



**Auditor of State
Betty Montgomery**

**FINANCIAL CONDITION
PORTAGE COUNTY**

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**FINANCIAL CONDITION
PORTAGE COUNTY**

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

| Federal Grantor/ Pass Through Grantor Program Title | Pass Through Entity Number | Federal CFDA Number | Disbursements |
|---|---------------------------------------|--------------------------------|-----------------------|
| <u>US Department of Agriculture</u> | | | |
| <i>Passed through Ohio Department of Education:</i> | | | |
| National School Lunch Program MRDD | 069781 | 10.555 | 8,779 |
| <i>Passed Thru Dept of Aging:</i> | | | |
| Farmers Market Senior Nutrition | TAX ID 34-1314-654 | 10.570 | 11,433 |
| <i>Passed Thru Dept of Health:</i> | | | |
| Supp Food Program for WIC FY03 | 6710021CL03 | 10.557 | 642,839 |
| Supp Food Program for WIC Lead Pilot Program | 6710021CL03 | 10.557 | 1,940 |
| Supp Food Program for WIC FY04 | 6710021CL04 | 10.557 | 152,392 |
| | | | <u>797,171</u> |
| USDA, Rural Develop; Community Facilities | 41-067 | 10.766 | 20,041 |
| | | | <u>817,212</u> |
| Total US Department of Agriculture | | | <u>837,424</u> |
| <u>US Department of Defense</u> | | | |
| <i>Passed through Department of the Army</i> | | | |
| Office of the Chief of Engineers | | | |
| Randolph Township Sewer Project Agreement #36032 | | 12.114 | 206,190 |
| Total US Department of Defense | | | <u>206,190</u> |
| <u>U S Department of Housing and Urban Development (HUD)</u> | | | |
| <i>Passed thru Ohio Department of Development:</i> | | | |
| CDBG REVOLVING LOAN (NDS) | B-E-02-062-2 | 14.228 | 305,000 |
| 02 County Formula Grant BW000621 | B-F-02-062-1 | 14.228 | 318,878 |
| 01 County Formula Grant BW000621 | B-F-01-062-1 | 14.228 | 112,018 |
| 2001 CHIP BC-01-062-1 | B-C-01-062-1 | 14.228 | 4,927 |
| CDBG Microen Program | B-M-02-062-1 | 14.228 | 15,500 |
| | | | <u>756,323</u> |
| 2001 CHIP BC-01-062-2 | B-C-01-062-2 | 14.239 | 38,559 |
| | | | <u>794,882</u> |
| Total U S Department of Housing and Urban Development (HUD) | | | <u>794,882</u> |
| <u>U S Department of Justice</u> | | | |
| <i>Passed thru Ohio Governor's Office of Criminal Justice Services:</i> | | | |
| Juvenile Accountability Block Grant | 1999-JB-013-A050A | 16.523 | 14 |
| Portage County Catholic Charities Fast Track | 2002-DG-D02-2349 | 16.540 | 21,425 |
| Portage County Pros Victim Assistance | 01VAGENE122X | 16.575 | 81,562 |
| Portage County Pros Victim Assistance | 99VAGENE122T | 16.575 | 22,088 |
| | | | <u>103,650</u> |
| Mult Jurisdictional Drug Grant | 00-DG-E03-7093 | 16.579 | 17,078 |
| Local Law Enforcement Block Grant | 2002-DG-DO2-7168 | 16.579 | 18,834 |
| Local Law Enforcement Block Grant | 2001-DG-DO2-7168 | 16.579 | 12,116 |
| | | | <u>48,028</u> |
| Violence Against Women Act Title IV | 2002-WF-VA8-8222 | 16.588 | 65,448 |
| | | | <u>238,565</u> |
| Total U S Department of Justice | | | <u>238,565</u> |
| <u>U S Department of Labor</u> | | | |
| <i>Passed thru Ohio Department Of Jobs & Family Services:</i> | | | |
| Workforce Investment Act (WIA) Adult | | 17.258 | 202,631 |
| Workforce Investment Act (WIA) Adult Administration | | 17.258 | 17,692 |
| Total WIA Adult | | | <u>220,323</u> |
| Workforce Investment Act (WIA) Youth | | 17.259 | 179,868 |
| Workforce Investment Act (WIA) Youth Administration | | 17.259 | 20,756 |
| Total WIA Youth | | | <u>200,624</u> |
| Workforce Investment Act (WIA) Dislocated Workers | | 17.260 | 0 |
| Workforce Investment Act (WIA) Dislocated Workers Administration | | 17.260 | 15,609 |
| Total WIA Dis Workers | | | <u>15,609</u> |
| Total U S Department of Labor | | | <u>436,556</u> |

