u>\$ 7,721,028</u> | <u>\$ 2,268,476</u> | <u>\$ 1,501,755</u> | <u>\$ (766,721)</u>                                     |

**ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND EQUITY  
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 WATER FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2003

|   | Budgeted Amounts             |                            | Actual                       | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|---|------------------------------|----------------------------|------------------------------|---|
|   | Original                     | Final                      |                              |   |
| Operating revenues:                                   |                              |                            |                              |   |
| Charges for services . . . . .                        | \$ 7,757,600                 | \$ 10,566,525              | \$ 6,908,875                 | \$ (3,657,650)  |
| Tap-in fees. . . . .                                  | 1,172,173                    | 1,596,602                  | 1,043,931                    | (552,671)   |
| Other . . . . .                                       | 46,363                       | 63,151                     | 41,291                       | (21,860)  |
| Total operating revenues . . . . .                    | <u>8,976,136</u>             | <u>12,226,278</u>          | <u>7,994,097</u>             | <u>(4,232,181)</u>                                      |
| Operating expenses:                                   |                              |                            |                              |   |
| Personal services . . . . .                           | 1,148,281                    | 1,083,532                  | 1,019,136                    | 64,396  |
| Materials and supplies . . . . .                      | 4,973,679                    | 4,693,228                  | 4,630,843                    | 62,385  |
| Contractual services . . . . .                        | 657,513                      | 620,438                    | 597,401                      | 23,037  |
| Claims and judgements. . . . .                        | 1,908                        | 1,800                      | -                            | 1,800   |
| Capital outlay . . . . .                              | 16,257,732                   | 15,341,006                 | 13,239,858                   | 2,101,148   |
| Total operating expenses . . . . .                    | <u>23,039,113</u>            | <u>21,740,004</u>          | <u>19,487,238</u>            | <u>2,252,766</u>  |
| Operating loss. . . . .                               | <u>(14,062,977)</u>          | <u>(9,513,726)</u>         | <u>(11,493,141)</u>          | <u>(1,979,415)</u>                                      |
| Nonoperating revenues (expenses):                     |                              |                            |                              |   |
| Principal retirement . . . . .                        | (1,347,105)                  | (1,271,146)                | (1,269,941)                  | 1,205   |
| Interest and fiscal charges . . . . .                 | (339,122)                    | (320,000)                  | (301,803)                    | 18,197  |
| Intergovernmental revenue . . . . .                   | 8,559,454                    | 11,658,722                 | 7,623,003                    | (4,035,719)   |
| Total nonoperating revenues (expenses). . . . .       | <u>6,873,227</u>             | <u>10,067,576</u>          | <u>6,051,259</u>             | <u>(4,016,317)</u>                                      |
| Net income (loss) before operating transfers. . . . . | <u>(7,189,750)</u>           | <u>553,850</u>             | <u>(5,441,882)</u>           | <u>(5,995,732)</u>                                      |
| Operating transfers out . . . . .                     | <u>(373,603)</u>             | <u>(352,537)</u>           | <u>-</u>                     | <u>352,537</u>  |
| Total operating transfers . . . . .                   | <u>(373,603)</u>             | <u>(352,537)</u>           | <u>-</u>                     | <u>352,537</u>  |
| Net income (loss). . . . .                            | <u>(7,563,353)</u>           | <u>201,313</u>             | <u>(5,441,882)</u>           | <u>(5,643,195)</u>                                      |
| <b>Fund equity at beginning of year. . . . .</b>      | <b>40,291</b>                | <b>40,291</b>              | <b>40,291</b>                | <b>-</b>  |
| <b>Prior year encumbrances appropriated . . . . .</b> | <b>2,123,272</b>             | <b>2,123,272</b>           | <b>2,123,272</b>             | <b>-</b>  |
| <b>Fund equity (deficit) at end of year . . . . .</b> | <b><u>\$ (5,399,790)</u></b> | <b><u>\$ 2,364,876</u></b> | <b><u>\$ (3,278,319)</u></b> | <b><u>\$ (5,643,195)</u></b>                            |

**ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND EQUITY  
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 LANDFILL FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2003

|   | Budgeted Amounts      |                     | Actual              | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|---|-----------------------|---------------------|---------------------|---|
|   | Original              | Final               |                     |   |
| Operating revenues:                                   |                       |                     |                     |   |
| Charges for services . . . . .                        | \$ 1,912,243          | \$ 3,580,305        | \$ 3,624,825        | \$ 44,520   |
| Other . . . . .                                       | 46,089                | 86,293              | 87,366              | 1,073   |
| Total operating revenues . . . . .                    | <u>1,958,332</u>      | <u>3,666,598</u>    | <u>3,712,191</u>    | <u>45,593</u>   |
| Operating expenses:                                   |                       |                     |                     |   |
| Personal services . . . . .                           | 767,215               | 763,907             | 734,250             | 29,657  |
| Materials and supplies . . . . .                      | 954,688               | 950,572             | 909,054             | 41,518  |
| Contractual services . . . . .                        | 719,876               | 716,773             | 713,672             | 3,101   |
| Capital outlay. . . . .                               | 7,063,409             | 7,032,958           | 6,182,670           | 850,288   |
| Total operating expenses . . . . .                    | <u>9,505,188</u>      | <u>9,464,210</u>    | <u>8,539,646</u>    | <u>924,564</u>  |
| Operating loss . . . . .                              | <u>(7,546,856)</u>    | <u>(5,797,612)</u>  | <u>(4,827,455)</u>  | <u>970,157</u>  |
| Nonoperating revenues (expenses):                     |                       |                     |                     |   |
| Proceeds of notes. . . . .                            | 5,802,949             | 10,864,899          | 11,000,000          | 135,101   |
| Principal retirement . . . . .                        | (6,153,529)           | (6,127,000)         | (6,126,258)         | 742   |
| Interest revenue . . . . .                            | 35,888                | 67,193              | 68,029              | 836   |
| Interest and fiscal charges . . . . .                 | (119,515)             | (119,000)           | (119,000)           | -   |
| Total nonoperating revenues (expenses) . . . . .      | <u>(434,207)</u>      | <u>4,686,092</u>    | <u>4,822,771</u>    | <u>136,679</u>  |
| Net loss before operating transfers. . . . .          | <u>(7,981,063)</u>    | <u>(1,111,520)</u>  | <u>(4,684)</u>      | <u>1,106,836</u>  |
| Operating transfers in. . . . .                       | 802,831               | 1,503,145           | 1,521,836           | 18,691  |
| Operating transfers out . . . . .                     | <u>(1,568,598)</u>    | <u>(1,561,836)</u>  | <u>(1,561,836)</u>  | <u>-</u>  |
| Total operating transfers. . . . .                    | <u>(765,767)</u>      | <u>(58,691)</u>     | <u>(40,000)</u>     | <u>18,691</u>   |
| Net loss. . . . .                                     | <u>(8,746,830)</u>    | <u>(1,170,211)</u>  | <u>(44,684)</u>     | <u>1,125,527</u>  |
| <b>Fund equity at beginning of year. . . . .</b>      | 4,428,435             | 4,428,435           | 4,428,435           | -   |
| <b>Prior year encumbrances appropriated . . . . .</b> | <u>1,910,728</u>      | <u>1,910,728</u>    | <u>1,910,728</u>    | <u>-</u>  |
| <b>Fund equity (deficit) at end of year . . . . .</b> | <u>\$ (2,407,667)</u> | <u>\$ 5,168,952</u> | <u>\$ 6,294,479</u> | <u>\$ 1,125,527</u>                                     |

**ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 COUNTY CARE FACILITY FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2003

|  | Budgeted Amounts  |                   | Actual            | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|-------------------|-------------------|-------------------|---|
|  | Original          | Final             |                   |   |
| Operating revenues:                                  |                   |                   |                   |   |
| Charges for services . . . . .                       | \$ 7,363,015      | \$ 7,679,945      | \$ 7,949,055      | \$ 269,110  |
| Other . . . . .                                      | 20,665            | 21,555            | 22,310            | 755   |
| Total operating revenues . . . . .                   | <u>7,383,680</u>  | <u>7,701,500</u>  | <u>7,971,365</u>  | <u>269,865</u>  |
| Operating expenses:                                  |                   |                   |                   |   |
| Personal services . . . . .                          | 6,126,590         | 6,309,438         | 6,309,347         | 91  |
| Materials and supplies . . . . .                     | 1,026,873         | 1,057,520         | 1,032,660         | 24,860  |
| Contractual services . . . . .                       | 837,797           | 862,801           | 795,077           | 67,724  |
| Capital outlay. . . . .                              | 1,963             | 2,022             | 2,022             | -   |
| Total operating expenses . . . . .                   | <u>7,993,223</u>  | <u>8,231,781</u>  | <u>8,139,106</u>  | <u>92,675</u>   |
| Operating loss . . . . .                             | <u>(609,543)</u>  | <u>(530,281)</u>  | <u>(167,741)</u>  | <u>362,540</u>  |
| Nonoperating expenses:                               |                   |                   |                   |   |
| Principal retirement . . . . .                       | <u>(34,073)</u>   | <u>(35,090)</u>   | <u>(31,155)</u>   | <u>3,935</u>  |
| Total nonoperating expenses . . . . .                | <u>(34,073)</u>   | <u>(35,090)</u>   | <u>(31,155)</u>   | <u>3,935</u>  |
| Net loss. . . . .                                    | (643,616)         | (565,371)         | (198,896)         | 366,475   |
| <b>Fund equity at beginning of year . . . . .</b>    | 996,464           | 996,464           | 996,464           | -   |
| <b>Prior year encumbrances appropriated. . . . .</b> | 176,614           | 176,614           | 176,614           | -   |
| <b>Fund equity at end of year. . . . .</b>           | <u>\$ 529,462</u> | <u>\$ 607,707</u> | <u>\$ 974,182</u> | <u>\$ 366,475</u>                                       |

**ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 DOG AND KENNEL FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2003

|  | <u>Budgeted Amounts</u> |                  | <u>Actual</u>    | <b>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</b> |
|--|-------------------------|------------------|------------------|---|
|  | <u>Original</u>         | <u>Final</u>     |                  |   |
| Revenues:  |                         |                  |                  |   |
| Charges for services . . . . .   | \$ 207,599              | \$ 215,942       | \$ 209,432       | \$ (6,510)  |
| Fines and forfeitures. . . . .   | 3,897                   | 4,054            | 3,932            | (122)   |
| Reimbursements . . . . .   | 4                       | 4                | 4                | -   |
| Total revenues . . . . .   | <u>211,500</u>          | <u>220,000</u>   | <u>213,368</u>   | <u>(6,632)</u>  |
| Expenditures:  |                         |                  |                  |   |
| Current:   |                         |                  |                  |   |
| Health   |                         |                  |                  |   |
| Personal services . . . . .  | 167,246                 | 168,483          | 161,594          | 6,889   |
| Materials and supplies. . . . .  | 32,935                  | 33,179           | 24,819           | 8,360   |
| Capital outlay . . . . .   | 30,772                  | 31,000           | 30,927           | 73  |
| Total expenditures . . . . .   | <u>230,953</u>          | <u>232,662</u>   | <u>217,340</u>   | <u>15,322</u>   |
| Excess (deficiency) of revenues<br>over (under) expenditures . . . . . | (19,453)                | (12,662)         | (3,972)          | 8,690   |
| <b>Fund balance, January 1 . . . . .</b>                               | 71,402                  | 71,402           | 71,402           | -   |
| <b>Prior year encumbrances appropriated . . . . .</b>                  | 5,626                   | 5,626            | 5,626            | -   |
| <b>Fund balance, December 31 . . . . .</b>                             | <u>\$ 57,575</u>        | <u>\$ 64,366</u> | <u>\$ 73,056</u> | <u>\$ 8,690</u>   |

**ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 HOTEL-MOTEL TAX FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2003

|  | <u>Budgeted Amounts</u> |                   | <u>Actual</u>       | <b>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</b> |
|--|-------------------------|-------------------|---------------------|---|
|  | <u>Original</u>         | <u>Final</u>      |                     |   |
| Revenues:  |                         |                   |                     |   |
| Property taxes . . . . .   | \$ 742,000              | \$ 1,600,000      | \$ 1,521,573        | \$ (78,427)   |
| Other . . . . .  | <u>670,000</u>          | <u>765,000</u>    | <u>736,785</u>      | <u>(28,215)</u>   |
| Total revenues . . . . .   | <u>1,412,000</u>        | <u>2,365,000</u>  | <u>2,258,358</u>    | <u>(106,642)</u>  |
| Expenditures:  |                         |                   |                     |   |
| Current:   |                         |                   |                     |   |
| Miscellaneous  |                         |                   |                     |   |
| Other . . . . .  | <u>3,190,000</u>        | <u>3,190,000</u>  | <u>1,630,645</u>    | <u>1,559,355</u>  |
| Total expenditures . . . . .   | <u>3,190,000</u>        | <u>3,190,000</u>  | <u>1,630,645</u>    | <u>1,559,355</u>  |
| Excess (deficiency) of revenues<br>over (under) expenditures . . . . . | (1,778,000)             | (825,000)         | 627,713             | 1,452,713   |
| <b>Fund balance, January 1 . . . . .</b>                               | <u>1,111,769</u>        | <u>1,111,769</u>  | <u>1,111,769</u>    | <u>-</u>  |
| <b>Fund balance, December 31 . . . . .</b>                             | <u>\$ (666,231)</u>     | <u>\$ 286,769</u> | <u>\$ 1,739,482</u> | <u>\$ 1,452,713</u>   |

**ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 CHILDREN SERVICES FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2003

|   | <u>Budgeted Amounts</u> |                    | <u>Actual</u>       | <b>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</b> |
|---|-------------------------|--------------------|---------------------|---|
|   | <u>Original</u>         | <u>Final</u>       |                     |   |
| Revenues:   |                         |                    |                     |   |
| Charges for services . . . . .  | \$ 53,604               | \$ 56,667          | \$ 53,128           | \$ (3,539)  |
| Intergovernmental . . . . .   | <u>1,932,958</u>        | <u>2,043,413</u>   | <u>1,915,796</u>    | <u>(127,617)</u>  |
| Total revenues . . . . .  | <u>1,986,562</u>        | <u>2,100,080</u>   | <u>1,968,924</u>    | <u>(131,156)</u>  |
| Expenditures:   |                         |                    |                     |   |
| Current:  |                         |                    |                     |   |
| Human services  |                         |                    |                     |   |
| Contractual services. . . . .   | <u>3,395,691</u>        | <u>3,391,735</u>   | <u>3,319,243</u>    | <u>72,492</u>   |
| Total expenditures . . . . .  | <u>3,395,691</u>        | <u>3,391,735</u>   | <u>3,319,243</u>    | <u>72,492</u>   |
| Deficiency of revenues<br>under expenditures . . . . .  | <u>(1,409,129)</u>      | <u>(1,291,655)</u> | <u>(1,350,319)</u>  | <u>(58,664)</u>   |
| Other financing sources (uses):   |                         |                    |                     |   |
| Operating transfers in . . . . .  | 1,513,438               | 1,599,920          | 1,500,000           | (99,920)  |
| Operating transfers out. . . . .  | <u>(500,583)</u>        | <u>(500,000)</u>   | <u>(500,000)</u>    | <u>-</u>  |
| Total other financing sources (uses) . . . . .  | <u>1,012,855</u>        | <u>1,099,920</u>   | <u>1,000,000</u>    | <u>(99,920)</u>   |
| Deficiency of revenues and<br>other financing sources over<br>expenditures and other financing (uses) . . . . . | <u>(396,274)</u>        | <u>(191,735)</u>   | <u>(350,319)</u>    | <u>(158,584)</u>  |
| <b>Fund deficit, January 1 . . . . .</b>  | <u>(195,061)</u>        | <u>(195,061)</u>   | <u>(195,061)</u>    | <u>-</u>  |
| <b>Prior year encumbrances appropriated . . . . .</b>   | <u>403,774</u>          | <u>403,774</u>     | <u>403,774</u>      | <u>-</u>  |
| <b>Fund balance (deficit), December 31 . . . . .</b>  | <u>\$ (187,561)</u>     | <u>\$ 16,978</u>   | <u>\$ (141,606)</u> | <u>\$ (158,584)</u>   |



**ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 CHILD SUPPORT ENFORCEMENT-ADMINISTRATION FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2003

|  | <u>Budgeted Amounts</u> |                   | <u>Actual</u>     | <u>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</u> |
|--|-------------------------|-------------------|-------------------|---|
|  | <u>Original</u>         | <u>Final</u>      |                   |   |
| Revenues:  |                         |                   |                   |   |
| Charges for services . . . . .                         | \$ 339,998              | \$ 386,214        | \$ 372,859        | \$ (13,355)   |
| Intergovernmental . . . . .                            | 1,124,002               | 1,276,786         | 1,232,637         | (44,149)  |
| Total revenues . . . . .                               | <u>1,464,000</u>        | <u>1,663,000</u>  | <u>1,605,496</u>  | <u>(57,504)</u>   |
| Expenditures:  |                         |                   |                   |   |
| Current:   |                         |                   |                   |   |
| Human services   |                         |                   |                   |   |
| Personal services . . . . .                            | 1,272,081               | 1,236,369         | 1,209,519         | 26,850  |
| Materials and supplies. . . . .                        | 300,763                 | 292,320           | 289,712           | 2,608   |
| Contractual services. . . . .                          | 239,401                 | 232,680           | 212,240           | 20,440  |
| Total expenditures . . . . .                           | <u>1,812,245</u>        | <u>1,761,369</u>  | <u>1,711,471</u>  | <u>49,898</u>   |
| Deficiency of revenues<br>under expenditures . . . . . | <u>(348,245)</u>        | <u>(98,369)</u>   | <u>(105,975)</u>  | <u>(7,606)</u>  |
| <b>Fund balance, January 1 . . . . .</b>               | 315,492                 | 315,492           | 315,492           | -   |
| <b>Prior year encumbrances appropriated . . . . .</b>  | <u>131,436</u>          | <u>131,436</u>    | <u>131,436</u>    | <u>-</u>  |
| <b>Fund balance, December 31 . . . . .</b>             | <u>\$ 98,683</u>        | <u>\$ 348,559</u> | <u>\$ 340,953</u> | <u>\$ (7,606)</u>   |

**ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 LITTER CONTROL FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2003

|   | <u>Budgeted Amounts</u> |               | <u>Actual</u>      | <u>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</u> |
|---|-------------------------|---------------|--------------------|---|
|   | <u>Original</u>         | <u>Final</u>  |                    |   |
| Revenues:   |                         |               |                    |   |
| Intergovernmental . . . . .                           | \$ 57,000               | \$ 70,000     | \$ 54,854          | \$ (15,146)   |
| Total revenues . . . . .                              | <u>57,000</u>           | <u>70,000</u> | <u>54,854</u>      | <u>(15,146)</u>   |
| Expenditures:   |                         |               |                    |   |
| Current:  |                         |               |                    |   |
| Public works  |                         |               |                    |   |
| Other . . . . .                                       | 70,000                  | 70,000        | 66,174             | 3,826   |
| Total expenditures . . . . .                          | <u>70,000</u>           | <u>70,000</u> | <u>66,174</u>      | <u>3,826</u>  |
| Deficiency of revenues<br>under expenditures. . . . . | (13,000)                | -             | (11,320)           | (11,320)  |
| <b>Fund balance, January 1. . . . .</b>               | <u>425</u>              | <u>425</u>    | <u>425</u>         | <u>-</u>  |
| <b>Fund balance (deficit), December 31 . . . . .</b>  | <u>\$ (12,575)</u>      | <u>\$ 425</u> | <u>\$ (10,895)</u> | <u>\$ (11,320)</u>  |

**ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 REAL ESTATE ASSESSMENT FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2003

|   | <u>Budgeted Amounts</u> |                  | <u>Actual</u>     | <u>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</u> |
|---|-------------------------|------------------|-------------------|---|
|   | <u>Original</u>         | <u>Final</u>     |                   |   |
| Revenues:   |                         |                  |                   |   |
| Charges for services . . . . .                        | \$ 792,257              | \$ 808,526       | \$ 787,113        | \$ (21,413)   |
| Reimbursements . . . . .                              | 11,243                  | 11,474           | 11,170            | (304)   |
| Total revenues . . . . .                              | <u>803,500</u>          | <u>820,000</u>   | <u>798,283</u>    | <u>(21,717)</u>   |
| Expenditures:   |                         |                  |                   |   |
| Current:  |                         |                  |                   |   |
| General government:                                   |                         |                  |                   |   |
| Legislative and executive                             |                         |                  |                   |   |
| Personal services . . . . .                           | 410,162                 | 401,641          | 394,251           | 7,390   |
| Materials and supplies. . . . .                       | 34,120                  | 33,411           | 29,768            | 3,643   |
| Contractual services. . . . .                         | 1,205,138               | 1,180,101        | 1,084,236         | 95,865  |
| Capital outlay . . . . .                              | 26,245                  | 25,700           | 21,989            | 3,711   |
| Total expenditures . . . . .                          | <u>1,675,665</u>        | <u>1,640,853</u> | <u>1,530,244</u>  | <u>110,609</u>  |
| Deficiency of revenues<br>under expenditures. . . . . | (872,165)               | (820,853)        | (731,961)         | 88,892  |
| <b>Fund balance, January 1. . . . .</b>               | 609,442                 | 609,442          | 609,442           | -   |
| <b>Prior year encumbrances appropriated. . . . .</b>  | <u>257,523</u>          | <u>257,523</u>   | <u>257,523</u>    | -   |
| <b>Fund balance (deficit), December 31 . . . . .</b>  | <u>\$ (5,200)</u>       | <u>\$ 46,112</u> | <u>\$ 135,004</u> | <u>\$ 88,892</u>  |

**ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 COMPUTERIZATION-COMMON PLEAS COURT FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2003

|  | <u>Budgeted Amounts</u> |                  | <u>Actual</u>     | <u>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</u> |
|--|-------------------------|------------------|-------------------|---|
|  | <u>Original</u>         | <u>Final</u>     |                   |   |
| Revenues:  |                         |                  |                   |   |
| Charges for services . . . . .   | \$ 16,000               | \$ 20,000        | \$ 20,875         | \$ 875  |
| Total revenues . . . . .   | <u>16,000</u>           | <u>20,000</u>    | <u>20,875</u>     | <u>875</u>  |
| Expenditures:  |                         |                  |                   |   |
| Current:   |                         |                  |                   |   |
| General government:  |                         |                  |                   |   |
| Judicial   |                         |                  |                   |   |
| Materials and supplies. . . . .  | 10,000                  | 10,000           | 1,066             | 8,934   |
| Contractual services. . . . .  | 25,000                  | 25,000           | -                 | 25,000  |
| Capital outlay . . . . .   | <u>32,000</u>           | <u>32,000</u>    | <u>1,370</u>      | <u>30,630</u>   |
| Total expenditures . . . . .   | <u>67,000</u>           | <u>67,000</u>    | <u>2,436</u>      | <u>64,564</u>   |
| Excess (deficiency) of revenues<br>over (under) expenditures . . . . . | (51,000)                | (47,000)         | 18,439            | 65,439  |
| <b>Fund balance, January 1. . . . .</b>                                | 91,307                  | 91,307           | 91,307            | -   |
| <b>Prior year encumbrances appropriated. . . . .</b>                   | <u>2,000</u>            | <u>2,000</u>     | <u>2,000</u>      | <u>-</u>  |
| <b>Fund balance, December 31. . . . .</b>                              | <u>\$ 42,307</u>        | <u>\$ 46,307</u> | <u>\$ 111,746</u> | <u>\$ 65,439</u>  |

**ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 COMPUTERIZATION-JUVENILE COURT FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2003

|  | <u>Budgeted Amounts</u> |                  | <u>Actual</u>    | <u>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</u> |
|--|-------------------------|------------------|------------------|---|
|  | <u>Original</u>         | <u>Final</u>     |                  |   |
| Revenues:  |                         |                  |                  |   |
| Charges for services . . . . .   | \$ 10,000               | \$ 12,000        | \$ 12,232        | \$ 232  |
| Total revenues . . . . .   | <u>10,000</u>           | <u>12,000</u>    | <u>12,232</u>    | <u>232</u>  |
| Expenditures:  |                         |                  |                  |   |
| Current:   |                         |                  |                  |   |
| General government:  |                         |                  |                  |   |
| Judicial   |                         |                  |                  |   |
| Materials and supplies. . . . .  | 7,340                   | 7,000            | 1,863            | 5,137   |
| Contractual services. . . . .  | 6,679                   | 6,370            | 1,370            | 5,000   |
| Capital outlay . . . . .   | <u>10,904</u>           | <u>10,400</u>    | <u>1,273</u>     | <u>9,127</u>  |
| Total expenditures . . . . .   | <u>24,923</u>           | <u>23,770</u>    | <u>4,506</u>     | <u>19,264</u>   |
| Excess (deficiency) of revenues<br>over (under) expenditures . . . . . | (14,923)                | (11,770)         | 7,726            | 19,496  |
| <b>Fund balance, January 1 . . . . .</b>                               | 30,589                  | 30,589           | 30,589           | -   |
| <b>Prior year encumbrances appropriated . . . . .</b>                  | <u>4,923</u>            | <u>4,923</u>     | <u>4,923</u>     | <u>-</u>  |
| <b>Fund balance, December 31 . . . . .</b>                             | <u>\$ 20,589</u>        | <u>\$ 23,742</u> | <u>\$ 43,238</u> | <u>\$ 19,496</u>  |

**ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 COMPUTERIZATION-PROBATE COURT FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2003

|  | <u>Budgeted Amounts</u> |                  | <u>Actual</u>    | <b>Variance with<br/>Final Budget<br/>Favorable<br/>(Unfavorable)</b> |
|--|-------------------------|------------------|------------------|---|
|  | <u>Original</u>         | <u>Final</u>     |                  |   |
| Revenues:  |                         |                  |                  |   |
| Charges for services . . . . .   | \$ 6,600                | \$ 6,270         | \$ 5,865         | \$ (405)  |
| Total revenues . . . . .   | <u>6,600</u>            | <u>6,270</u>     | <u>5,865</u>     | <u>(405)</u>  |
| Expenditures:  |                         |                  |                  |   |
| Current:   |                         |                  |                  |   |
| General government:  |                         |                  |                  |   |
| Judicial   |                         |                  |                  |   |
| Materials and supplies. . . . .  | 846                     | 1,000            | -                | 1,000   |
| Contractual services. . . . .  | 8,462                   | 10,000           | 1,621            | 8,379   |
| Other . . . . .  | <u>1,692</u>            | <u>2,000</u>     | <u>50</u>        | <u>1,950</u>  |
| Total expenditures. . . . .  | <u>11,000</u>           | <u>13,000</u>    | <u>1,671</u>     | <u>11,329</u>   |
| Excess (deficiency) of revenues<br>over (under) expenditures . . . . . | (4,400)                 | (6,730)          | 4,194            | 10,924  |
| <b>Fund balance, January 1. . . . .</b>                                | <u>26,093</u>           | <u>26,093</u>    | <u>26,093</u>    | <u>-</u>  |
| <b>Fund balance, December 31. . . . .</b>                              | <u>\$ 21,693</u>        | <u>\$ 19,363</u> | <u>\$ 30,287</u> | <u>\$ 10,924</u>  |

**ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 TITLE ADMINISTRATION FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2003

|  | <u>Budgeted Amounts</u> |                   | <u>Actual</u>     | <u>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</u> |
|--|-------------------------|-------------------|-------------------|---|
|  | <u>Original</u>         | <u>Final</u>      |                   |   |
| Revenues:  |                         |                   |                   |   |
| Charges for services . . . . .   | \$ 290,913              | \$ 307,600        | \$ 308,072        | \$ 472  |
| Investment income . . . . .  | 2,287                   | 2,400             | 2,370             | (30)  |
| Total revenues . . . . .   | <u>293,200</u>          | <u>310,000</u>    | <u>310,442</u>    | <u>442</u>  |
| Expenditures:  |                         |                   |                   |   |
| Current:   |                         |                   |                   |   |
| General government:  |                         |                   |                   |   |
| Legislative and executive  |                         |                   |                   |   |
| Personal services . . . . .  | 220,016                 | 217,553           | 175,536           | 42,017  |
| Materials and supplies. . . . .  | 14,968                  | 14,800            | 10,318            | 4,482   |
| Contractual services. . . . .  | 10,674                  | 10,555            | 8,207             | 2,348   |
| Total expenditures . . . . .   | <u>245,658</u>          | <u>242,908</u>    | <u>194,061</u>    | <u>48,847</u>   |
| Excess of revenues<br>over expenditures . . . . .                              | 47,542                  | 67,092            | 116,381           | 49,289  |
| Other financing uses:  |                         |                   |                   |   |
| Operating transfers out. . . . .   | <u>(202,264)</u>        | <u>(200,000)</u>  | <u>(200,000)</u>  | <u>-</u>  |
| Total other financing uses. . . . .  | <u>(202,264)</u>        | <u>(200,000)</u>  | <u>(200,000)</u>  | <u>-</u>  |
| Deficiency of revenues under<br>expenditures and other financing uses. . . . . | (154,722)               | (132,908)         | (83,619)          | 49,289  |
| <b>Fund balance, January 1. . . . .</b>  | 284,136                 | 284,136           | 284,136           | -   |
| <b>Prior year encumbrances appropriated. . . . .</b>                           | <u>10,569</u>           | <u>10,569</u>     | <u>10,569</u>     | <u>-</u>  |
| <b>Fund balance, December 31. . . . .</b>                                      | <u>\$ 139,983</u>       | <u>\$ 161,797</u> | <u>\$ 211,086</u> | <u>\$ 49,289</u>  |

**ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 COMPUTERIZATION-COUNTY COURT FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2003

|  | <u>Budgeted Amounts</u>  |                          | <u>Actual</u>            | <b>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</b> |
|--|--------------------------|--------------------------|--------------------------|---|
|  | <u>Original</u>          | <u>Final</u>             |                          |   |
| Revenues:  |                          |                          |                          |   |
| Charges for services . . . . .   | \$ 27,200                | \$ 27,200                | \$ 24,853                | \$ (2,347)  |
| Total revenues . . . . .   | <u>27,200</u>            | <u>27,200</u>            | <u>24,853</u>            | <u>(2,347)</u>  |
| Expenditures:  |                          |                          |                          |   |
| Current:   |                          |                          |                          |   |
| General government:  |                          |                          |                          |   |
| Judicial   |                          |                          |                          |   |
| Materials and supplies. . . . .  | 5,564                    | 7,500                    | 611                      | 6,889   |
| Contractual services. . . . .  | 8,531                    | 11,500                   | 198                      | 11,302  |
| Capital outlay . . . . .   | <u>20,771</u>            | <u>28,000</u>            | -                        | <u>28,000</u>   |
| Total expenditures . . . . .   | <u>34,866</u>            | <u>47,000</u>            | <u>809</u>               | <u>46,191</u>   |
| Excess (deficiency) of revenues<br>over (under) expenditures . . . . . | (7,666)                  | (19,800)                 | 24,044                   | 43,844  |
| <b>Fund balance, January 1 . . . . .</b>                               | 120,025                  | 120,025                  | 120,025                  | -   |
| <b>Prior year encumbrances appropriated . . . . .</b>                  | <u>366</u>               | <u>366</u>               | <u>366</u>               | <u>-</u>  |
| <b>Fund balance, December 31 . . . . .</b>                             | <u><u>\$ 112,725</u></u> | <u><u>\$ 100,591</u></u> | <u><u>\$ 144,435</u></u> | <u><u>\$ 43,844</u></u>   |



**ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 COUNTY RECORDER EQUIPMENT FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2003

|  | <u>Budgeted Amounts</u> |                  | <u>Actual</u>    | <u>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</u> |
|--|-------------------------|------------------|------------------|---|
|  | <u>Original</u>         | <u>Final</u>     |                  |   |
| Revenues:  |                         |                  |                  |   |
| Charges for services . . . . .   | \$ 85,000               | \$ 110,000       | \$ 103,903       | \$ (6,097)  |
| Total revenues . . . . .   | <u>85,000</u>           | <u>110,000</u>   | <u>103,903</u>   | <u>(6,097)</u>  |
| Expenditures:  |                         |                  |                  |   |
| Current:   |                         |                  |                  |   |
| General government:  |                         |                  |                  |   |
| Legislative and executive  |                         |                  |                  |   |
| Materials and supplies. . . . .  | 6,955                   | 13,000           | 12,179           | 821   |
| Contractual services. . . . .  | 38,858                  | 72,634           | 79,623           | (6,989)   |
| Capital outlay . . . . .   | <u>20,597</u>           | <u>38,500</u>    | <u>34,071</u>    | <u>4,429</u>  |
| Total expenditures . . . . .   | <u>66,410</u>           | <u>124,134</u>   | <u>125,873</u>   | <u>(1,739)</u>  |
| Excess (deficiency) of revenues<br>over (under) expenditures . . . . .         | 18,590                  | (14,134)         | (21,970)         | (7,836)   |
| Other financing uses:  |                         |                  |                  |   |
| Operating transfers out. . . . .   | <u>(66,874)</u>         | <u>(125,000)</u> | <u>(125,000)</u> | <u>-</u>  |
| Total other financing uses . . . . .   | <u>(66,874)</u>         | <u>(125,000)</u> | <u>(125,000)</u> | <u>-</u>  |
| Deficiency of revenues under<br>expenditures and other financing uses. . . . . | (48,284)                | (139,134)        | (146,970)        | (7,836)   |
| <b>Fund balance, January 1 . . . . .</b>                                       | 125,030                 | 125,030          | 125,030          | -   |
| <b>Prior year encumbrances appropriated . . . . .</b>                          | <u>22,784</u>           | <u>22,784</u>    | <u>22,784</u>    | <u>-</u>  |
| <b>Fund balance, December 31 . . . . .</b>                                     | <u>\$ 99,530</u>        | <u>\$ 8,680</u>  | <u>\$ 844</u>    | <u>\$ (7,836)</u>   |

**ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 COUNTY COURT-CAPITAL IMPROVEMENT FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2003

|  | <u>Budgeted Amounts</u> |                   | <u>Actual</u>     | <u>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</u> |
|--|-------------------------|-------------------|-------------------|---|
|  | <u>Original</u>         | <u>Final</u>      |                   |   |
| Revenues:  |                         |                   |                   |   |
| Charges for services . . . . .   | \$ 200,000              | \$ 200,000        | \$ 254,529        | \$ 54,529   |
| Total revenues . . . . .   | <u>200,000</u>          | <u>200,000</u>    | <u>254,529</u>    | <u>54,529</u>   |
| Expenditures:  |                         |                   |                   |   |
| Current:   |                         |                   |                   |   |
| General government:  |                         |                   |                   |   |
| Judicial   |                         |                   |                   |   |
| Materials and supplies. . . . .  | 6,000                   | 6,000             | -                 | 6,000   |
| Contractual services. . . . .  | 30,000                  | 30,000            | 27,415            | 2,585   |
| Capital outlay . . . . .   | <u>350,000</u>          | <u>350,000</u>    | -                 | <u>350,000</u>  |
| Total expenditures . . . . .   | <u>386,000</u>          | <u>386,000</u>    | <u>27,415</u>     | <u>358,585</u>  |
| Excess (deficiency) of revenues<br>over (under) expenditures . . . . . | (186,000)               | (186,000)         | 227,114           | 413,114   |
| <b>Fund balance, January 1 . . . . .</b>                               | <u>347,246</u>          | <u>347,246</u>    | <u>347,246</u>    | <u>-</u>  |
| <b>Fund balance, December 31 . . . . .</b>                             | <u>\$ 161,246</u>       | <u>\$ 161,246</u> | <u>\$ 574,360</u> | <u>\$ 413,114</u>   |

**ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 SHERIFF FEDERAL FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2003

|   | <u>Budgeted Amounts</u> |                  | <u>Actual</u>    | <b>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</b> |
|---|-------------------------|------------------|------------------|---|
|   | <u>Original</u>         | <u>Final</u>     |                  |   |
| Revenues:   |                         |                  |                  |   |
| Intergovernmental . . . . .                       | \$ 127,383              | \$ 155,615       | \$ 152,511       | (3,104)   |
| Total revenues . . . . .                          | <u>127,383</u>          | <u>155,615</u>   | <u>152,511</u>   | <u>(3,104)</u>  |
| Expenditures:                                     |                         |                  |                  |   |
| Current:  |                         |                  |                  |   |
| Public safety                                     |                         |                  |                  |   |
| Personal services . . . . .                       | 43,263                  | 62,261           | 62,001           | 260   |
| Capital outlay . . . . .                          | 39,929                  | 57,463           | 57,464           | (1)   |
| Other . . . . .                                   | 18,761                  | 26,999           | 26,698           | 301   |
| Total expenditures . . . . .                      | <u>101,953</u>          | <u>146,723</u>   | <u>146,163</u>   | <u>560</u>  |
| Excess of revenues<br>over expenditures . . . . . | 25,430                  | 8,892            | 6,348            | (2,544)   |
| <b>Fund balance, January 1. . . . .</b>           | <u>5,391</u>            | <u>5,391</u>     | <u>5,391</u>     | <u>-</u>  |
| <b>Fund balance, December 31 . . . . .</b>        | <u>\$ 30,821</u>        | <u>\$ 14,283</u> | <u>\$ 11,739</u> | <u>\$ (2,544)</u>   |

**ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 YOUTH VIOLENCE REDUCTION FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2003

|  | <u>Budgeted Amounts</u>   |                     | <u>Actual</u>             | <b>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</b> |
|--|---------------------------|---------------------|---------------------------|---|
|  | <u>Original</u>           | <u>Final</u>        |                           |   |
| Revenues:  |                           |                     |                           |   |
| Intergovernmental . . . . .  | \$ 40,000                 | \$ 66,000           | \$ 17,767                 | \$ (48,233)   |
| Total revenues . . . . .   | <u>40,000</u>             | <u>66,000</u>       | <u>17,767</u>             | <u>(48,233)</u>   |
| Expenditures:  |                           |                     |                           |   |
| Current:   |                           |                     |                           |   |
| Public safety  |                           |                     |                           |   |
| Personal services . . . . .  | 2,036                     | 2,058               | 2,058                     | -   |
| Materials and supplies. . . . .  | 989                       | 1,000               | 325                       | 675   |
| Contractual services. . . . .  | 64,510                    | 65,198              | 62,553                    | 2,645   |
| Capital outlay . . . . .   | 6,229                     | 6,295               | 6,295                     | -   |
| Total expenditures . . . . .   | <u>73,764</u>             | <u>74,551</u>       | <u>71,231</u>             | <u>3,320</u>  |
| Deficiency of revenues<br>under expenditures. . . . .                          | (33,764)                  | (8,551)             | (53,464)                  | (44,913)  |
| Other financing uses:  |                           |                     |                           |   |
| Miscellaneous . . . . .  | <u>(3,175)</u>            | <u>(3,209)</u>      | <u>(3,209)</u>            | <u>-</u>  |
| Total other financing uses . . . . .   | <u>(3,175)</u>            | <u>(3,209)</u>      | <u>(3,209)</u>            | <u>-</u>  |
| Deficiency of revenues under<br>expenditures and other financing uses. . . . . | (36,939)                  | (11,760)            | (56,673)                  | (44,913)  |
| <b>Fund deficit, January 1 . . . . .</b>                                       | <b>(3,376)</b>            | <b>(3,376)</b>      | <b>(3,376)</b>            | <b>-</b>  |
| <b>Prior year encumbrances appropriated. . . . .</b>                           | <b>15,204</b>             | <b>15,204</b>       | <b>15,204</b>             | <b>-</b>  |
| <b>Fund balance (deficit), December 31 . . . . .</b>                           | <b><u>\$ (25,111)</u></b> | <b><u>\$ 68</u></b> | <b><u>\$ (44,845)</u></b> | <b><u>\$ (44,913)</u></b>   |

**ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 FELONY DELINQUENT CARE/CUSTODY FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2003

|  | <u>Budgeted Amounts</u> |                   | <u>Actual</u>       | <u>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</u> |
|--|-------------------------|-------------------|---------------------|---|
|  | <u>Original</u>         | <u>Final</u>      |                     |   |
| Revenues:  |                         |                   |                     |   |
| Intergovernmental . . . . .  | \$ 733,825              | \$ 783,825        | \$ 931,972          | \$ 148,147  |
| Total revenues . . . . .   | <u>733,825</u>          | <u>783,825</u>    | <u>931,972</u>      | <u>148,147</u>  |
| Expenditures:  |                         |                   |                     |   |
| Current:   |                         |                   |                     |   |
| Public safety  |                         |                   |                     |   |
| Personal services . . . . .  | 546,572                 | 475,622           | 434,524             | 41,098  |
| Materials and supplies. . . . .  | 26,498                  | 23,058            | 2,986               | 20,072  |
| Contractual services. . . . .  | 383,792                 | 333,972           | 214,918             | 119,054   |
| Other . . . . .  | 7,295                   | 6,348             | 2,578               | 3,770   |
| Total expenditures . . . . .   | <u>964,157</u>          | <u>839,000</u>    | <u>655,006</u>      | <u>183,994</u>  |
| Excess (deficiency) of revenues<br>over (under) expenditures . . . . . | (230,332)               | (55,175)          | 276,966             | 332,141   |
| <b>Fund balance, January 1. . . . .</b>                                | 901,418                 | 901,418           | 901,418             | -   |
| <b>Prior year encumbrances appropriated. . . . .</b>                   | <u>149,835</u>          | <u>149,835</u>    | <u>149,835</u>      | <u>-</u>  |
| <b>Fund balance, December 31 . . . . .</b>                             | <u>\$ 820,921</u>       | <u>\$ 996,078</u> | <u>\$ 1,328,219</u> | <u>\$ 332,141</u>   |

**ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 COMMUNITY DEVELOPMENT BLOCK GRANT FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2003

|   | <u>Budgeted Amounts</u> |                   | <u>Actual</u>     | <u>Variance with</u> |
|---|-------------------------|-------------------|-------------------|----------------------|
|   | <u>Original</u>         | <u>Final</u>      |                   | <u>Final Budget</u>  |
|   |                         |                   |                   | <u>Positive</u>      |
|   |                         |                   |                   | <u>(Negative)</u>    |
| Revenues:   |                         |                   |                   |                      |
| Intergovernmental . . . . .                           | \$ 652,533              | \$ 1,057,075      | \$ 536,971        | \$ (520,104)         |
| Investment income . . . . .                           | 7,747                   | 13,745            | 7,961             | (5,784)              |
| Other . . . . .                                       | 95,470                  | 164,930           | 92,199            | (72,731)             |
| Total revenues . . . . .                              | <u>755,750</u>          | <u>1,235,750</u>  | <u>637,131</u>    | <u>(598,619)</u>     |
| Expenditures:   |                         |                   |                   |                      |
| Current:  |                         |                   |                   |                      |
| Economic development and assistance                   |                         |                   |                   |                      |
| Materials and supplies . . . . .                      | 18,890                  | 18,700            | 11,991            | 6,709                |
| Contractual services. . . . .                         | 1,184,126               | 1,172,205         | 794,076           | 378,129              |
| Capital outlay . . . . .                              | 120,566                 | 119,352           | 162,434           | (43,082)             |
| Other . . . . .                                       | 255,753                 | 253,178           | 3,855             | 249,323              |
| Total expenditures . . . . .                          | <u>1,579,335</u>        | <u>1,563,435</u>  | <u>972,356</u>    | <u>591,079</u>       |
| Deficiency of revenues<br>under expenditures. . . . . | (823,585)               | (327,685)         | (335,225)         | (7,540)              |
| <b>Fund balance, January 1. . . . .</b>               | 240,318                 | 240,318           | 240,318           | -                    |
| <b>Prior year encumbrances appropriated. . . . .</b>  | <u>340,384</u>          | <u>340,384</u>    | <u>340,384</u>    | <u>-</u>             |
| <b>Fund balance (deficit), December 31 . . . . .</b>  | <u>\$ (242,883)</u>     | <u>\$ 253,017</u> | <u>\$ 245,477</u> | <u>\$ (7,540)</u>    |

**ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 COMMUNITY ROTARY FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2003

|  | <u>Budgeted Amounts</u> |                  | <u>Actual</u>    | <u>Variance with</u> |
|--|-------------------------|------------------|------------------|----------------------|
|  | <u>Original</u>         | <u>Final</u>     |                  | <u>Final Budget</u>  |
|  |                         |                  |                  | <u>Positive</u>      |
|  |                         |                  |                  | <u>(Negative)</u>    |
| Revenues:                                  |                         |                  |                  |                      |
| Charges for services . . . . .             | \$ 1,500                | \$ 1,500         | \$ -             | \$ (1,500)           |
| Total revenues . . . . .                   | <u>1,500</u>            | <u>1,500</u>     | <u>-</u>         | <u>(1,500)</u>       |
| <b>Fund balance, January 1. . . . .</b>    | <u>50,578</u>           | <u>50,578</u>    | <u>50,578</u>    | <u>-</u>             |
| <b>Fund balance, December 31 . . . . .</b> | <u>\$ 52,078</u>        | <u>\$ 52,078</u> | <u>\$ 50,578</u> | <u>\$ (1,500)</u>    |

**ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 COMMUNITY CORRECTIONS FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2003

|  | <u>Budgeted Amounts</u> |                  | <u>Actual</u>    | <u>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</u> |
|--|-------------------------|------------------|------------------|---|
|  | <u>Original</u>         | <u>Final</u>     |                  |   |
| Revenues:  |                         |                  |                  |   |
| Intergovernmental . . . . .  | \$ 106,000              | \$ 167,000       | \$ 158,325       | \$ (8,675)  |
| Total revenues . . . . .   | <u>106,000</u>          | <u>167,000</u>   | <u>158,325</u>   | <u>(8,675)</u>  |
| Expenditures:  |                         |                  |                  |   |
| Current:   |                         |                  |                  |   |
| Public safety  |                         |                  |                  |   |
| Personal services . . . . .  | 111,494                 | 105,124          | 82,850           | 22,274  |
| Total expenditures . . . . .   | <u>111,494</u>          | <u>105,124</u>   | <u>82,850</u>    | <u>22,274</u>   |
| Excess (deficiency) of revenues<br>over (under) expenditures . . . . .                             | (5,494)                 | 61,876           | 75,475           | 13,599  |
| Other financing uses:  |                         |                  |                  |   |
| Other financing uses . . . . .   | (61,630)                | (58,109)         | (58,109)         | -   |
| Total other financing uses . . . . .   | <u>(61,630)</u>         | <u>(58,109)</u>  | <u>(58,109)</u>  | <u>-</u>  |
| Excess (deficiency) of revenues<br>over (under) expenditures and<br>other financing uses . . . . . | (67,124)                | 3,767            | 17,366           | 13,599  |
| <b>Fund balance, January 1 . . . . .</b>   | <u>8,625</u>            | <u>8,625</u>     | <u>8,625</u>     | <u>-</u>  |
| <b>Fund balance (deficit), December 31. . . . .</b>  | <u>\$ (58,499)</u>      | <u>\$ 12,392</u> | <u>\$ 25,991</u> | <u>\$ 13,599</u>  |



**ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 FEDERAL ELECTIONS FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2003

|  | <u>Budgeted Amounts</u> |                  | <u>Actual</u>    | <u>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</u> |
|--|-------------------------|------------------|------------------|---|
|  | <u>Original</u>         | <u>Final</u>     |                  |   |
| Revenues:  |                         |                  |                  |   |
| Intergovernmental . . . . .  | \$ -                    | \$ 60,762        | \$ 60,762        | \$ -  |
| Total revenues . . . . .   | <u>-</u>                | <u>60,762</u>    | <u>60,762</u>    | <u>-</u>  |
| Expenditures:  |                         |                  |                  |   |
| Current:   |                         |                  |                  |   |
| General government:  |                         |                  |                  |   |
| Legislative and executive  |                         |                  |                  |   |
| Personal services . . . . .  | <u>-</u>                | <u>43,412</u>    | <u>43,412</u>    | <u>-</u>  |
| Total expenditures . . . . .   | <u>-</u>                | <u>43,412</u>    | <u>43,412</u>    | <u>-</u>  |
| Excess (deficiency) of revenues<br>over (under) expenditures . . . . . | -                       | 17,350           | 17,350           | -   |
| <b>Fund balance, January 1 . . . . .</b>                               | <u>-</u>                | <u>-</u>         | <u>-</u>         | <u>-</u>  |
| <b>Fund balance, December 31 . . . . .</b>                             | <u>\$ -</u>             | <u>\$ 17,350</u> | <u>\$ 17,350</u> | <u>\$ -</u>   |

**ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 CRIME VICTIM ASSISTANCE FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2003

|  | <u>Budgeted Amounts</u> |                  | <u>Actual</u>    | <b>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</b> |
|--|-------------------------|------------------|------------------|---|
|  | <u>Original</u>         | <u>Final</u>     |                  |   |
| Revenues:  |                         |                  |                  |   |
| Intergovernmental . . . . .  | \$ 111,000              | \$ 145,000       | \$ 129,830       | \$ (15,170)   |
| Other . . . . .  | 5,000                   | 9,000            | 6,789            | (2,211)   |
| Total revenues . . . . .   | <u>116,000</u>          | <u>154,000</u>   | <u>136,619</u>   | <u>(17,381)</u>   |
| Expenditures:  |                         |                  |                  |   |
| Current:   |                         |                  |                  |   |
| General government:  |                         |                  |                  |   |
| Legislative and executive  |                         |                  |                  |   |
| Personal services . . . . .  | 119,475                 | 121,791          | 118,169          | 3,622   |
| Materials and supplies. . . . .  | 26,915                  | 27,437           | 18,435           | 9,002   |
| Contractual services . . . . .   | 14,715                  | 15,000           | -                | 15,000  |
| Total expenditures . . . . .   | <u>161,105</u>          | <u>164,228</u>   | <u>136,604</u>   | <u>27,624</u>   |
| Excess (deficiency) of revenues<br>over (under) expenditures . . . . . | (45,105)                | (10,228)         | 15               | 10,243  |
| <b>Fund balance, January 1. . . . .</b>                                | 41,460                  | 41,460           | 41,460           | -   |
| <b>Prior year encumbrances appropriated. . . . .</b>                   | <u>1,839</u>            | <u>1,839</u>     | <u>1,839</u>     | <u>-</u>  |
| <b>Fund balance (deficit), December 31 . . . . .</b>                   | <u>\$ (1,806)</u>       | <u>\$ 33,071</u> | <u>\$ 43,314</u> | <u>\$ 10,243</u>  |

**ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 SENIOR CITIZENS LEVY FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2003

|  | <u>Budgeted Amounts</u> |                | <u>Actual</u>  | <u>Variance with</u> |
|--|-------------------------|----------------|----------------|----------------------|
|  | <u>Original</u>         | <u>Final</u>   |                | <u>Final Budget</u>  |
|  |                         |                |                | <u>Positive</u>      |
|  |                         |                |                | <u>(Negative)</u>    |
| Revenues:  |                         |                |                |                      |
| Property taxes . . . . .   | \$ 841,694              | \$ 856,000     | \$ 839,352     | \$ (16,648)          |
| Total revenues . . . . .   | <u>841,694</u>          | <u>856,000</u> | <u>839,352</u> | <u>(16,648)</u>      |
| Expenditures:  |                         |                |                |                      |
| Current:   |                         |                |                |                      |
| Human services   |                         |                |                |                      |
| Contractual services. . . . .  | 856,000                 | 856,000        | 839,352        | 16,648               |
| Total expenditures . . . . .   | <u>856,000</u>          | <u>856,000</u> | <u>839,352</u> | <u>16,648</u>        |
| Excess (deficiency) of revenues<br>over (under) expenditures . . . . . | (14,306)                | -              | -              | -                    |
| <b>Fund balance, January 1 . . . . .</b>                               | <u>-</u>                | <u>-</u>       | <u>-</u>       | <u>-</u>             |
| <b>Fund balance (deficit), December 31. . . . .</b>                    | <u>\$ (14,306)</u>      | <u>\$ -</u>    | <u>\$ -</u>    | <u>\$ -</u>          |

**ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 COUNTY SOLID WASTE DISTRICT FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2003

|   | <u>Budgeted Amounts</u> |                 | <u>Actual</u>     | <b>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</b> |
|---|-------------------------|-----------------|-------------------|---|
|   | <u>Original</u>         | <u>Final</u>    |                   |   |
| Revenues:   |                         |                 |                   |   |
| Charges for services . . . . .  | \$ 255,220              | \$ 269,064      | \$ 225,834        | \$ (43,230)   |
| Intergovernmental . . . . .   | 54,527                  | 57,485          | 48,249            | (9,236)   |
| Other . . . . .   | 4,547                   | 4,794           | 4,024             | (770)   |
| Total revenues . . . . .  | <u>314,294</u>          | <u>331,343</u>  | <u>278,107</u>    | <u>(53,236)</u>   |
| Expenditures:   |                         |                 |                   |   |
| Current:  |                         |                 |                   |   |
| Health  |                         |                 |                   |   |
| Personal services . . . . .   | 47,136                  | 60,647          | 58,192            | 2,455   |
| Materials and supplies. . . . .   | 22,307                  | 28,701          | 14,889            | 13,812  |
| Contractual services. . . . .   | 249,069                 | 320,465         | 286,270           | 34,195  |
| Other . . . . .   | 1,088                   | 1,400           | -                 | 1,400   |
| Total expenditures . . . . .  | <u>319,600</u>          | <u>411,213</u>  | <u>359,351</u>    | <u>51,862</u>   |
| Deficiency of revenues<br>under expenditures. . . . .   | <u>(5,306)</u>          | <u>(79,870)</u> | <u>(81,244)</u>   | <u>(1,374)</u>  |
| Other financing sources:  |                         |                 |                   |   |
| Operating transfers in . . . . .  | 45,205                  | 47,657          | 40,000            | (7,657)   |
| Total other financing sources. . . . .  | <u>45,205</u>           | <u>47,657</u>   | <u>40,000</u>     | <u>(7,657)</u>  |
| Excess (deficiency) of revenues<br>and other financing sources<br>over (under) expenditures . . . . . | 39,899                  | (32,213)        | (41,244)          | (9,031)   |
| <b>Fund deficit, January 1. . . . .</b>   | (27,490)                | (27,490)        | (27,490)          | -   |
| <b>Prior year encumbrances appropriated. . . . .</b>  | <u>62,003</u>           | <u>62,003</u>   | <u>62,003</u>     | <u>-</u>  |
| <b>Fund balance (deficit), December 31 . . . . .</b>  | <u>\$ 74,412</u>        | <u>\$ 2,300</u> | <u>\$ (6,731)</u> | <u>\$ (9,031)</u>   |

**ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 BENCHMARK DRUG COURT PROGRAM FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2003

|  | <u>Budgeted Amounts</u>   |                         | <u>Actual</u>             | <b>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</b> |
|--|---------------------------|-------------------------|---------------------------|---|
|  | <u>Original</u>           | <u>Final</u>            |                           |   |
| Revenues:  |                           |                         |                           |   |
| Intergovernmental . . . . .  | \$ 181,000                | \$ 256,127              | \$ 136,260                | \$ (119,867)  |
| Total revenues . . . . .   | <u>181,000</u>            | <u>256,127</u>          | <u>136,260</u>            | <u>(119,867)</u>  |
| Expenditures:  |                           |                         |                           |   |
| Current:   |                           |                         |                           |   |
| Health   |                           |                         |                           |   |
| Personal services . . . . .  | 90,154                    | 91,648                  | 84,368                    | 7,280   |
| Materials and supplies. . . . .  | 9,714                     | 9,875                   | 6,857                     | 3,018   |
| Contractual services. . . . .  | <u>138,048</u>            | <u>140,336</u>          | <u>136,220</u>            | <u>4,116</u>  |
| Total expenditures . . . . .   | <u>237,916</u>            | <u>241,859</u>          | <u>227,445</u>            | <u>14,414</u>   |
| Excess (deficiency) of revenues<br>over (under) expenditures . . . . . | (56,916)                  | 14,268                  | (91,185)                  | (105,453)   |
| <b>Fund deficit, January 1. . . . .</b>                                | <b>(33,098)</b>           | <b>(33,098)</b>         | <b>(33,098)</b>           | <b>-</b>  |
| <b>Prior year encumbrances appropriated. . . . .</b>                   | <b>34,239</b>             | <b>34,239</b>           | <b>34,239</b>             | <b>-</b>  |
| <b>Fund balance (deficit), December 31 . . . . .</b>                   | <b><u>\$ (55,775)</u></b> | <b><u>\$ 15,409</u></b> | <b><u>\$ (90,044)</u></b> | <b><u>\$ (105,453)</u></b>  |

**ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 DITCH MAINTENANCE FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2003

|  | <u>Budgeted Amounts</u> |                  | <u>Actual</u>    | <u>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</u> |
|--|-------------------------|------------------|------------------|---|
|  | <u>Original</u>         | <u>Final</u>     |                  |   |
| Revenues:  |                         |                  |                  |   |
| Special assessments . . . . .                          | \$ 15,000               | \$ 10,000        | \$ 1,166         | \$ (8,834)  |
| Total revenues . . . . .                               | <u>15,000</u>           | <u>10,000</u>    | <u>1,166</u>     | <u>(8,834)</u>  |
| Expenditures:  |                         |                  |                  |   |
| Current:   |                         |                  |                  |   |
| Public works   |                         |                  |                  |   |
| Materials and supplies . . . . .                       | 34,520                  | 3,000            | -                | 3,000   |
| Contractual services . . . . .                         | <u>115,066</u>          | <u>10,000</u>    | <u>4,060</u>     | <u>5,940</u>  |
| Total expenditures. . . . .                            | <u>149,586</u>          | <u>13,000</u>    | <u>4,060</u>     | <u>8,940</u>  |
| Deficiency of revenues<br>under expenditures . . . . . | (134,586)               | (3,000)          | (2,894)          | 106   |
| <b>Fund balance, January 1. . . . .</b>                | <u>30,797</u>           | <u>30,797</u>    | <u>30,797</u>    | <u>-</u>  |
| <b>Fund balance (deficit), December 31 . . . . .</b>   | <u>\$ (103,789)</u>     | <u>\$ 27,797</u> | <u>\$ 27,903</u> | <u>\$ 106</u>   |

**ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 COUNTY EMERGENCY MANAGEMENT FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2003

|  | <u>Budgeted Amounts</u> |                   | <u>Actual</u>     | <b>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</b> |
|--|-------------------------|-------------------|-------------------|---|
|  | <u>Original</u>         | <u>Final</u>      |                   |   |
| Revenues:  |                         |                   |                   |   |
| Intergovernmental . . . . .  | \$ 333,517              | \$ 442,009        | \$ 209,629        | \$ (232,380)  |
| Other . . . . .  | 40,896                  | 53,567            | 30,722            | (22,845)  |
| Total revenues . . . . .   | <u>374,413</u>          | <u>495,576</u>    | <u>240,351</u>    | <u>(255,225)</u>  |
| Expenditures:  |                         |                   |                   |   |
| Current:   |                         |                   |                   |   |
| Public safety  |                         |                   |                   |   |
| Personal services . . . . .  | 95,435                  | 106,889           | 96,723            | 10,166  |
| Materials and supplies . . . . .                                       | 16,908                  | 18,937            | 14,189            | 4,748   |
| Contractual services . . . . .   | 53,538                  | 59,964            | 35,679            | 24,285  |
| Capital outlay. . . . .  | 138,277                 | 154,872           | 74,246            | 80,626  |
| Total expenditures. . . . .  | <u>304,158</u>          | <u>340,662</u>    | <u>220,837</u>    | <u>119,825</u>  |
| Excess (deficiency) of revenues<br>over (under) expenditures . . . . . | 70,255                  | 154,914           | 19,514            | (135,400)   |
| <b>Fund balance, January 1 . . . . .</b>                               | 113,016                 | 113,016           | 113,016           | -   |
| <b>Prior year encumbrances appropriated . . . . .</b>                  | <u>31,127</u>           | <u>31,127</u>     | <u>31,127</u>     | <u>-</u>  |
| <b>Fund balance, December 31 . . . . .</b>                             | <u>\$ 214,398</u>       | <u>\$ 299,057</u> | <u>\$ 163,657</u> | <u>\$ (135,400)</u>   |

**ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 DOMESTIC SHELTERS FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2003

|  | <u>Budgeted Amounts</u> |                 | <u>Actual</u>    | <b>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</b> |
|--|-------------------------|-----------------|------------------|---|
|  | <u>Original</u>         | <u>Final</u>    |                  |   |
| Revenues:  |                         |                 |                  |   |
| Intergovernmental . . . . .                            | \$ 20,000               | \$ 21,000       | \$ 17,893        | (3,107)   |
| Total revenues . . . . .                               | <u>20,000</u>           | <u>21,000</u>   | <u>17,893</u>    | <u>(3,107)</u>  |
| Expenditures:  |                         |                 |                  |   |
| Current:   |                         |                 |                  |   |
| Health   |                         |                 |                  |   |
| Contractual services . . . . .                         | 24,000                  | 24,000          | 18,973           | 5,027   |
| Total expenditures. . . . .                            | <u>24,000</u>           | <u>24,000</u>   | <u>18,973</u>    | <u>5,027</u>  |
| Deficiency of revenues<br>under expenditures . . . . . | (4,000)                 | (3,000)         | (1,080)          | 1,920   |
| <b>Fund balance, January 1 . . . . .</b>               | <u>11,206</u>           | <u>11,206</u>   | <u>11,206</u>    | <u>-</u>  |
| <b>Fund balance, December 31 . . . . .</b>             | <u>\$ 7,206</u>         | <u>\$ 8,206</u> | <u>\$ 10,126</u> | <u>\$ 1,920</u>   |



**ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 PUBLIC DEFENDER FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2003

|   | <u>Budgeted Amounts</u> |                  | <u>Actual</u>    | <u>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</u> |
|---|-------------------------|------------------|------------------|---|
|   | <u>Original</u>         | <u>Final</u>     |                  |   |
| Expenditures:   |                         |                  |                  |   |
| Current:  |                         |                  |                  |   |
| Public safety   |                         |                  |                  |   |
| Personal services . . . . .   | \$ 375,992              | \$ 374,133       | \$ 374,022       | \$ 111  |
| Materials and supplies . . . . .  | 13,979                  | 13,910           | 12,748           | 1,162   |
| Contractual services . . . . .  | 248,800                 | 247,570          | 243,838          | 3,732   |
| Total expenditures . . . . .  | <u>638,771</u>          | <u>635,613</u>   | <u>630,608</u>   | <u>5,005</u>  |
| Deficiency of revenues<br>under expenditures . . . . .                                | <u>(638,771)</u>        | <u>(635,613)</u> | <u>(630,608)</u> | <u>5,005</u>  |
| Other financing sources:  |                         |                  |                  |   |
| Operating transfers in . . . . .  | 400,000                 | 570,000          | 550,000          | (20,000)  |
| Total other financing sources . . . . .   | <u>400,000</u>          | <u>570,000</u>   | <u>550,000</u>   | <u>(20,000)</u>   |
| Deficiency of revenues<br>and other financing sources<br>under expenditures . . . . . | <u>(238,771)</u>        | <u>(65,613)</u>  | <u>(80,608)</u>  | <u>(14,995)</u>   |
| <b>Fund balance, January 1 . . . . .</b>  | 41,392                  | 41,392           | 41,392           | -   |
| <b>Prior year encumbrances appropriated . . . . .</b>                                 | <u>38,256</u>           | <u>38,256</u>    | <u>38,256</u>    | <u>-</u>  |
| <b>Fund balance (deficit), December 31 . . . . .</b>                                  | <u>\$ (159,123)</u>     | <u>\$ 14,035</u> | <u>\$ (960)</u>  | <u>\$ (14,995)</u>  |

**ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 SUPPORTED LIVING FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2003

|  | <u>Budgeted Amounts</u> |                   | <u>Actual</u>     | <u>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</u> |
|--|-------------------------|-------------------|-------------------|---|
|  | <u>Original</u>         | <u>Final</u>      |                   |   |
| Revenues:  |                         |                   |                   |   |
| Intergovernmental . . . . .  | \$ 1,100,000            | \$ 577,000        | \$ 516,267        | \$ (60,733)   |
| Total revenues . . . . .   | <u>1,100,000</u>        | <u>577,000</u>    | <u>516,267</u>    | <u>(60,733)</u>   |
| Expenditures:  |                         |                   |                   |   |
| Current:   |                         |                   |                   |   |
| Health   |                         |                   |                   |   |
| Contractual services. . . . .  | 1,013,041               | 984,808           | 881,998           | 102,810   |
| Total expenditures . . . . .   | <u>1,013,041</u>        | <u>984,808</u>    | <u>881,998</u>    | <u>102,810</u>  |
| Excess (deficiency) of revenues<br>over (under) expenditures . . . . . | 86,959                  | (407,808)         | (365,731)         | 42,077  |
| <b>Fund balance, January 1 . . . . .</b>                               | 279,776                 | 279,776           | 279,776           | -   |
| <b>Prior year encumbrances appropriated. . . . .</b>                   | <u>426,041</u>          | <u>426,041</u>    | <u>426,041</u>    | <u>-</u>  |
| <b>Fund balance, December 31 . . . . .</b>                             | <u>\$ 792,776</u>       | <u>\$ 298,009</u> | <u>\$ 340,086</u> | <u>\$ 42,077</u>  |

**ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 INDIGENT GUARDIANSHIP FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2003

|   | <u>Budgeted Amounts</u> |                 | <u>Actual</u> | <b>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</b> |
|---|-------------------------|-----------------|---------------|---|
|   | <u>Original</u>         | <u>Final</u>    |               |   |
| Revenues:   |                         |                 |               |   |
| Other . . . . .                                       | \$ 20,000               | \$ 19,000       | \$ 17,926     | \$ (1,074)  |
| Total revenues . . . . .                              | <u>20,000</u>           | <u>19,000</u>   | <u>17,926</u> | <u>(1,074)</u>  |
| Expenditures:   |                         |                 |               |   |
| Current:  |                         |                 |               |   |
| Health  |                         |                 |               |   |
| Materials and supplies . . . . .                      | 23,000                  | 24,803          | 24,794        | 9   |
| Total expenditures. . . . .                           | <u>23,000</u>           | <u>24,803</u>   | <u>24,794</u> | <u>9</u>  |
| Deficiency of revenues<br>under expenditures. . . . . | (3,000)                 | (5,803)         | (6,868)       | (1,065)   |
| <b>Fund balance, January 1. . . . .</b>               | <u>6,876</u>            | <u>6,876</u>    | <u>6,876</u>  | <u>-</u>  |
| <b>Fund balance, December 31 . . . . .</b>            | <u>\$ 3,876</u>         | <u>\$ 1,073</u> | <u>\$ 8</u>   | <u>\$ (1,065)</u>   |

**ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 INDIGENT DRIVERS ALCOHOL TREATMENT FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2003

|   | <b>Budgeted Amounts</b> |                         | <b>Actual</b>           | <b>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</b> |
|---|-------------------------|-------------------------|-------------------------|---|
|   | <b>Original</b>         | <b>Final</b>            |                         |   |
| Revenues:   |                         |                         |                         |   |
| Intergovernmental . . . . .                       | \$ 6,500                | \$ 6,500                | \$ 2,711                | \$ (3,789)  |
| Total revenues . . . . .                          | <u>6,500</u>            | <u>6,500</u>            | <u>2,711</u>            | <u>(3,789)</u>  |
| Expenditures:                                     |                         |                         |                         |   |
| Current:  |                         |                         |                         |   |
| Health  |                         |                         |                         |   |
| Contractual services. . . . .                     | <u>5,500</u>            | <u>5,500</u>            | 286                     | 5,214   |
| Total expenditures . . . . .                      | <u>5,500</u>            | <u>5,500</u>            | <u>286</u>              | <u>5,214</u>  |
| Excess of revenues<br>over expenditures . . . . . | 1,000                   | 1,000                   | 2,425                   | 1,425   |
| <b>Fund balance, January 1. . . . .</b>           | <u>84,834</u>           | <u>84,834</u>           | <u>84,834</u>           | <u>-</u>  |
| <b>Fund balance, December 31 . . . . .</b>        | <u><u>\$ 85,834</u></u> | <u><u>\$ 85,834</u></u> | <u><u>\$ 87,259</u></u> | <u><u>\$ 1,425</u></u>  |

**ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 ALCOHOL ENFORCEMENT AND EDUCATION FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2003

|  | <u>Budgeted Amounts</u> |               | <u>Actual</u>    | <u>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</u> |
|--|-------------------------|---------------|------------------|---|
|  | <u>Original</u>         | <u>Final</u>  |                  |   |
| Revenues:  |                         |               |                  |   |
| Other . . . . .  | \$ -                    | \$ 10,000     | \$ 3,963         | \$ (6,037)  |
| Total revenues . . . . .   | <u>-</u>                | <u>10,000</u> | <u>3,963</u>     | <u>(6,037)</u>  |
| Expenditures:  |                         |               |                  |   |
| Current:   |                         |               |                  |   |
| Public safety  |                         |               |                  |   |
| Other . . . . .  | 24,000                  | 24,000        | -                | 24,000  |
| Total expenditures . . . . .   | <u>24,000</u>           | <u>24,000</u> | <u>-</u>         | <u>24,000</u>   |
| Excess (deficiency) of revenues<br>over (under) expenditures . . . . . | (24,000)                | (14,000)      | 3,963            | 17,963  |
| <b>Fund balance, January 1 . . . . .</b>                               | <u>14,342</u>           | <u>14,342</u> | <u>14,342</u>    | <u>-</u>  |
| <b>Fund balance (deficit), December 31 . . . . .</b>                   | <u>\$ (9,658)</u>       | <u>\$ 342</u> | <u>\$ 18,305</u> | <u>\$ 17,963</u>  |

**ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 DRUG ENFORCEMENT FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2003

|  | <u>Budgeted Amounts</u> |                  | <u>Actual</u>    | <u>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</u> |
|--|-------------------------|------------------|------------------|---|
|  | <u>Original</u>         | <u>Final</u>     |                  |   |
| Revenues:  |                         |                  |                  |   |
| Intergovernmental . . . . .                              | \$ 6,700                | \$ 25,000        | \$ 7,222         | \$ (17,778)   |
| Total revenues . . . . .                                 | <u>6,700</u>            | <u>25,000</u>    | <u>7,222</u>     | <u>(17,778)</u>   |
| Expenditures:  |                         |                  |                  |   |
| Current:   |                         |                  |                  |   |
| Public safety  |                         |                  |                  |   |
| Other . . . . .  | 31,118                  | 31,118           | 7,247            | 23,871  |
| Total expenditures . . . . .                             | <u>31,118</u>           | <u>31,118</u>    | <u>7,247</u>     | <u>23,871</u>   |
| Deficiency of revenues<br>(under) expenditures . . . . . | (24,418)                | (6,118)          | (25)             | 6,093   |
| <b>Fund balance, January 1 . . . . .</b>                 | <u>24,413</u>           | <u>24,413</u>    | <u>24,413</u>    | <u>-</u>  |
| <b>Fund balance (deficit), December 31. . . . .</b>      | <u>\$ (5)</u>           | <u>\$ 18,295</u> | <u>\$ 24,388</u> | <u>\$ 6,093</u>   |

**ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 FEDERAL JUSTICE GRANT FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2003

|   | <u>Budgeted Amounts</u> |                  | <u>Actual</u>    | <b>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</b> |
|---|-------------------------|------------------|------------------|---|
|   | <u>Original</u>         | <u>Final</u>     |                  |   |
| Revenues:   |                         |                  |                  |   |
| Fines and forfeitures. . . . .                        | \$ 31,601               | \$ 35,278        | \$ 23,832        | \$ (11,446)   |
| Intergovernmental . . . . .                           | 183,331                 | 204,648          | 138,251          | (66,397)  |
| Other . . . . .                                       | 68                      | 74               | 50               | (24)  |
| Total revenues . . . . .                              | <u>215,000</u>          | <u>240,000</u>   | <u>162,133</u>   | <u>(77,867)</u>   |
| Expenditures:   |                         |                  |                  |   |
| Current:  |                         |                  |                  |   |
| Miscellaneous   |                         |                  |                  |   |
| Other . . . . .                                       | <u>340,000</u>          | <u>355,000</u>   | <u>285,348</u>   | <u>69,652</u>   |
| Total expenditures . . . . .                          | <u>340,000</u>          | <u>355,000</u>   | <u>285,348</u>   | <u>69,652</u>   |
| Deficiency of revenues<br>under expenditures. . . . . | (125,000)               | (115,000)        | (123,215)        | (8,215)   |
| <b>Fund balance, January 1. . . . .</b>               | <u>180,843</u>          | <u>180,843</u>   | <u>180,843</u>   | <u>-</u>  |
| <b>Fund balance, December 31 . . . . .</b>            | <u>\$ 55,843</u>        | <u>\$ 65,843</u> | <u>\$ 57,628</u> | <u>\$ (8,215)</u>   |

**ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 TREASURER'S PREPAID INTEREST FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2003

|   | <u>Budgeted Amounts</u> |                   | <u>Actual</u>     | <u>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</u> |
|---|-------------------------|-------------------|-------------------|---|
|   | <u>Original</u>         | <u>Final</u>      |                   |   |
| Revenues:   |                         |                   |                   |   |
| Property taxes . . . . .                              | \$ 20,000               | \$ 17,000         | \$ 17,971         | \$ 971  |
| Total revenues . . . . .                              | <u>20,000</u>           | <u>17,000</u>     | <u>17,971</u>     | <u>971</u>  |
| Expenditures:   |                         |                   |                   |   |
| Current:  |                         |                   |                   |   |
| General government:                                   |                         |                   |                   |   |
| Legislative and executive                             |                         |                   |                   |   |
| Personal services . . . . .                           | 54,955                  | 58,222            | 57,405            | 817   |
| Materials and supplies. . . . .                       | 10,760                  | 11,400            | 5,055             | 6,345   |
| Capital outlay . . . . .                              | <u>2,832</u>            | <u>3,000</u>      | <u>2,317</u>      | <u>683</u>  |
| Total expenditures . . . . .                          | <u>68,547</u>           | <u>72,622</u>     | <u>64,777</u>     | <u>7,845</u>  |
| Deficiency of revenues<br>under expenditures. . . . . | (48,547)                | (55,622)          | (46,806)          | 8,816   |
| <b>Fund balance, January 1. . . . .</b>               | 199,960                 | 199,960           | 199,960           | -   |
| <b>Prior year encumbrances appropriated . . . . .</b> | <u>2,985</u>            | <u>2,985</u>      | <u>2,985</u>      | <u>-</u>  |
| <b>Fund balance, December 31 . . . . .</b>            | <u>\$ 154,398</u>       | <u>\$ 147,323</u> | <u>\$ 156,139</u> | <u>\$ 8,816</u>   |



**ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 D.R.E.T.A.C. FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2003

|  | <u>Budgeted Amounts</u> |                   | <u>Actual</u>     | <b>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</b> |
|--|-------------------------|-------------------|-------------------|---|
|  | <u>Original</u>         | <u>Final</u>      |                   |   |
| Revenues:  |                         |                   |                   |   |
| Charges for services . . . . .                       | \$ 147,267              | \$ 161,670        | \$ 148,397        | \$ (13,273)   |
| Reimbursements . . . . .                             | 3,033                   | 3,330             | 3,057             | (273)   |
| Total revenues . . . . .                             | <u>150,300</u>          | <u>165,000</u>    | <u>151,454</u>    | <u>(13,546)</u>   |
| Expenditures:  |                         |                   |                   |   |
| Current:   |                         |                   |                   |   |
| General government:                                  |                         |                   |                   |   |
| Legislative and executive                            |                         |                   |                   |   |
| Personal services . . . . .                          | 100,334                 | 104,378           | 99,168            | 5,210   |
| Materials and supplies. . . . .                      | 23,128                  | 24,060            | 6,379             | 17,681  |
| Capital outlay . . . . .                             | 2,884                   | 3,000             | 2,869             | 131   |
| Total expenditures . . . . .                         | <u>126,346</u>          | <u>131,438</u>    | <u>108,416</u>    | <u>23,022</u>   |
| Excess of revenues<br>over expenditures . . . . .    | 23,954                  | 33,562            | 43,038            | 9,476   |
| <b>Fund balance, January 1 . . . . .</b>             | 166,005                 | 166,005           | 166,005           | -   |
| <b>Prior year encumbrances appropriated. . . . .</b> | <u>627</u>              | <u>627</u>        | <u>627</u>        | <u>-</u>  |
| <b>Fund balance, December 31 . . . . .</b>           | <u>\$ 190,586</u>       | <u>\$ 200,194</u> | <u>\$ 209,670</u> | <u>\$ 9,476</u>   |

**ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 CHILDREN TRUST FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2003

|   | <u>Budgeted Amounts</u> |                  | <u>Actual</u> | <u>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</u> |
|---|-------------------------|------------------|---------------|---|
|   | <u>Original</u>         | <u>Final</u>     |               |   |
| Revenues:   |                         |                  |               |   |
| Intergovernmental . . . . .                       | \$ 600                  | \$ 10,500        | \$ -          | \$ (10,500)   |
| Total revenues . . . . .                          | <u>600</u>              | <u>10,500</u>    | <u>-</u>      | <u>(10,500)</u>   |
| Expenditures:                                     |                         |                  |               |   |
| Current:  |                         |                  |               |   |
| General government:                               |                         |                  |               |   |
| Legislative and executive                         |                         |                  |               |   |
| Other . . . . .                                   | 517                     | 517              | -             | 517   |
| Total expenditures . . . . .                      | <u>517</u>              | <u>517</u>       | <u>-</u>      | <u>517</u>  |
| Excess of revenues<br>over expenditures . . . . . | 83                      | 9,983            | -             | (9,983)   |
| <b>Fund balance, January 1. . . . .</b>           | <u>517</u>              | <u>517</u>       | <u>517</u>    | <u>-</u>  |
| <b>Fund balance, December 31 . . . . .</b>        | <u>\$ 600</u>           | <u>\$ 10,500</u> | <u>\$ 517</u> | <u>\$ (9,983)</u>   |

**ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 BOND RETIREMENT FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2003

|   | <u>Budgeted Amounts</u> |                    | <u>Actual</u>      | <u>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</u> |
|---|-------------------------|--------------------|--------------------|---|
|   | <u>Original</u>         | <u>Final</u>       |                    |   |
| Expenditures:   |                         |                    |                    |   |
| Current:  |                         |                    |                    |   |
| Debt service:   |                         |                    |                    |   |
| Principal retirement . . . . .  | \$ 650,000              | \$ 650,000         | \$ 646,500         | \$ 3,500  |
| Interest and fiscal charges . . . . .   | 475,000                 | 475,000            | 464,110            | 10,890  |
| Total expenditures . . . . .  | <u>1,125,000</u>        | <u>1,125,000</u>   | <u>1,110,610</u>   | <u>14,390</u>   |
| Deficiency of revenues<br>under expenditures . . . . .  | <u>(1,125,000)</u>      | <u>(1,125,000)</u> | <u>(1,110,610)</u> | <u>14,390</u>   |
| Other financing sources:  |                         |                    |                    |   |
| Operating transfers in . . . . .  | <u>1,250,000</u>        | <u>1,110,000</u>   | <u>1,113,234</u>   | <u>3,234</u>  |
| Total other financing sources . . . . .   | <u>1,250,000</u>        | <u>1,110,000</u>   | <u>1,113,234</u>   | <u>3,234</u>  |
| Excess (deficiency) of revenues and<br>other financing sources<br>over expenditures . . . . . | 125,000                 | (15,000)           | 2,624              | 17,624  |
| <b>Fund balance, January 1 . . . . .</b>  | <u>269,910</u>          | <u>269,910</u>     | <u>269,910</u>     | <u>-</u>  |
| <b>Fund balance, December 31 . . . . .</b>  | <u>\$ 394,910</u>       | <u>\$ 254,910</u>  | <u>\$ 272,534</u>  | <u>\$ 17,624</u>  |

**ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 SPECIAL ASSESSMENT BOND RETIREMENT FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2003

|  | <u>Budgeted Amounts</u> |                 | <u>Actual</u>  | <b>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</b> |
|--|-------------------------|-----------------|----------------|---|
|  | <u>Original</u>         | <u>Final</u>    |                |   |
| Revenues:  |                         |                 |                |   |
| Special assessments . . . . .  | \$ 701,275              | \$ 667,681      | \$ 661,599     | \$ (6,082)  |
| Total revenues . . . . .   | <u>701,275</u>          | <u>667,681</u>  | <u>661,599</u> | <u>(6,082)</u>  |
| Expenditures:  |                         |                 |                |   |
| Current:   |                         |                 |                |   |
| Debt service:  |                         |                 |                |   |
| Principal retirement . . . . .   | 549,369                 | 562,000         | 562,000        | -   |
| Interest and fiscal charges. . . . .   | <u>225,631</u>          | <u>230,819</u>  | <u>230,818</u> | <u>1</u>  |
| Total expenditures . . . . .   | <u>775,000</u>          | <u>792,819</u>  | <u>792,818</u> | <u>1</u>  |
| Deficiency of revenues<br>under expenditures . . . . .   | (73,725)                | (125,138)       | (131,219)      | (6,081)   |
| Other financing sources:   |                         |                 |                |   |
| Operating transfers in. . . . .  | <u>133,725</u>          | <u>127,319</u>  | <u>126,159</u> | <u>(1,160)</u>  |
| Total other financing sources. . . . .   | <u>133,725</u>          | <u>127,319</u>  | <u>126,159</u> | <u>(1,160)</u>  |
| Excess (deficiency) of revenues and<br>other financing sources<br>under expenditures . . . . . | 60,000                  | 2,181           | (5,060)        | (7,241)   |
| <b>Fund balance, January 1 . . . . .</b>   | <u>5,061</u>            | <u>5,061</u>    | <u>5,061</u>   | <u>-</u>  |
| <b>Fund balance, December 31. . . . .</b>  | <u>\$ 65,061</u>        | <u>\$ 7,242</u> | <u>\$ 1</u>    | <u>\$ (7,241)</u>   |

**ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 BUILDING CONSTRUCTION FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2003

|   | <u>Budgeted Amounts</u> |                  | <u>Actual</u>    | <b>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</b> |
|---|-------------------------|------------------|------------------|---|
|   | <u>Original</u>         | <u>Final</u>     |                  |   |
| Revenues:   |                         |                  |                  |   |
| Intergovernmental . . . . .   | \$ -                    | \$ 622,271       | \$ 618,946       | \$ (3,325)  |
| Other . . . . .   | -                       | 3,362            | 3,344            | (18)  |
| Total revenues . . . . .  | <u>-</u>                | <u>625,633</u>   | <u>622,290</u>   | <u>(3,343)</u>  |
| Capital outlay  |                         |                  |                  |   |
| Materials and supplies . . . . .  | 14,851                  | 14,956           | 14,956           | -   |
| Contractual services . . . . .  | 872,537                 | 878,692          | 878,692          | -   |
| Capital outlay. . . . .   | <u>273,280</u>          | <u>275,208</u>   | <u>257,251</u>   | <u>17,957</u>   |
| Total expenditures. . . . .   | <u>1,160,668</u>        | <u>1,168,856</u> | <u>1,150,899</u> | <u>17,957</u>   |
| Deficiency of revenues<br>under expenditures . . . . .                                | <u>(1,160,668)</u>      | <u>(543,223)</u> | <u>(528,609)</u> | <u>14,614</u>   |
| Deficiency of revenues<br>and other financing sources<br>under expenditures . . . . . | (1,160,668)             | (543,223)        | (528,609)        | 14,614  |
| <b>Fund deficit, January 1 . . . . .</b>  | (416,358)               | (416,358)        | (416,358)        | -   |
| <b>Prior year encumbrances appropriated . . . . .</b>                                 | <u>959,582</u>          | <u>959,582</u>   | <u>959,582</u>   | <u>-</u>  |
| <b>Fund balance (deficit), December 31. . . . .</b>                                   | <u>\$ (617,444)</u>     | <u>\$ 1</u>      | <u>\$ 14,615</u> | <u>\$ 14,614</u>  |

**ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 DRAINAGE IMPROVEMENTS FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2003

|  | <u>Budgeted Amounts</u> |                   | <u>Actual</u>     | <u>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</u> |
|--|-------------------------|-------------------|-------------------|---|
|  | <u>Original</u>         | <u>Final</u>      |                   |   |
| Revenues:  |                         |                   |                   |   |
| Special assessments . . . . .                          | \$ 10,000               | \$ 204,000        | \$ -              | \$ (204,000)  |
| Total revenues . . . . .                               | <u>10,000</u>           | <u>204,000</u>    | <u>-</u>          | <u>(204,000)</u>  |
| Expenditures:  |                         |                   |                   |   |
| Current:   |                         |                   |                   |   |
| Public works   |                         |                   |                   |   |
| Materials and supplies. . . . .                        | 3,900                   | 3,900             | -                 | 3,900   |
| Contractual services. . . . .                          | <u>241,925</u>          | <u>241,925</u>    | <u>6,926</u>      | <u>234,999</u>  |
| Total expenditures . . . . .                           | <u>245,825</u>          | <u>245,825</u>    | <u>6,926</u>      | <u>238,899</u>  |
| Deficiency of revenues<br>under expenditures . . . . . | (235,825)               | (41,825)          | (6,926)           | 34,899  |
| <b>Fund balance, January 1. . . . .</b>                | 138,800                 | 138,800           | 138,800           | -   |
| <b>Prior year encumbrances appropriated. . . . .</b>   | <u>6,925</u>            | <u>6,925</u>      | <u>6,925</u>      | <u>-</u>  |
| <b>Fund balance (deficit), December 31 . . . . .</b>   | <u>\$ (90,100)</u>      | <u>\$ 103,900</u> | <u>\$ 138,799</u> | <u>\$ 34,899</u>  |

**ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 COUNTRY CLUB LANE ROADS FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2003

|   | <u>Budgeted Amounts</u> |                  | <u>Actual</u> | <b>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</b> |
|---|-------------------------|------------------|---------------|---|
|   | <u>Original</u>         | <u>Final</u>     |               |   |
| Revenues:   |                         |                  |               |   |
| Special assessments . . . . .   | \$ -                    | \$ 54,546        | \$ 18,009     | (36,537)  |
| Total revenues . . . . .  | <u>-</u>                | <u>54,546</u>    | <u>18,009</u> | <u>(36,537)</u>   |
| Expenditures:   |                         |                  |               |   |
| Current:  |                         |                  |               |   |
| Public works  |                         |                  |               |   |
| Materials and supplies . . . . .  | 178,130                 | 133,734          | 58,190        | 75,544  |
| Contractual services . . . . .  | <u>55,348</u>           | <u>41,553</u>    | <u>41,553</u> | <u>-</u>  |
| Total expenditures. . . . .   | <u>233,478</u>          | <u>175,287</u>   | <u>99,743</u> | <u>75,544</u>   |
| Deficiency of revenues<br>under expenditures . . . . .  | (233,478)               | (120,741)        | (81,734)      | 39,007  |
| Other financing sources:  |                         |                  |               |   |
| Proceeds from the sale of bonds . . . . .   | -                       | 145,454          | 48,023        | (97,431)  |
| Total other financing sources. . . . .  | <u>-</u>                | <u>145,454</u>   | <u>48,023</u> | <u>(97,431)</u>   |
| Excess (deficiency) of revenues and<br>other financing sources over (under)<br>expenditures . . . . . | (233,478)               | 24,713           | (33,711)      | (58,424)  |
| <b>Fund balance, January 1. . . . .</b>   | 22,059                  | 22,059           | 22,059        | -   |
| <b>Prior year encumbrances appropriated. . . . .</b>  | <u>11,652</u>           | <u>11,652</u>    | <u>11,652</u> | <u>-</u>  |
| <b>Fund balance (deficit), December 31 . . . . .</b>  | <u>\$ (199,767)</u>     | <u>\$ 58,424</u> | <u>\$ -</u>   | <u>\$ (58,424)</u>  |

**ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 QUARRY LAKES CAPITAL IMPROVEMENT FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2003

|  | <u>Budgeted Amounts</u> |                    | <u>Actual</u>      | <u>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</u> |
|--|-------------------------|--------------------|--------------------|---|
|  | <u>Original</u>         | <u>Final</u>       |                    |   |
| Revenues:  |                         |                    |                    |   |
| Reimbursements . . . . .   | \$ -                    | \$ 69,721          | \$ 65,203          | \$ (4,518)  |
| Investment income . . . . .  | -                       | 5,061              | 4,733              | (328)   |
| Total revenues . . . . .   | <u>-</u>                | <u>74,782</u>      | <u>69,936</u>      | <u>(4,846)</u>  |
| Expenditures:  |                         |                    |                    |   |
| Current:   |                         |                    |                    |   |
| Capital Outlay   |                         |                    |                    |   |
| Capital outlay . . . . .   | -                       | 2,652,208          | 2,544,338          | 107,870   |
| Total expenditures . . . . .   | <u>-</u>                | <u>2,652,208</u>   | <u>2,544,338</u>   | <u>107,870</u>  |
| Excess of revenues<br>over expenditures . . . . .                                  | <u>-</u>                | <u>(2,577,426)</u> | <u>(2,474,402)</u> | <u>103,024</u>  |
| Other financing uses:  |                         |                    |                    |   |
| Proceeds from the sale of notes . . . . .  | -                       | 2,673,218          | 2,500,000          | (173,218)   |
| Total other financing uses . . . . .   | <u>-</u>                | <u>2,673,218</u>   | <u>2,500,000</u>   | <u>(173,218)</u>  |
| Deficiency of revenues<br>under expenditures and<br>other financing uses . . . . . | -                       | 95,792             | 25,598             | (70,194)  |
| <b>Fund balance, January 1 . . . . .</b>   | <u>-</u>                | <u>-</u>           | <u>-</u>           | <u>-</u>  |
| <b>Fund balance, December 31 . . . . .</b>   | <u>\$ -</u>             | <u>\$ 95,792</u>   | <u>\$ 25,598</u>   | <u>\$ (70,194)</u>  |



**ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND EQUITY  
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 EMPLOYEE BENEFITS SELF INSURANCE FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2003

|  | <b>Budgeted Amounts</b> |                     | <b>Actual</b>       | <b>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</b> |
|--|-------------------------|---------------------|---------------------|---|
|  | <b>Original</b>         | <b>Final</b>        |                     |   |
| Operating revenues:                                  |                         |                     |                     |   |
| Charges for services . . . . .                       | \$ 6,467,919            | \$ 6,107,851        | \$ 6,155,305        | \$ 47,454   |
| Other . . . . .                                      | 77,246                  | 72,946              | 73,513              | 567   |
| Total operating revenues . . . . .                   | <u>6,545,165</u>        | <u>6,180,797</u>    | <u>6,228,818</u>    | <u>48,021</u>   |
| Operating expenses:                                  |                         |                     |                     |   |
| Materials and supplies . . . . .                     | 138,517                 | 137,979             | 133,649             | 4,330   |
| Contractual services . . . . .                       | 539,065                 | 536,972             | 390,798             | 146,174   |
| Claims and judgements. . . . .                       | 5,949,382               | 5,926,284           | 5,379,616           | 546,668   |
| Total operating expenses . . . . .                   | <u>6,626,964</u>        | <u>6,601,235</u>    | <u>5,904,063</u>    | <u>697,172</u>  |
| Net income (loss) before operating transfers . . .   | <u>(81,799)</u>         | <u>(420,438)</u>    | <u>324,755</u>      | <u>745,193</u>  |
| Operating transfers in . . . . .                     | <u>20,335</u>           | <u>19,203</u>       | <u>19,352</u>       | <u>149</u>  |
| Total operating transfers . . . . .                  | <u>20,335</u>           | <u>19,203</u>       | <u>19,352</u>       | <u>149</u>  |
| Net income (loss) . . . . .                          | (61,464)                | (401,235)           | 344,107             | 745,342   |
| <b>Fund equity at beginning of year . . . . .</b>    | 1,441,199               | 1,441,199           | 1,441,199           | -   |
| <b>Prior year encumbrances appropriated. . . . .</b> | 102,964                 | 102,964             | 102,964             | -   |
| <b>Fund equity at end of year. . . . .</b>           | <u>\$ 1,482,699</u>     | <u>\$ 1,142,928</u> | <u>\$ 1,888,270</u> | <u>\$ 745,342</u>   |

**ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 BLUECOAT EXPENDABLE TRUST FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2003

|  | <u>Budgeted Amounts</u> |                  | <u>Actual</u>    | <u>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</u> |
|--|-------------------------|------------------|------------------|---|
|  | <u>Original</u>         | <u>Final</u>     |                  |   |
| Revenues:                                  |                         |                  |                  |   |
| Investment income . . . . .                | \$ 1,100                | \$ 900           | \$ 832           | \$ (68)   |
| Total revenues . . . . .                   | <u>1,100</u>            | <u>900</u>       | <u>832</u>       | <u>(68)</u>   |
| <b>Fund balance, January 1 . . . . .</b>   | <u>40,608</u>           | <u>40,608</u>    | <u>40,608</u>    | <u>-</u>  |
| <b>Fund balance, December 31 . . . . .</b> | <u>\$ 41,708</u>        | <u>\$ 41,508</u> | <u>\$ 41,440</u> | <u>\$ (68)</u>  |

# STATISTICAL SECTION

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**STATISTICAL SECTION**

**ERIE COUNTY, OHIO**

**GENERAL FUND EXPENDITURES BY FUNCTION  
LAST TEN FISCAL YEARS**

|                             | <u>2003</u>          | <u>2002</u>          | <u>2001</u>          | <u>2000</u>          |
|-----------------------------|----------------------|----------------------|----------------------|----------------------|
| General Government          | \$ 11,893,221        | \$ 12,089,283        | \$ 12,104,759        | \$ 12,145,294        |
| Public Safety               | 7,646,341            | 7,531,096            | 7,883,625            | 6,987,764            |
| Public Works                | 277,033              | 451,217              | 576,714              | 1,138,923            |
| Health                      | 75,190               | 192,630              | 152,919              | 137,053              |
| Human Services              | 541,780              | 609,119              | 508,091              | 437,553              |
| Conservation and Recreation | 366,444              | 378,319              | 388,186              | 117,520              |
| Transportation              | -                    | -                    | -                    | -                    |
| Other                       | -                    | -                    | 212,465              | 30,072               |
| Capital Outlay              | 43,111               | 67,969               | -                    | 715,677              |
| Intergovernmental           | -                    | -                    | -                    | -                    |
| Debt Service                | <u>15,572</u>        | <u>99,876</u>        | <u>65,528</u>        | <u>64,195</u>        |
| TOTAL                       | <u>\$ 20,858,692</u> | <u>\$ 21,419,509</u> | <u>\$ 21,892,287</u> | <u>\$ 21,774,051</u> |

Source: Erie County Auditor's Office

TABLE 1

|    | <u>1999</u>          | <u>1998</u>          | <u>1997</u>          | <u>1996</u>          | <u>1995</u>          | <u>1994</u>          |
|----|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
| \$ | 10,761,434           | \$ 9,495,865         | \$ 8,302,447         | \$ 8,525,545         | \$ 7,572,599         | \$ 7,203,396         |
|    | 6,278,029            | 7,395,967            | 5,800,747            | 5,643,704            | 5,405,790            | 4,700,864            |
|    | 629,508              | 448,888              | 407,624              | 187,286              | 127,979              | 106,268              |
|    | 106,644              | 113,765              | 149,549              | 111,203              | 98,414               | 68,941               |
|    | 2,104,627            | 1,726,794            | 1,210,666            | 651,129              | 846,916              | 258,872              |
|    | 113,000              | 256,102              | 326,531              | 371,474              | -                    | -                    |
|    | 29,847               | -                    | -                    | -                    | -                    | -                    |
|    | 1,231,476            | 465,420              | 7,014                | 1,444,751            | 1,349,889            | 888,263              |
|    | 745,248              | 562,385              | 916,307              | 14,394               | -                    | 127,641              |
|    | 18,570               | -                    | -                    | -                    | -                    | -                    |
|    | 65,529               | -                    | -                    | -                    | -                    | -                    |
|    | <u>\$ 22,083,912</u> | <u>\$ 20,465,186</u> | <u>\$ 17,120,885</u> | <u>\$ 16,949,486</u> | <u>\$ 15,401,587</u> | <u>\$ 13,354,245</u> |

**ERIE COUNTY, OHIO**

**GENERAL FUND REVENUES BY SOURCE  
LAST TEN FISCAL YEARS**

|                       | <u>2003</u>          | <u>2002</u>          | <u>2001</u>          | <u>2000</u>          |
|-----------------------|----------------------|----------------------|----------------------|----------------------|
| Taxes                 | \$ 15,978,736        | \$ 15,234,846        | \$ 14,510,752        | \$ 14,357,817        |
| Charges for Services  | 1,698,134            | 1,435,962            | 1,846,460            | 1,336,575            |
| Licenses and Permits  | 9,738                | 7,996                | 7,885                | 9,097                |
| Fines and Forfeitures | 597,400              | 715,834              | 766,045              | 564,443              |
| Special Assessments   | 184,081              | 424,758              | 80,008               | 50,177               |
| Intergovernmental     | 2,354,757            | 3,393,116            | 2,897,520            | 3,214,586            |
| Investment Income     | 883,759              | 1,089,657            | 1,837,799            | 2,360,961            |
| Rental Income         | 158,915              | 166,036              | 177,754              | 179,154              |
| Reimbursements        | 1,066,830            | -                    | -                    | -                    |
| Other                 | <u>175,259</u>       | <u>1,343,982</u>     | <u>911,632</u>       | <u>930,921</u>       |
| TOTAL                 | <u>\$ 23,107,609</u> | <u>\$ 23,812,187</u> | <u>\$ 23,035,855</u> | <u>\$ 23,003,731</u> |

Source: Erie County Auditor's Office



TABLE 2

|    | <u>1999</u>              | <u>1998</u>                 | <u>1997</u>                 | <u>1996</u>                 | <u>1995</u>                 | <u>1994</u>                 |
|----|--------------------------|-----------------------------|-----------------------------|-----------------------------|-----------------------------|-----------------------------|
| \$ | 13,948,058               | \$ 13,198,122               | \$ 12,433,605               | \$ 12,229,588               | \$ 11,669,791               | \$ 10,529,377               |
|    | 1,475,458                | 1,429,798                   | 1,525,036                   | 1,229,001                   | 1,242,496                   | 1,269,373                   |
|    | 9,912                    | 10,304                      | 12,027                      | 12,200                      | 12,150                      | 12,008                      |
|    | 519,653                  | 479,475                     | 428,657                     | 474,275                     | 409,613                     | 449,748                     |
|    | 16,629                   | -                           | -                           | -                           | -                           | -                           |
|    | 2,823,675                | 2,966,011                   | 2,546,557                   | 2,023,098                   | 1,896,716                   | 1,942,681                   |
|    | 2,162,012                | 2,428,958                   | 1,985,130                   | 2,117,606                   | 2,187,128                   | 1,266,483                   |
|    | -                        | -                           | -                           | -                           | -                           | -                           |
|    | -                        | -                           | -                           | -                           | -                           | -                           |
|    | <u>1,251,774</u>         | <u>148,794</u>              | <u>33,932</u>               | <u>1,357,383</u>            | <u>1,100,402</u>            | <u>1,941,231</u>            |
| \$ | <u><u>22,207,171</u></u> | \$ <u><u>20,661,462</u></u> | \$ <u><u>18,964,944</u></u> | \$ <u><u>19,443,151</u></u> | \$ <u><u>18,518,296</u></u> | \$ <u><u>17,410,901</u></u> |