FINANCIAL CONDITION
PORTAGE COUNTY

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

| Federal Grantor/ Pass Through Grantor Program Title | Pass Through Entity Number | Federal CFDA Number | Disbursements |
|---|-------------------------------|------------------------|----------------|
| <u>U S Department of Transportation</u> | | | |
| <i>Passed thru Ohio Department of Transportation:</i> | | | |
| Local Public Agency (Replacement) | TE21E032 | 20.205 | 174,710 |
| Local Public Agency (Replacement) | TE21E033 | 20.205 | 202,825 |
| | | | <u>377,535</u> |
| Hazardous Material Emergency Preparedness 11th yr 03-04 | HMEP | 20.703 | 551 |
| Hazardous Material Emergency Preparedness 10th yr 02-03 | HMEP | 20.703 | 2,031 |
| | | | <u>2,582</u> |
| Child Safety and Protection | | 20.602 | 14,928 |
| | | | <u>395,045</u> |
| <i>Passed thru Ohio Department of Natural Resources</i> | | | |
| Recreational Trails Program | RT00(051) ODNR | 20.219 | 34,914 |
| | | | <u>429,959</u> |
| Total U S Department of Transportation | | | |
| <u>U S Department of Education</u> | | | |
| <i>Passed thru Ohio Department of Education:</i> | | | |
| Title VIB Div. of Special Education Flow-Thru FY03 | 069773-6B-SF-03P | 84.027 | 28,859 |
| Title VIB Div. of Special Education Flow-Thru FY04 | 069773-6B-SF-04P | 84.027 | 16,705 |
| | | | <u>45,564</u> |
| Pre-School Grant FY03 ECSE | 069773-PG-SI-2003P | 84.173 | 11,211 |
| Pre-School Grant FY04 | 069773-PG-SI-2004P | 84.173 | 12,890 |
| | | | <u>24,101</u> |
| | | | <u>69,665</u> |
| <i>Total Special Education Cluster</i> | | | |
| Title VI Innovative Assistance FY03 | 069773-C2-S1-2003 | 84.298 | 68 |
| Title VI Innovative Assistance FY02 | 069773-C2-S1-2002 | 84.298 | 72 |
| | | | <u>140</u> |
| <i>Passed thru Ohio Department of Health</i> | | | |
| Help Me Grow | 67-1-004-EG-03 | 84.181 | 34,440 |
| Help Me Grow | 67-1-004-EG-04 | 84.181 | 41,635 |
| Help Me Grow | | 84.181 | 206,556 |
| | | | <u>282,631</u> |
| | | | <u>352,436</u> |
| Total US Department Of Education | | | |
| <u>U S Department of Health and Human Services</u> | | | |
| <i>Passed thru Department of Aging:</i> | | | |
| Title III-B Older American Act | 34-1314-654 | 93.044 | 11,433 |
| Kinship Navigation | | 93.557 | 32,317 |
| Wellness Block Grant | | 93.569 | 145,244 |
| Medicaid Outreach | | 93.569 | 42,998 |
| | | | <u>188,242</u> |
| | | | 231,992 |
| <i>Passed thru Ohio Department of Mental Health and Recovery Board:</i> | | | |
| Title XX | MH-36 | 93.667 | 165,126 |
| <i>Passed thru Ohio Dept of Mental Retardation and Developmental Disabilities</i> | | | |
| Title XX C.F.D.A. Block Grant est | MH-36 | 93.667 | 131,746 |
| Total | | | <u>296,872</u> |

**FINANCIAL CONDITION
PORTAGE COUNTY**

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

| Federal Grantor/ Pass Through Grantor Program Title | Pass Through Entity Number | Federal CFDA Number | Disbursements |
|--|---------------------------------------|--------------------------------|----------------------|
| Title XIX Community Alternative Funding | Ohio Dept of MR/DD | 93.778 | 1,617,679 |
| Targeted Case Management | Ohio Dept of MR/DD | 93.778 | 448,609 |
| Title XIX Medicaid FY 2003 | Ohio Dept of MR/DD | 93.778 | 21,422 |
| Title XIX Medicaid FY 2004 | Ohio Dept of MR/DD | 93.778 | 22,842 |
| | | | <u>2,110,552</u> |
| <i>Passed thru Ohio Department of Alcohol and Drug Addiction Services:</i> | | | |
| Expanded Medicaid Program | MC-36 | 93.778 | 2,601,135 |
| PASARR (0502/152210) | | 93.778 | 4,359 |
| Alcohol & Drug Mediciad | | 93.778 | 202,715 |
| | | | <u>2,808,209</u> |
| Total Medicaid Cluster | | | <u>4,918,761</u> |
| <i>Passed thru Ohio Department of Alcohol, Drug Abuse and Mental Health:</i> | | | |
| Children's Block Grt Child/Core-FY 04 | | 93.958 | 3,654 |
| Children's Block Grt Child/Core-FY 03 | | 93.958 | 3,654 |
| Community Plan Grt-FY04 | | 93.958 | 31,347 |
| Community Plan Grt-FY03 | | 93.958 | 31,347 |
| Employment/Recovery FY03 | 37-SDT-03-1 | 93.958 | 45,000 |
| NAMI Conference FY03 | 37-AD-BG-03-01. | 93.958 | 1,150 |
| Criminal Justice MH Training FY03 | 37-AD-BG-03-0 | 93.958 | 5,908 |
| | | | <u>122,060</u> |
| SAPT Alc/Drug Block Grt-FY04 | SAPT PERCAPBG67 | 93.959 | 196,740 |
| SAPT Alc/Drug Block Grt-FY03 | SAPT PERCAPBG67 | 93.959 | 262,396 |
| Women's Spec. Services Grt-FY04 | 67-67583-02-W-T-04-8965 | 93.959 | 131,214 |
| Women's Spec. Services Grt-FY03 | 67-67583-02-W-T-03-8965 | 93.959 | 193,343 |
| Higher Education Grant FY04 | 67-03402-00 HEDUC P-01-007 | 93.959 | 6,792 |
| Higher Education Grant FY03 | 67-03402-00 HEDUC P-00-007 | 93.959 | 23,689 |
| | | | <u>814,174</u> |
| | | | <u>936,234</u> |
| <i>Passed thru Ohio Department of Health</i> | | | |
| Infant, Child & Adolescent Health Proj. FY04 | 67-1-003-1-MC-04 | 93.994 | 46,203 |
| Infant, Child & Adolescent Health Proj. FY03 | 67-1-003-1-AI-03 | 93.994 | 51,330 |
| | | | <u>97,533</u> |
| Total US Department of Health and Human Services | | | <u>6,481,392</u> |
| U S Department of Treasury | | | |
| <i>Passed thru Social Security Administration:</i> | | | |
| SSA/JIF GRANT FY04 | 37-JIF-01-02 & 37-JIF-00-01 | 96.009 | 22,726 |
| SSA/JIF GRANT FY03 | 37-JIF-00-01 & 37-JIF-01-03 | 96.009 | 110,649 |
| Total US Department of Treasury | | | <u>133,375</u> |
| U S Department of Homeland Security | | | |
| <i>Passed thru Ohio Governor's Office of Criminal Justice Services:</i> | | | |
| Terrorism Training FY03 Part1 StateHomelandSecurity | 2003-TE-TX-0199 | 97.004 | 13,348 |
| Terrorism Training FY03 Part IIStateHomelandSecurity | 2003-MUP-30015 | 97.004 | 732 |
| Terrorism Training FY02 State Domestic Preparedness | 2002-TE-CX-0106 | 97.004 | 19,595 |
| Terrorism Training FY02 State Domestic Preparedness | 2001-TE-CX-0016 | 97.004 | 1,798 |
| Terrorism Training FY99 US Dept of Justice Equipment | J529 | 97.004 | 49,367 |
| | | | <u>84,840</u> |
| Federal Emergency Management Agency | | | |
| <i>Passed thru Ohio Adjutant General's Office:</i> | | | |
| EMPG Grant | J732 | 97.042 | 49,762 |
| FEMA FY02 Supplemental Planning | EMC-2003-GR-7026 | 97.051 | 43,966 |
| Total Federal Emergency Management Agency | | | <u>93,728</u> |
| Total Federal Awards Expenditures | | | <u>10,089,347</u> |

The accompanying notes to this schedule are an integral part of this schedule.

**FINANCIAL CONDITION
PORTAGE COUNTY**

FISCAL YEAR ENDED DECEMBER 31, 2003

NOTES TO SCHEDULE OF FEDERAL AWARDS EXPENDITURES

NOTE A--SIGNIFICANT ACCOUNTING POLICIES

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

NOTE B— SUBRECIPIENTS

The County passes-through certain Federal assistance received from U.S. Department of Housing and Urban Development and U.S. Department of Health and Human Services to other governments or not-for-profit agencies (subrecipients). As described in Note A, the County records expenditures of Federal awards to subrecipients when paid in cash.

The subrecipient agencies have certain compliance responsibilities related to administering these Federal Programs. Under Federal Circular A-133, the County is responsible for monitoring subrecipients to help assure that Federal awards are used for authorized purposes in compliance with laws, regulations and the provisions of contracts or grant agreements, and that performance goals are achieved.

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 to create jobs for persons from low-moderate income households and to eligible persons and to rehabilitate homes. 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 mortgages on the property and by liens recorded with the County. At December 31, 2003, the gross amount of loans outstanding under this program was \$3,867,734.

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

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 Federal Awards Expenditure Schedule reports 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 Federal Award Expenditure Schedule compared with the Department's CFDA numbers reported in the 2003 Schedule follows:

| Previous Federal Agency | CFDA No. used In 2002 | Homeland Security CFDA No. used for 2003 |
|--------------------------------|------------------------------|---|
| Department of Justice | 16.007 | 97.004 |



Auditor of State Betty Montgomery

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

Board of County Commissioners
Portage County
449 South Meridian Street
Ravenna, Ohio 44266

We have audited the accompanying 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 Portage County, Ohio (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 hereon dated June 29, 2004. 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.

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 have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under Government Auditing Standards. However, we noted certain immaterial instances of noncompliance that we have reported to management of Portage County in a separate letter dated June 29, 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 opinion 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 do not require inclusion in this report, that we have reported to management of Portage County in a separate letter dated June 29, 2004.

This report is intended for the information and use of the audit committee, management, 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.

A handwritten signature in black ink that reads "Betty Montgomery". The signature is written in a cursive, flowing style.

Betty Montgomery
Auditor of State

June 29, 2004



Auditor of State Betty Montgomery

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

Board of County Commissioners
Portage County
449 South Meridian Street
Ravenna, Ohio 44266

Compliance

We have audited the compliance of Portage 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. Portage 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 Portage County's management. Our responsibility is to express an opinion on Portage 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 Portage 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 Portage County's compliance with those requirements.

In our opinion, Portage 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. However, we noted certain instances of noncompliance that do not require inclusion in this report that we have reported to the management of Portage County in a separate letter dated June 29, 2003.

Internal Control Over Compliance

The management of Portage 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 Portage 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. However, we noted other matters involving the internal control over federal compliance that do not require inclusion in this report, that we have reported to management of Portage County in a separate letter dated June 29, 2004.

Schedule of Federal Awards Expenditures

We have audited the basic financial statements of Portage County as of and for the year ended December 31, 2003, and have issued our report thereon dated June 29, 2004. 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, 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

June 29, 2004

**FINANCIAL CONDITION
PORTAGE COUNTY**

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

1. SUMMARY OF AUDITOR'S RESULTS

| | | |
|---------------------|---|---|
| (d)(1)(i) | Type of Financial Statement Opinion | Unqualified |
| (d)(1)(ii) | Were there any material control weakness conditions reported at the financial statement level (GAGAS)? | No |
| (d)(1)(ii) | Were there any other reportable control weakness conditions reported at the financial statement level (GAGAS)? | No |
| (d)(1)(iii) | Was there any reported material non-compliance at the financial statement level (GAGAS)? | No |
| (d)(1)(iv) | Were there any material internal control weakness conditions reported for major federal programs? | No |
| (d)(1)(iv) | Were there any other reportable internal control weakness conditions reported for major federal programs? | No |
| (d)(1)(v) | Type of Major Programs' Compliance Opinion | Unqualified |
| (d)(1)(vi) | Are there any reportable findings under § .510? | No |
| (d)(1)(vii) | Major Programs (list): | Women, Infants, and Children (CFDA 10.557) CDBG or CHIP grants (CFDA 14.228) Workforce Investment Act (WIA) - (CFDA 17.258, 17.259, and 17.260) Highway Planning and Construction - Local Public Agency (CFDA 20.205) Medical Assistance Program - Title XIX (CFDA 93.778) SAPT Alc/Drug Block Grant (CFDA 93.959) |
| (d)(1)(viii) | Dollar Threshold: Type A/B Programs | Type A: > \$ 300,000 Type B: All Others |
| (d)(1)(ix) | Low Risk Auditee? | Yes |