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## ERIE COUNTY, OHIO

PROPERTY TAX LEVIES AND COLLECTIONS  
LAST TEN FISCAL YEARS

| Levy Year/<br>Collection<br>Year | Current<br>Taxes<br>Levied | Current<br>Collection | Percent<br>of Current Levy<br>Collected | Delinquent<br>Collection | Total<br>Collection | Total Collection<br>As a Percent<br>of Total Levy | Accumulated<br>Delinquencies |
|----------------------------------|----------------------------|-----------------------|---|--------------------------|---------------------|---|------------------------------|
| 2002/2003                        | \$ 3,063,218               | \$ 2,948,064          | 96.24%                                  | \$ 107,960               | \$ 3,056,024        | 99.77%  | \$ 120,780                   |
| 2001/2002                        | 3,035,598                  | 2,977,719             | 98.09%                                  | 98,423                   | 3,076,142           | 101.34%   | 62,901                       |
| 2000/2001                        | 3,052,476                  | 2,981,358             | 96.03%                                  | 84,339                   | 3,015,632           | 98.79%  | 89,417                       |
| 1999/2000                        | 2,975,421                  | 2,869,210             | 96.43%                                  | 88,784                   | 2,957,994           | 99.41%  | 175,539                      |
| 1998/1999                        | 2,948,062                  | 2,856,984             | 96.91%                                  | 104,889                  | 2,961,873           | 100.47%   | 177,371                      |
| 1997/1998                        | 2,881,137                  | 2,711,914             | 94.13%                                  | 81,877                   | 2,793,791           | 96.97%  | 167,306                      |
| 1996/1997                        | 2,620,843                  | 2,550,342             | 97.31%                                  | 72,066                   | 2,622,408           | 100.06%   | 137,049                      |
| 1995/1996                        | 2,813,882                  | 2,741,178             | 97.42%                                  | 93,371                   | 2,834,549           | 100.73%   | 97,134                       |
| 1994/1995                        | 2,875,933                  | 2,817,077             | 97.95%                                  | 87,892                   | 2,904,969           | 101.01%   | 113,812                      |
| 1993/1994                        | 2,434,336                  | 2,263,933             | 93.00%                                  | 86,971                   | 2,350,904           | 96.57%  | 130,566                      |

Source: Erie County Auditor's Office

**ERIE COUNTY, OHIO**

**ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY  
LAST TEN FISCAL YEARS**

| Levy Year/<br>Collection Year | Real Property    |                      | Personal Property |                      |
|-------------------------------|------------------|----------------------|-------------------|----------------------|
|                               | Assessed         | Estimated Actual (1) | Assessed          | Estimated Actual (1) |
| 2002/2003                     | \$ 1,660,905,240 | \$ 4,745,443,543     | \$ 193,686,602    | \$ 774,746,408       |
| 2001/2002                     | 1,410,457,570    | 4,029,878,771        | 205,392,223       | 821,568,892          |
| 2000/2001                     | 1,354,302,480    | 3,869,435,657        | 204,653,773       | 818,615,092          |
| 1999/2000                     | 1,175,836,450    | 3,359,532,714        | 195,011,075       | 780,044,300          |
| 1998/1999                     | 1,154,113,100    | 3,297,466,000        | 180,529,026       | 722,116,104          |
| 1997/1998                     | 1,014,287,240    | 2,897,963,543        | 172,933,838       | 691,735,352          |
| 1996/1997                     | 980,944,740      | 2,802,699,257        | 161,143,682       | 644,574,728          |
| 1995/1996                     | 970,247,560      | 2,772,135,886        | 156,999,096       | 376,496,633          |
| 1994/1995                     | 791,270,511      | 2,260,772,889        | 172,837,982       | 414,479,572          |
| 1993/1994                     | 814,993,950      | 2,328,554,143        | 155,582,205       | 372,714,479          |

Source: Erie County Auditor's Office

- (1) Estimated Actual values are calculated based on the following percentages for tax year 2001:  
 Real property is assessed at 35% of actual value.  
 General tangible personal property is assessed at 25% of actual value.  
 Public utility tangible personal property is assessed at 88% of actual value.

TABLE 4

| Public Utility |                      | Totals           |                      | Assessed Value<br>as a Percentage<br>of Estimated<br>Actual Value |
|----------------|----------------------|------------------|----------------------|---|
| Assessed       | Estimated Actual (1) | Assessed         | Estimated Actual (1) |   |
| \$ 79,819,050  | \$ 90,703,466        | \$ 1,934,410,892 | \$ 5,610,893,417     | 34.48%  |
| 82,149,870     | 93,352,125           | 1,697,999,663    | 4,944,799,788        | 34.34%  |
| 101,321,800    | 115,138,409          | 1,660,278,053    | 4,803,189,158        | 34.57%  |
| 107,571,880    | 122,240,773          | 1,478,419,405    | 4,261,817,787        | 34.69%  |
| 103,396,910    | 117,496,489          | 1,438,039,036    | 4,137,078,593        | 34.76%  |
| 98,893,220     | 112,378,659          | 1,286,114,298    | 3,702,077,554        | 34.74%  |
| 97,459,610     | 110,749,557          | 1,239,548,032    | 3,558,023,542        | 34.84%  |
| 111,230,030    | 222,464,460          | 1,238,476,686    | 3,371,096,979        | 36.74%  |
| 142,799,835    | 285,599,670          | 1,106,908,328    | 2,960,852,131        | 37.38%  |
| 94,714,990     | 189,429,980          | 1,065,291,145    | 2,890,698,602        | 36.85%  |

**ERIE COUNTY, OHIO**

PROPERTY TAX RATES (per \$1,000 of assessed value) - DIRECT AND OVERLAPPING GOVERNMENTS  
LAST TEN FISCAL YEARS

| <u>Levy Year/Collection Year</u> | <u>2002/2003</u> | <u>2001/2002</u> | <u>2000/2001</u> | <u>1999/2000</u> |
|----------------------------------|------------------|------------------|------------------|------------------|
| <b>COUNTY ENTITY:</b>            |                  |                  |                  |                  |
| General Fund                     | \$ 2.30          | \$ 2.30          | \$ 2.30          | \$ 2.30          |
| Bond Retirement                  | -                | -                | -                | -                |
| Total County Entity              | <u>2.30</u>      | <u>2.30</u>      | <u>2.30</u>      | <u>2.30</u>      |
| <b>OTHER ENTITIES:</b>           |                  |                  |                  |                  |
| General Health District          | 1.00             | 1.00             | 1.00             | 1.00             |
| Community Mental Health          | 1.00             | 1.00             | 1.00             | 1.00             |
| Retarded Persons                 | 3.00             | 2.50             | 2.50             | 2.50             |
| Metro Park District              | 1.00             | 1.00             | 1.00             | 1.00             |
| Senior Services                  | 0.50             | 0.50             | 0.50             | 0.50             |
| TOTAL COUNTY-WIDE RATES          | <u>\$ 8.80</u>   | <u>\$ 8.30</u>   | <u>\$ 8.30</u>   | <u>\$ 8.30</u>   |
| <b>SCHOOL DISTRICTS:</b>         |                  |                  |                  |                  |
| Berlin-Milan Local S.D.          | \$ 57.30         | \$ 58.15         | \$ 58.15         | \$ 58.26         |
| Margaretta Local S.D.            | 56.80            | 56.80            | 56.80            | 56.80            |
| Perkins Local S.D.               | 60.90            | 60.90            | 60.90            | 58.00            |
| Vermilion Local S.D.             | 63.35            | 64.00            | 65.75            | 65.89            |
| Kelleys Island Local S.D.        | 15.55            | 16.35            | 18.02            | 18.02            |
| Huron City S.D.                  | 66.35            | 66.83            | 66.83            | 67.10            |
| Sandusky City S.D.               | 70.55            | 65.20            | 65.20            | 66.04            |
| Firelands Local S.D.             | 47.62            | 51.09            | 51.30            | 52.70            |
| Western Reserve Local S.D.       | 34.35            | 34.60            | 34.60            | 34.98            |
| Bellevue City S.D.               | 38.80            | 39.30            | 40.00            | 40.60            |
| Monroeville Local S.D.           | 46.90            | 48.10            | 48.50            | 50.91            |
| Joint Vocational S.D.            | 3.95             | 3.95             | 3.95             | 3.95             |
| <b>TOWNSHIPS:</b>                |                  |                  |                  |                  |
| Berlin Township                  | 6.30             | 6.30             | 5.30             | 5.30             |
| Florence Township                | 6.10             | 6.10             | 6.10             | 6.10             |
| Groton Township                  | 5.75             | 5.75             | 5.75             | 5.75             |
| Huron Township                   | 5.14             | 5.14             | 5.14             | 5.14             |
| Margaretta Township              | 10.65            | 10.65            | 10.65            | 10.65            |
| Milan Township                   | 5.30             | 5.30             | 5.30             | 5.30             |
| Oxford Township                  | 4.50             | 4.50             | 4.50             | 3.50             |
| Perkins Township                 | 10.20            | 10.20            | 10.20            | 10.20            |
| Vermilion Township               | 4.10             | 4.10             | 4.10             | 4.10             |
| <b>MUNICIPALITIES:</b>           |                  |                  |                  |                  |
| Bay View Village                 | 16.00            | 16.00            | 16.00            | 16.00            |
| Berlin Heights Village           | 11.50            | 11.50            | 11.50            | 11.50            |
| Castalia Village                 | 10.66            | 10.66            | 10.66            | 10.66            |
| Kelleys Island Village           | 8.65             | 10.15            | 15.65            | 18.15            |
| Milan Village                    | 8.80             | 8.80             | 8.80             | 8.80             |
| Bellevue City                    | 6.10             | 6.10             | 6.10             | 6.10             |
| Huron City                       | 4.90             | 4.90             | 4.90             | 4.90             |
| Vermilion City                   | 10.75            | 10.75            | 10.75            | 10.75            |
| Sandusky City                    | 4.95             | 5.51             | 5.51             | 5.51             |

Source: Erie County Auditor's Office

(1) Includes 1.00 mill for Vermilion River Ambulance

TABLE 5

| 1998/1999      | 1997/1998      | 1996/1997      | 1995/1996      | 1994/1995      | 1993/1994      |
|----------------|----------------|----------------|----------------|----------------|----------------|
| \$ 2.30        | \$ 2.30        | \$ 2.30        | \$ 2.30        | \$ 2.30        | \$ 2.30        |
| -              | -              | -              | -              | 0.20           | 0.20           |
| <u>2.30</u>    | <u>2.30</u>    | <u>2.30</u>    | <u>2.30</u>    | <u>2.50</u>    | <u>2.50</u>    |
| 1.00           | 1.00           | 1.00           | 1.00           | 1.00           | 1.00           |
| 1.00           | 1.00           | 1.00           | 1.00           | 1.00           | 1.00           |
| 2.50           | 2.50           | 2.50           | 2.50           | 2.50           | 2.50           |
| 1.00           | 1.00           | 1.00           | 1.00           | 1.00           | 1.00           |
| 0.50           | 0.50           | -              | -              | -              | -              |
| <u>\$ 8.30</u> | <u>\$ 8.30</u> | <u>\$ 7.80</u> | <u>\$ 7.80</u> | <u>\$ 8.00</u> | <u>\$ 8.00</u> |
| \$ 59.06       | \$ 58.15       | \$ 58.15       | \$ 54.45       | \$ 52.45       | \$ 52.45       |
| 56.80          | 49.05          | 49.05          | 49.05          | 49.05          | 50.05          |
| 58.80          | 59.27          | 59.27          | 59.80          | 54.90          | 54.90          |
| 67.54          | 59.55          | 59.55          | 60.35          | 60.35          | 60.35          |
| 18.82          | 18.85          | 18.85          | 18.85          | 18.85          | 18.85          |
| 68.00          | 66.76          | 66.76          | 61.44          | 61.55          | 61.55          |
| 66.84          | 66.84          | 66.84          | 63.10          | 63.10          | 63.10          |
| -              | -              | -              | -              | -              | -              |
| -              | -              | -              | -              | -              | -              |
| -              | -              | -              | -              | -              | -              |
| -              | -              | -              | -              | -              | -              |
| 3.95           | 3.95           | 3.95           | 3.95           | 3.95           | 3.95           |
| 5.30           | 5.30           | 5.30           | 5.30           | 5.30           | 4.30           |
| 6.10           | 6.10           | 6.10 (1)       | 5.10           | 5.10           | 5.10           |
| 5.75           | 5.75           | 5.75           | 5.75           | 5.75           | 5.75           |
| 5.30           | 4.80           | 4.80           | 4.80           | 4.80           | 4.80           |
| 10.65          | 7.70           | 7.70           | 7.70           | 7.45           | 7.45           |
| 5.30           | 5.30           | 5.30           | 5.30           | 5.30           | 5.30           |
| 3.50           | 3.50           | 3.50           | 3.50           | 3.50           | 3.50           |
| 10.20          | 10.20          | 10.20          | 9.95           | 9.95           | 9.95           |
| 4.10           | 3.10           | 3.10           | 3.10           | 3.10           | 3.10           |
| 16.00          | 16.00          | 16.00          | 16.00          | 16.00          | 16.00          |
| 11.50          | 11.50          | 11.50          | 11.50          | 11.50          | 7.50           |
| 10.66          | 10.66          | 10.66          | 10.65          | 10.65          | 10.65          |
| 18.15          | 20.90          | 20.90          | 24.50          | 24.50          | 24.50          |
| 8.80           | 8.80           | 8.80           | 8.80           | 4.80           | 4.80           |
| -              | -              | -              | -              | -              | -              |
| 4.90           | 4.40           | 4.40           | 6.80           | 6.80           | 6.80           |
| 10.75          | 10.75          | 10.75          | 10.75          | 10.75          | 10.75          |
| 5.51           | 4.25           | 4.25           | 4.25           | 4.25           | 4.25           |

## ERIE COUNTY, OHIO

SPECIAL ASSESSMENT LEVIES AND COLLECTIONS  
LAST TEN FISCAL YEARS

| Levy Year/<br>Collection Year | Current<br>Assessments<br>Levied | Total<br>Assessments<br>Collected | Total Assessments<br>Collected<br>as a Percent of<br>Current Assessments<br>Levied | Accumulated<br>Delinquencies |
|-------------------------------|----------------------------------|-----------------------------------|--|------------------------------|
| 2002/2003                     | \$ 1,082,263                     | \$ 963,412                        | 89.02%   | \$ 208,901                   |
| 2001/2002                     | 997,134                          | 965,663                           | 96.84%   | 150,949                      |
| 2000/2001                     | 861,272                          | 786,209                           | 91.28%   | 163,420                      |
| 1999/2000                     | 731,890                          | 733,751                           | 100.25%  | 179,413                      |
| 1998/1999                     | 701,735                          | 721,050                           | 102.75%  | 175,035                      |
| 1997/1998                     | 749,850                          | 793,015                           | 105.76%  | 177,873                      |
| 1996/1997                     | 805,456                          | 810,129                           | 100.58%  | 194,586                      |
| 1995/1996                     | 902,574                          | 909,634                           | 100.78%  | 181,681                      |
| 1994/1995                     | 866,506                          | 885,806                           | 102.23%  | 194,301                      |
| 1993/1994                     | 1,800,628                        | 1,703,099                         | 94.58%   | 235,474                      |

Source: Erie County Auditor's Office



## ERIE COUNTY, OHIO

COMPUTATION OF LEGAL DEBT MARGIN  
DECEMBER 31, 2003

|  |                     |                      |
|--|---------------------|----------------------|
| Direct legal debt limitation (1):  |                     |                      |
| 3.0% of assessed valuation not in excess of \$100,000,000                                |                     | \$ 3,000,000         |
| 1.5% of assessed valuation in excess of \$100,000,000 and not in excess of \$300,000,000 |                     | 3,000,000            |
| 2.5% of assessed valuation in excess of \$300,000,000                                    |                     | <u>40,860,272</u>    |
| Total direct legal debt limitation   |                     | 46,860,272           |
| Total of all County debt outstanding   | 74,616,951          |                      |
| Less: Exempt debt  |                     |                      |
| General obligation bonds-self supported  | (22,654,584)        |                      |
| Special assessment bonds   | (3,606,523)         |                      |
| OWDA loans   | (25,246,939)        |                      |
| OPWC loans   | (638,905)           |                      |
| Bond anticipation notes  | <u>(13,500,000)</u> |                      |
| Total exempt debt  | (65,646,951)        |                      |
| Less: Amount available in debt service funds at December 31, 2003                        | <u>(288,966)</u>    |                      |
| Total net indebtedness subject to direct legal debt limitation                           |                     | <u>(8,681,034)</u>   |
| Direct legal debt margin   |                     | <u>\$ 38,179,238</u> |
|  |                     |                      |
| Unvoted legal debt limitation (2)  |                     | \$ 19,344,109        |
| Total net indebtedness subject to unvoted legal debt limitation                          |                     | <u>(8,681,034)</u>   |
| Total unvoted legal debt margin  |                     | <u>\$ 10,663,075</u> |

Source: Erie County Auditor's Office

(1) Direct legal debt limitation is outlined by the Ohio Revised Code, codifications O.R.C. 133.02 and 133.05

(2) Unvoted legal debt limitation is equal to 1% of assessed valuation.