**FINANCIAL CONDITION
PORTAGE COUNTY**

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

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

| | |
|-----------------------|------------------------------|
| Finding Number | N/A – No Finding is Reported |
|-----------------------|------------------------------|

| | |
|--|--|
| 3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS | |
|--|--|

| | |
|-----------------------|------------------------------|
| Finding Number | N/A – No Finding is Reported |
|-----------------------|------------------------------|

Portage County, Ohio

Comprehensive Annual Financial Report

For the Year Ended December 31, 2003

Prepared by the Portage County Auditor's Office:

Janet Esposito, Auditor

Portage County, Ohio
Comprehensive Annual Financial Report
For the Year Ended December 31, 2003
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PORTAGE COUNTY AUDITOR

Janet Esposito

Administration Building
449 South Meridian Street
Ravenna, OH 44266

June 29, 2004

To the Citizens of Portage County

Portage County Commissioners
Honorable Maureen T. Frederick
Honorable Charles W. Keiper, II
Honorable Christopher Smeiles

Portage County Treasurer
Honorable Steve Shanafelt

As the Auditor of Portage County I am pleased to present the County's fifth Comprehensive Annual Financial Report (CAFR). This report is done in compliance with GASB Statement No. 34, "Basic Financial Statements and Management Discussion and Analysis – for State and Local Governments" and provides full and complete disclosure of the financial position and operations of the County. The information contained in this report will assist County Officials in making management decisions and will provide the taxpayers of Portage County with comprehensive financial data in a format that will enable them to gain a true understanding of the County's financial affairs. Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosure, rests with the management of the County, specifically the County Auditor's Office.

The Comprehensive Annual Financial Report is presented in the following three sections:

Introductory Section – which contains a table of contents, a letter of transmittal, a list of elected County officials, two organizational charts and a copy of the Certificate of Achievement for Excellence in Financial Reporting awarded to Portage County for its 2002 Comprehensive Annual Financial Report.

Financial Section – which begins with the Independent Accountants' Report and includes Management's Discussion and Analysis, the Basic Financial Statements and Notes that provide an overview of the County's financial position and operation results, the Combining Statements for nonmajor funds and other schedules that provide detailed information relative to the Basic Financial Statements.

Statistical Section – which presents various tables reflecting social and economic information, financial trends and the fiscal capacity of the County.

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Reporting Entity

The General Assembly created Portage County on June 9, 1808. Located in Northeast Ohio approximately 30 miles south of Cleveland and on the western borders of Trumbull and Mahoning Counties and on the eastern border of Summit County, it covers an area of approximately 504 square miles. The County's 2000 population of 152,061 placed it as the 15th most populated of the State's 88 counties. Portage County enjoys the benefits of urbanization while also offering a rural atmosphere and a variety of lifestyles for its inhabitants.

Within the County are numerous recreational and open space areas. They include West Branch State Park and Reservoir and Nelson-Kennedy Ledges State Park. Three State nature preserves are included in the County's borders – Tinkers Creek, Eagle Creek and the Kent Bog. The County-owned Towners Woods is leased to the Portage County Park Commissioners as well as numerous trails in Northern Portage County providing other free recreational opportunities.

The County also has a privately owned recreational and amusement park. Six Flags Worlds of Adventure and Amusement Park is situated in Northern Portage County. This attraction has an annual attendance of approximately one million visitors.

Approximately one-third of the population of the United States lives within a 500-mile radius of Portage County. The transportation system of highways, rail and air provides easy access to the region, nation and even other countries. Two major interstate highways traverse the County. They are Interstate 80 (which includes the Ohio Turnpike, I-80, and its local spur I-480) and Interstate 76 with five interchanges across the County. Fourteen state routes link Portage County to facilitate accessibility to Northeast Ohio and the Midwest. Because of the benefits of such a highway system, there are numerous local and national common carriers with terminal facilities near and within the County. Portage County is served by four railroads and two major airports are within a one-hour drive from anywhere within the County. These are in addition to the Portage County Regional Airport, which lies near the center of the County.

A wide range of educational facilities is available to County residents and students from across the Country. These include Kent State University, Hiram College, the Northeast Ohio College of Medicine and Bohecker's Business College.

The County's medical and emergency needs are met by Robinson Memorial Portage County Hospital, a 285-bed facility, which also has satellite facilities around the County.

The County provides its citizens with a wide range of services that include human and social services, health and community assistance related services and other general and administrative support services.

For financial reporting purposes, the County includes all funds, agencies, boards and commissions making up Portage County (the Primary Government) and its Component Units, in accordance with the Governmental Accounting Standards Board (GASB) Statement No. 14 "The Financial Reporting Entity." The County's primary government includes the financial activities of Robinson Memorial Portage County Hospital and Subsidiaries, Portage County Community Mental Health Board, Portage County Board of Mental Retardation and Developmental Disabilities (MRDD), Portage County Solid Waste Management District, Portage County Sewer District, Portage County Water District, Streetsboro Regional Sewer District and all departments and activities that are directly operated by elected County officials.

Component units are legally separate organizations which are fiscally dependent on the County or for which the County is financially accountable. Portage Industries, Inc. and the Portage County Regional Airport Authority have been included as discretely presented component units.

The County serves as fiscal officer and custodian of funds but is not financially accountable for the Portage County General Health District and Portage County Soil and Water Conservation District whose activities are included in this report as agency funds.

The County is associated with other organizations. These include the Portage County Regional Planning Commission, Northeast Ohio Four County Regional Planning and Development Organization, Akron Metropolitan Area Transportation Study, Northeast Ohio Trade and Economic Consortium, Northeast Ohio Community Alternative Program Facility, North East Ohio Network, Portage Area Development Corporation and Portage County Family and Children First Council which are jointly governed organizations discussed in Note 24; Portage County District Library and Portage County Park District which are related organizations discussed in Note 25; and the Portage Geauga Juvenile Detention and Rehabilitation Center which is a joint venture as discussed in Note 26.

The County Form of Government

The County has only those powers, and powers incidental thereto, conferred upon it by the State Constitution and Statutes.

A three-member Board of County Commissioners (the "Board") is elected at large in even-numbered years for overlapping four-year terms. The Commissioners serve as the taxing authority, the contracting body and the chief administrator of public services for the County. The Board of Commissioners creates and adopts the annual operating budget and prepares the annual appropriation measure for expenditures of County funds.

In addition to the Board, citizens elect other County administrative officials, each of whom is independent within the limits of State Statutes affecting their particular office. These officials include the County Auditor, County Treasurer, County Prosecutor, County Engineer, County Coroner, Clerk of Courts, County Recorder and County Sheriff all of whom are elected to four-year terms. The citizens also elect the County Municipal Judges, Common Pleas Judges, including the Domestic Relations, Juvenile Court and Probate Court Judge, for six-year terms.

The County Auditor serves as chief fiscal officer for the County, has statutory accounting responsibilities and is the tax assessor for all political subdivisions within the County. As Chief Fiscal Officer, no contract or obligation involving the County can be made without the Auditor's certification that sufficient funds are available, or are in the process of collection, to ensure that the contract or obligation can be paid. The Auditor is also the central disbursing agent of the County who, by the issuance of County warrants, distributes funds to creditors in payment of liabilities incurred by the County and its departments including the preparation of the County payroll. In addition the Auditor is by State law, secretary of the County Board of Revision and the County Budget Commission and the administrator of the County Data Processing Board. As Tax Assessor, the Auditor is responsible for establishing the tax rates for real estate, personal property and manufactured homes. Once these taxes are collected, the Auditor is responsible for distributing those collections to the other governmental entities in accordance with legally adopted rates.

The County Treasurer is the custodian of County funds. The Treasurer is responsible for the investment of idle County funds as specified by Ohio law. The Treasurer is also responsible for collecting all tax monies and applying those payments to the appropriate tax accounts. Daily reconciliations of the County balances between the Auditor and the Treasurer are performed by the two offices and reconciliations by fund are prepared monthly. The Treasurer is the distributing agent for expenditures authorized by the Board upon the Auditor's warrants. The Treasurer also serves on the County Board of Revision and the County Budget Commission.

The County Prosecutor is responsible for all legal matters for the County and all townships and local school districts within the County. The office is responsible for criminal cases such as felonies, child support delinquencies and tax foreclosures, as well as serving as the contact for victim assistance. The Prosecutor serves on the County Budget Commission.

The County Engineer is required by Ohio law to be a registered professional engineer and surveyor and serves as the civil engineer for the County and its officials. His primary responsibilities relate to the construction, maintenance and repair of County roads and bridges, related roadside drainage facilities and storm or surface runoff systems. He also prepares tax maps for the County Auditor.

The County Coroner is responsible for ordering autopsies, investigating suspicious deaths and issuing death certificates.

The Clerk of Courts is responsible for two divisions: legal and title. The legal division's main function is to file, process and preserve papers for cases that will be handled by the County Common Pleas Court, the District Court of Appeals and the Municipal Court's civil and criminal divisions. The title division's main function is to issue vehicle titles which serve as a person's only proof of ownership. All vehicles purchased in or out of the County by County residents are titled in Portage County.

The County Recorder is responsible for recording and maintaining all deeds, mortgages, liens, and veterans discharge records.

The County Sheriff is the chief law enforcement officer of the County and provides certain specialized services which include maintaining a special staff of deputies whose duties are to assist local law enforcement officers upon their request and to enforce the law in unincorporated areas of the County. The Sheriff also operates and maintains the County jail and is responsible for its inmates, including persons detained for trial or transferred to other institutions.

The jurisdiction of the Common Pleas Court General Division covers three categories of cases: criminal, civil and administrative. The criminal cases are all felonies, which are the most serious crimes. Civil cases include personal injuries, business disputes, property matters and equity cases. Examples of administrative cases are zoning and rulings which may be appealed to the Eleventh District Court of Appeals and/or the Supreme Court of Ohio.

The Common Pleas Court Domestic Relations Division deals with the problems of families in crisis. It is responsible for handling the break-up of the family unit as the people go through divorce, dissolution or annulment. The Court must fairly divide the assets of the marriage, provide placement and support for the children and often orders spousal support. Occasionally domestic violence complaints are handled in the Court and the Court enforces all orders of support and visitation through its contempt powers. A Children's First program is required attendance for those couples with children so they can consider the impact of divorce on the children and a mediation program is available to help solve visitation and custody problems.

The Probate Court has jurisdiction to hear cases involving name changes, estates, guardianships, adoptions, conservatorships, releases from administration, trusts, wrongful death, marriages licenses, registration of birth and correction of birth records, mental illness, mental retardation and civil actions.

The Juvenile Court has jurisdiction to hear delinquency, juvenile traffic, unruly, abuse, dependency, neglect, paternity, custody, visitation, child support, permanent custody, relinquishment of jurisdiction and limited adult criminal cases. The Judge is the ex officio clerk of the juvenile division and is responsible for all court records.

The Municipal Court has original jurisdiction to hear and determine all criminal misdemeanor charges, to conduct initial appearance hearings of those individuals charged by complaint with criminal felony charges and to handle civil matters filed in the Court where the amount claimed is not in excess of \$15,000.

Economic Condition and Outlook

Portage County, conveniently located in the center of the industrial, educational, and recreational heartland of Northeast Ohio, continues to benefit from sustained growth. The economic condition and outlook continues to be steady. For 2003, market values have increased \$203,805,000 for all categories with residential property being the largest category of increase at \$134,289,900.