## ERIE COUNTY, OHIO

RATIO OF NET GENERAL OBLIGATION BONDED DEBT TO ASSESSED VALUE  
AND NET GENERAL OBLIGATION BONDED DEBT PER CAPITA  
LAST TEN FISCAL YEARS

| Year | Total<br>Population (1) | Total<br>Assessed<br>Value (2) | Gross<br>General<br>Obligation<br>Bonded Debt (3) | Less:<br>Debt Service<br>Fund<br>Balance | Net<br>General<br>Obligation<br>Bonded Debt | Percent of<br>Net General<br>Obligation<br>Bonded Debt<br>to Assessed Value | Per Capita<br>Net General<br>Obligation<br>Bonded Debt |
|------|-------------------------|--------------------------------|---|--|---|---|--|
| 2003 | 79,551                  | \$ 1,934,410,892               | \$ 8,970,000                                      | \$ 288,966                               | \$ 8,681,034                                | 0.449%  | \$ 109.13  |
| 2002 | 79,551                  | 1,697,999,663                  | 9,510,000   | 294,955                                  | 9,215,045                                   | 0.543%  | 115.84   |
| 2001 | 79,551                  | 1,660,278,053                  | 8,869,000   | 269,374                                  | 8,599,626                                   | 0.518%  | 108.10   |
| 2000 | 76,799                  | 1,478,419,405                  | 9,425,800   | 159,785                                  | 9,266,015                                   | 0.558%  | 116.48   |
| 1999 | 76,799                  | 1,438,039,036                  | 9,958,100   | 202,062                                  | 9,756,038                                   | 0.660%  | 127.03   |
| 1998 | 76,799                  | 1,286,114,298                  | 9,656,100   | 205,114                                  | 9,450,986                                   | 0.657%  | 123.06   |
| 1997 | 76,799                  | 1,286,114,298                  | 9,145,000   | 258,342                                  | 8,886,658                                   | 0.691%  | 115.71   |
| 1996 | 76,799                  | 1,238,476,686                  | 8,365,000   | (215,011)                                | 8,580,011                                   | 0.667%  | 111.72   |
| 1995 | 76,799                  | 1,106,908,328                  | 8,620,000   | (73,394)                                 | 8,693,394                                   | 0.702%  | 113.20   |
| 1994 | 76,799                  | 1,065,291,145                  | 9,050,000   | 119,889                                  | 8,930,111                                   | 0.807%  | 116.28   |

(1) Source: United States Census

(2) Source: Erie County Auditor's Office

(3) Source: County financial statements (does not include enterprise debt, special assessment bonds or bond anticipation notes)

## ERIE COUNTY, OHIO

RATIO OF ANNUAL DEBT SERVICE FOR GENERAL OBLIGATION BONDED DEBT (1)  
TO TOTAL GENERAL FUND EXPENDITURES  
LAST TEN FISCAL YEARS

| Year | General<br>Obligation<br>Principal | General<br>Obligation<br>Interest | Total<br>General<br>Obligation<br>Debt Service (1) | Total<br>General Fund<br>Expenditures | Ratio of Total General<br>Bonded Debt Service<br>Expenditures to Total<br>General Fund Expenditures |
|------|------------------------------------|-----------------------------------|--|---------------------------------------|---|
| 2003 | \$ 540,000                         | \$ 435,327                        | \$ 975,327   | \$ 20,858,692                         | 4.68%   |
| 2002 | 470,000                            | 415,929                           | 885,929  | 21,419,509                            | 4.14%   |
| 2001 | 556,800                            | 439,992                           | 996,792  | 21,892,287                            | 4.55%   |
| 2000 | 532,300                            | 462,577                           | 994,877  | 21,774,051                            | 4.57%   |
| 1999 | 498,000                            | 434,405                           | 932,405  | 22,083,912                            | 4.22%   |
| 1998 | 453,900                            | 777,232                           | 1,231,132  | 20,465,186                            | 6.02%   |
| 1997 | 270,000                            | 608,947                           | 878,947  | 17,120,885                            | 5.13%   |
| 1996 | 255,000                            | 823,849                           | 1,078,849  | 16,949,486                            | 6.37%   |
| 1995 | 430,000                            | 536,076                           | 966,076  | 15,401,587                            | 6.27%   |
| 1994 | 430,000                            | 565,754                           | 995,754  | 13,354,245                            | 7.46%   |

Source: Erie County Auditor's Office

(1) Excluding general obligation debt reported in the Enterprise funds and special assessment debt

## ERIE COUNTY, OHIO

COMPUTATION OF DIRECT AND OVERLAPPING GENERAL OBLIGATION DEBT  
DECEMBER 31, 2003

|                                   | General Obligation<br>Debt<br>Outstanding | Percent<br>Applicable<br>to County | Amount<br>Applicable<br>to County |
|-----------------------------------|---|------------------------------------|-----------------------------------|
|                                   | <u>                    </u>               | <u>                    </u>        | <u>                    </u>       |
| Direct Debt:                      |   |                                    |                                   |
| Erie County                       | \$ 8,970,000                              | 100.00%                            | \$ 8,970,000                      |
|                                   |   |                                    |                                   |
| Overlapping Debt:                 |   |                                    |                                   |
| Municipalities:                   |   |                                    |                                   |
| Sandusky City                     | 20,190,278                                | 100.00%                            | 20,190,278                        |
| Huron City                        | 6,463,213                                 | 100.00%                            | 6,463,213                         |
| School Districts:                 |   |                                    |                                   |
| Sandusky City School District     | 1,090,000                                 | 100.00%                            | 1,090,000                         |
| Huron City School District        | <u>4,082,400</u>                          | 100.00%                            | <u>4,082,400</u>                  |
| Total Overlapping Debt            | <u>31,825,891</u>                         |                                    | <u>31,825,891</u>                 |
|                                   |   |                                    |                                   |
| Total Direct and Overlapping Debt | <u>\$ 40,795,891</u>                      |                                    | <u>\$ 40,795,891</u>              |

Source: Erie County Auditor's Office, fiscal officers of listed entities

## ERIE COUNTY, OHIO

PROPERTY VALUES, NEW CONSTRUCTION AND BANK DEPOSITS  
LAST TEN FISCAL YEARS

| Collection<br>Year | Total<br>Assessed Value (1) | New<br>Construction (2) | Bank Deposits at<br>December 31, 2003 (3) |
|--------------------|-----------------------------|-------------------------|---|
| 2003               | \$ 1,934,410,892            | \$ 64,776               | \$ 397,016,000                            |
| 2002               | 1,697,999,663               | 74,973,000              | 434,807,000                               |
| 2001               | 1,660,278,053               | 40,028,000              | 298,753,000                               |
| 2000               | 1,478,419,405               | 43,677,000              | 279,070,000                               |
| 1999               | 1,438,039,036               | 33,995,000              | 304,612,000                               |
| 1998               | 1,286,114,298               | 32,690,000              | 288,494,000                               |
| 1997               | 1,239,548,032               | 37,189,000              | 268,944,000                               |
| 1996               | 1,238,476,686               | 35,830,000              | 245,161,000                               |
| 1995               | 1,106,908,328               | 22,432,050              | 245,973,000                               |
| 1994               | 1,065,291,145               | 16,204,700              | 246,960,000                               |

(1) Source: Erie County Auditor's Office

(2) Source: Ohio Department of Development

(3) Source: Federal Reserve Bank of Cleveland

## ERIE COUNTY, OHIO

DEMOGRAPHIC INFORMATION  
LAST TEN FISCAL YEARS

|                 |             |                   |
|-----------------|-------------|-------------------|
| Population (1): | <u>Year</u> | <u>Population</u> |
|                 | 2003        | 79,551            |
|                 | 1990        | 76,779            |
|                 | 1980        | 79,655            |
|                 | 1970        | 75,909            |
|                 | 1960        | 68,000            |
|                 | 1950        | 52,565            |
|                 | 1940        | 43,201            |

|                       |          |          |        |
|-----------------------|----------|----------|--------|
| Age Distribution (2): | Male =   | 38,766 = | 48.73% |
|                       | Female = | 40,785 = | 51.27% |

2000

(Latest Age Distribution Information Available)

| <u>Age</u>        | <u>Males</u>  |                   | <u>Females</u> |                   |
|-------------------|---------------|-------------------|----------------|-------------------|
|                   | <u>Number</u> | <u>Percentage</u> | <u>Number</u>  | <u>Percentage</u> |
| Under 5 years     | 2,430         | 6.27%             | 2,379          | 5.83%             |
| 5 - 19 years      | 8,554         | 22.06%            | 8,232          | 20.19%            |
| 20 - 29 years     | 3,943         | 10.17%            | 4,179          | 10.25%            |
| 30 - 39 years     | 5,189         | 13.39%            | 5,504          | 13.50%            |
| 40 - 49 years     | 6,244         | 16.11%            | 6,453          | 15.82%            |
| 50 - 59 years     | 5,106         | 13.17%            | 5,295          | 12.98%            |
| 60 - 69 years     | 3,400         | 8.77%             | 3,590          | 8.80%             |
| 70 - 79 years     | 2,746         | 7.08%             | 3,112          | 7.63%             |
| 80 years and over | 1,154         | 2.98%             | 2,041          | 5.00%             |
| Total             | <u>38,766</u> | <u>100.00%</u>    | <u>40,785</u>  | <u>100.00%</u>    |

## Unemployment (2):

|      | <u>Erie County</u> | <u>State of Ohio</u> | <u>United States</u> |
|------|--------------------|----------------------|----------------------|
| 2003 | 5.80%              | 6.60%                | 6.10%                |
| 2002 | 5.40%              | 5.50%                | 5.40%                |
| 2001 | 6.20%              | 5.40%                | 5.50%                |
| 2000 | 4.40%              | 4.10%                | 4.00%                |
| 1999 | 4.30%              | 4.30%                | 4.20%                |
| 1998 | 4.90%              | 4.30%                | 4.50%                |
| 1997 | 5.10%              | 4.30%                | 4.40%                |
| 1996 | 5.40%              | 4.80%                | 5.00%                |
| 1995 | 5.30%              | 4.90%                | 5.70%                |
| 1994 | 5.20%              | 5.50%                | 6.10%                |
| 1993 | 6.40%              | 6.50%                | 6.80%                |

|              |             |        |
|--------------|-------------|--------|
| Housing (1): | Total units | 35,909 |
|--------------|-------------|--------|

(1) Source: U.S. Census Bureau

(2) Source: Ohio Bureau of Employment Services

## ERIE COUNTY, OHIO

PRINCIPAL TAXPAYERS  
DECEMBER 31, 2003

| Taxpayer                          | Business                        | Assessed Valuation | Percent of<br>Total<br>Assessed Valuation |
|-----------------------------------|---------------------------------|--------------------|---|
| Cedar Fair Ltd. Partnership       | Amusement Park                  | 54,513,120         | 2.82%                                     |
| Ohio Edison Company               | Electric Utility                | 26,404,700         | 1.36%                                     |
| Visteon Corporation               | Automotive Parts                | 24,925,860         | 1.29%                                     |
| Delphi Automotive Systems, LLC    | Automobile Manufacturer         | 12,624,450         | 0.65%                                     |
| Norfolk & Western Railway         | Railroad                        | 12,453,530         | 0.64%                                     |
| The Glidden Company               | Paint and Coatings Manufacturer | 11,220,640         | 0.58%                                     |
| American Transmissions Systems    | Transmission Manufacturer       | 9,984,720          | 0.52%                                     |
| Great Bear Lodge of Sandusky, LLC | Tourist Resort                  | 8,350,410          | 0.43%                                     |
| Lear Operations Corp.             | Automotive Interior Supplier    | 7,811,450          | 0.40%                                     |
| Sandusky Mall Co.                 | Shopping Mall                   | 7,395,080          | 0.38%                                     |
| S & S Realty Ltd.                 | Real Estate                     | 7,076,400          | 0.37%                                     |
| Sandusky International            | Centrifugal Castings            | 7,063,310          | 0.37%                                     |
| SBC Communications                | Telephone Utility               | 6,948,850          | 0.36%                                     |
| Meijer Stores, Ltd. Ptsnp.        | Retail Department Store         | 6,439,570          | 0.33%                                     |
| Pullman Co. (Tenneco)             | Automotive Manufacturer         | 5,535,970          | 0.29%                                     |
| Certaineed Corp.                  | Housing Products                | 5,246,260          | 0.27%                                     |
| Sandusky Limited                  | Papermaking Machinery           | 5,068,950          | 0.26%                                     |
| Firelands Regional Medical Center | Medical Center                  | 5,009,310          | 0.26%                                     |
| Columbia Gas of Ohio              | Natural Gas Utility             | 4,742,280          | 0.25%                                     |
| Walmart                           | Retail Department Store         | 3,857,250          | 0.20%                                     |
| Freudenberg NOK                   | Elastomeric Seals               | 3,409,110          | 0.18%                                     |
| Hanson Aggregates Midwest, Inc.   | Mineral Industries              | 3,153,120          | 0.16%                                     |
| Verizon North, Inc.               | Cellular Phone Service          | 2,765,070          | 0.14%                                     |
| Fort James Operating Co.          | Paper Products                  | 1,834,980          | 0.09%                                     |
| Stein Associates Co.              | Food Processing                 | 1,029,590          | 0.05%                                     |
| All Other Taxpayers               |                                 | 1,689,546,912      | 87.35%                                    |
| Total Assessed Value              |                                 | \$ 1,934,410,892   | 100.00%                                   |

Source: Erie County Auditor's Office

**ERIE COUNTY, OHIO**MISCELLANEOUS STATISTICS  
DECEMBER 31, 2003

|   |                               |
|---|-------------------------------|
| Year of Incorporation                               | 1838                          |
| Form of Government                                  | Board of County Commissioners |
| County Seat   | Sandusky, Ohio                |
| Area in Square Miles                                | 264                           |
| Number of Political Subdivisions Within the County: |                               |
| Municipalities                                      | 9                             |
| Townships   | 9                             |
| School Districts                                    | 11                            |
| Vocational School Districts                         | 1                             |
| Special Districts                                   | 5                             |
| Higher Education Facilities:                        | <u>Enrollment-Fall 2003</u>   |
| Bowling Green State University-Firelands Branch     | 1,986                         |
| Hospitals:  | <u>Number of Beds</u>         |
| Firelands Community Hospital                        | 543                           |
| Largest Employers:                                  | <u>Number of Employees</u>    |
| Cedar Point (Seasonal)                              | 4,850                         |
| Cedar Point (Year Round)                            | 395                           |
| General Motors Corporation                          | 1,150                         |
| Visteon Corporation                                 | 1,360                         |
| Firelands Community Hospital                        | 1,587                         |
| Erie County Government                              | 942                           |
| Sandusky City Schools                               | 604                           |

Source: Erie County Auditor's Office, Erie County Chamber of Commerce



**ERIE COUNTY, OHIO**COUNTY AUDITORS  
1838 to PRESENT

Erie County, Ohio was formed March 16, 1838, and the following Auditors have since served the people of Erie County:

|                     |                |
|---------------------|----------------|
| H.W. Conklin        | 1838 - 1840    |
| William Neill       | 1840 - 1841    |
| Orlando McKnight    | 1841 - 1846    |
| George W. Smith     | 1846 - 1850    |
| Foster Follett      | 1850 - 1852    |
| Charles Botsford    | 1852 - 1856    |
| Foster Follett      | 1856 - 1860    |
| George W. Smith     | 1860 - 1867    |
| Ebenezer Merry      | 1867 - 1882    |
| Thomas McFall       | 1882 - 1885    |
| William Bonn        | 1885 - 1891    |
| Louis N. Werner     | 1891 - 1894    |
| Thomas McFall       | 1894 - 1896    |
| Charles M. Keyes    | 1896 - 1897    |
| John R. Gallagher   | 1897 - 1903    |
| Charles Kubach      | 1903 - 1909    |
| John Diest          | 1909 - 1912    |
| Hayes Adams         | 1912 - 1916    |
| Fred W. Bauer       | 1916 - 1918    |
| Carl F. Breining    | 1918 - 1922    |
| Fred W. Bauer       | 1922 - 1928    |
| George A. Schwer    | 1928 - 1928    |
| George Oswald       | 1928 - 1947    |
| Gerald Schweinfurth | 1947 - 1982    |
| James W. McKeen     | 1982 - 1994    |
| Paul D. Strickfaden | 1994 - 1998    |
| Jude T. Hammond     | 1998 - Present |

Source: Erie County Auditor's Office

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**Auditor of State  
Betty Montgomery**

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Columbus, Ohio 43216-1140

Telephone 614-466-4514  
800-282-0370

Facsimile 614-466-4490

## **FINANCIAL CONDITION**

### **ERIE 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  
DECEMBER 30, 2004**