Portage County's third largest city, Streetsboro, which was the smallest of our four cities as of the 1990 census, continues to amaze all of us with its growth. For 2003 there were numerous activities and investments in real property:

| | |
|-------------|---------------------------------------|
| \$1,091,500 | Family Fitness Center |
| 5,812,200 | Apartment Complex |
| 1,971,100 | Classic Honda Dealership |
| 1,540,800 | Boulder Creek Golf Club |
| 1,178,400 | New Shopping Center |
| 1,067,700 | Tops Shopping Center |
| 28,000,000 | Loreal Corporation Industrial Complex |

Brimfield Township, located in the southwest part of Portage County for 2003, had an investment of \$2,045,900 for the Sunny Hill Villas apartment complex.

Kent, which is our largest City, realized growth of \$16,408,300 for Kent State University additions of a Dormitory, Chilled Water Facility and Central Utility Plant and Transmitter Building. A \$1,574,000 addition to the Fire station and a \$635,300 mini storage complex was completed as well.

Our schools continue to be upgraded throughout the County with the construction of a \$4,138,700 new middle school in Southeast Schools and \$2,182,300 new intermediate school in Streetsboro.

Aurora has benefited from six new Barrington Dwellings with a total value of \$5,334,500 and a single residential home with over 25,000 square feet with a value at completion estimated to be in excess of \$5,000,000. Also, the Technical Consumer Products Industrial Complex was completed for \$3,168,900.

Mantua Village completed the water treatment facility at a cost of \$3,200,000 and Rootstown Township completed a new Fire station at a cost of \$1,106,700.

The City of Ravenna continues to grow with the erection of a new industrial building which includes the Highlander Logood Products at \$1,136,700, a new Tops Grocery Store at \$2,107,600 and a new Radiology Department addition at Robinson Memorial Hospital at \$1,901,300.

Although the growth trend has slowed, we have become very diversified which will help to balance and stabilize our economy in a positive position for now and in the future.

Major Initiatives

Throughout the calendar year 2003, Portage County employees dedicated many hours to not only maintain their daily work loads, but spent many hours reviewing and developing the new financial software system. Munis, a Tyler Technologies Company, was awarded the contract with Portage County and a Countywide effort was made in preparation of a January 1, 2004 conversion. The County has spent about \$1.5 million during 2003 on this project, which is estimated to cost about \$2.2 million.

The County embarked on a number of other major technology initiatives in 2003, including the implementation of a County-wide high speed Internet and e-mail and network connectivity upgrades between facilities to router-IP based network technology. The County implemented a \$2 million court computer system upgrade that includes document imaging, E-payment, E-filing, and Internet access to court records from the Maximus Justice Solutions, Inc. and the deployment of a Web server for current and future E-government initiatives.

Portage County received and invested in excess of \$1 million from the Ohio Department of Agriculture for easements in its effort towards farmland preservation.

In December 2003, Portage County paid off the bonds that were issued to build a new justice center in 1992. The twelve-year bond was paid off by the collection of a ¼ percent sales tax over a ten-year period due to a steady healthy economy.

Portage County entered into a partnership agreement with the Northeast Ohio University College of Medicine, Robinson Memorial Hospital and Family & Community Services of Portage County for the development of a Portage County Clinic.

Renovations of the County Administration Building continued during 2003 with the first floor and fourth floor. The County has invested about \$1.3 million in the administration building during 2003.

Thanks to a \$200,000 State grant, the County has begun a Sheriff's training facility and firing range that will also be available to other local law enforcement agencies in Portage County.

Financial Information

Internal Controls

Internal accounting controls are designed to provide reasonable, but not absolute, assurance regarding the safeguarding of assets against loss from unauthorized use or disposition and the reliability of financial records for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance is based on the assumption that the cost of internal accounting controls should not exceed the benefits expected to be derived from their implementation.

Budgetary Controls

The Board of County Commissioners adopts an annual appropriation measure for the County no later than the last day of December for the coming year. All disbursements and transfers of cash between funds require appropriation authority.

Purchase order requests are approved by the department heads and encumbered prior to their release to vendors. A computerized system allows the Auditor's Office to ascertain the status of a department's appropriation prior to authorizing additional purchases from a particular account.

The basis of accounting and the various funds utilized by Portage County are fully described in Note 2 of the basic financial statements. Additional information on the County's budgetary accounting can also be found in Note 2.

Financial Condition

This is the third year the County has prepared financial statements following GASB Statement 34, "Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments." GASB 34 creates new basic financial statements for reporting on the County's financial activities as follows:

Government-wide financial statements These statements are prepared on an accrual basis of accounting which is similar to the basis of accounting followed by businesses. The government-wide statements distinguish between those activities of the County that are governmental and those that are considered business-type activities.

Fund financial statements These statements present information for individual major funds rather than by fund type. Nonmajor funds are presented in total in one column. Governmental funds use the modified accrual basis of accounting and include a reconciliation to the governmental activities accrual information presented in the government-wide financial statements. Proprietary and fiduciary funds use the accrual basis of accounting.

Statement of budgetary comparisons These statements present comparisons of actual information to the legally adopted budget. The budgetary basis as provided by law is based upon accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances.

As part of this new reporting model, management is responsible for preparing a Management's Discussion and Analysis of the County. This discussion appears after the Independent Accountants' Report in the financial section of this report. Management's Discussion and Analysis provides an assessment of the County's finances for 2003. Because that discussion focuses on major funds, other nonmajor funds are discussed briefly in this letter.

Financial Highlights - Internal Service Fund

The internal service funds are comprised of central services, health benefits, and workers' compensation. For the year ended December 31, 2003, the funds had a change in net assets of \$1,355,176 and net assets of \$7,548,186.

Financial Highlights - Fiduciary Funds

Fiduciary funds account for assets held by Portage County in a trustee capacity as an agent for individuals, private organizations and other governmental units. The fiduciary funds the County maintains are private purpose trust funds and agency funds. At year end the assets in these fund types were \$7,583 and \$179,079,091 respectively. The County uses the agency funds to receive and distribute taxes and state levied revenues for all local governments within the County. Also included in the agency funds are the District Board of Health, Families and Children First Council, Regional Planning, Portage County Park District, Soil and Water and the Multi-County Detention Center.

Cash Management

The County believes that appropriate cash management is integral to the County's overall financial well being. Forecasting of receipts and expenditures/expenses and analysis of variances enhance the optimization of investment maturities and interest revenue.

The County Treasurer adheres to the adopted Investment Policy that:

- A. Assures the safety of all invested principal;
- B. Provides needed liquidity to meet obligations;
- C. Earns a market rate of return.

All securities purchased are in accordance with the Section 135.35, Ohio Revised Code. Three quotes are obtained on all buy and sell actions. The County maintains a custodial agreement with a third party financial institution for the safekeeping of all securities. In addition, the County Treasurer has established a Citizens Investment Advisory Committee as required by statute.

The County pools its cash for maximum investment efficiency. The County participates in the State Treasurers Asset Reserve (STAROhio) program, a statewide investment pool administered by the State Treasurer. The County also invests in a variety of investment securities, interest-bearing time deposits and Small Business Administration loans.

Risk Management

The County has contracted with County Risk Sharing Authority for all insurance coverage, including general liability insurance. To the extent any losses are not covered by insurance, the County has the ability to issue general obligation bonds to pay such costs.

Since 1989, the County has participated in the Ohio State Workers' Compensation Retrospective Rating and Payment System. This plan involves the payment of a minimum premium plus the actual claim costs for employees injured. Each fund is required to pay premiums to the workers' compensation internal service fund.

The County operated a limited risk management program for employee health insurance benefits. A third party administrator, Assured Care, reviews and pays all claims on behalf of the County. An excess coverage insurance policy covers individual claims in excess of \$125,000 and aggregate claims in excess of \$6,929,469.

Independent Audit

Betty Montgomery, Auditor of State, conducted an independent audit of County funds for the year. The unqualified opinion of the Auditor of State appears in the financial section of this report.

In addition to meeting the requirements set forth in state statutes, the audit was also designed to meet the requirements of the Single Audit Act Amendments of 1996. Information related to this audit, including the schedule of federal financial assistance, findings and recommendations, and the report on internal control and compliance are published in a separate report.

Awards

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Portage County for its comprehensive annual financial report for the year ended December 31, 2002.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report which satisfies all program standards. Such a report must also conform to generally accepted accounting principles and satisfy all applicable legal requirements respective to the reporting entity.

A Certificate of Achievement is valid for a period of one year only. We believe our current report continues to conform to the Certificate of Achievement Program requirements, and we are submitting it to GFOA.

Acknowledgments

This report would not have been possible without the dedication, determination, and high professional standards of Larry Livengood, Director of Financial Analysis/Internal Auditor, and Rebecca Ritterbeck, CPA, Director of Fiscal Operations and the entire staff of the County Auditor's Office. The assistance of the Local Government Services Section of the State Auditor's Office was also greatly appreciated. Staff members from that office provided valuable assistance in a most professional manner.

I would like to thank all of Portage County's elected officials, department heads, and their staffs for their assistance and cooperation during the preparation of this CAFR. I ask for their continued support of this project and of my efforts toward the ongoing sound financial management of Portage County.

Sincerely,



Janet Esposito
Portage County Auditor

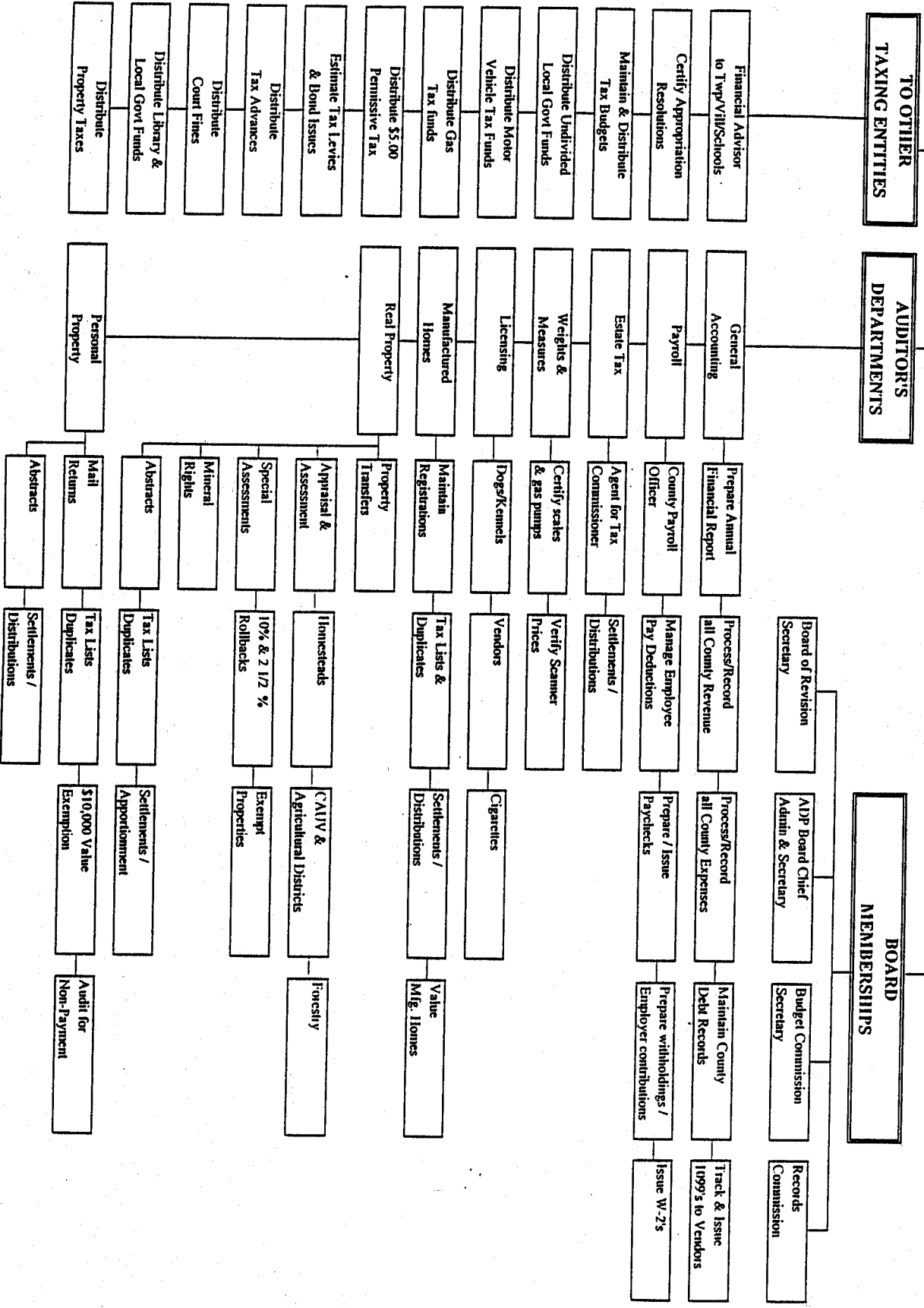
Portage County, Ohio

Elected Officials

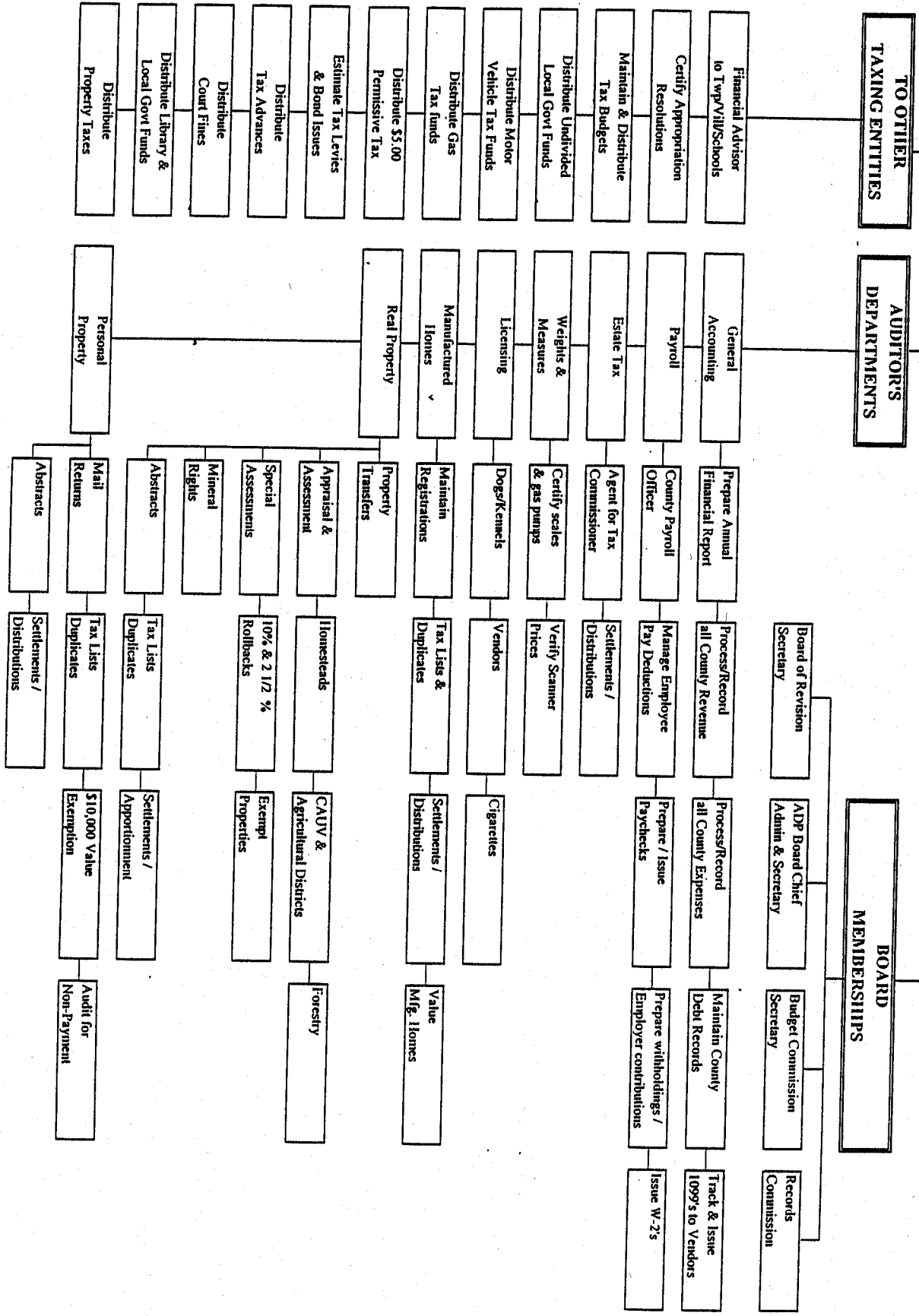
December 31, 2003

| | |
|-----------------------------|---|
| County Auditor | Janet E. Esposito |
| County Commissioners | Maureen T. Frederick Charles W. Keiper, II Christopher Smeiles |
| County Coroner | Dr. Rogelio G. Marcial |
| County Engineer | Michael A. Marozzi, PE, PS |
| County Prosecutor | Victor V. Vigluicci |
| County Recorder | Linda K. Fankhauser |
| County Sheriff | Duane W. Kaley |
| County Treasurer | Steve P. Shanafelt |
| Clerk of Courts | Delores Reed |
| Common Pleas Court | Judge Joseph R. Kainrad Judge John A. Enlow |
| Domestic Relations Court | Judge Jerry L. Hayes |
| Probate and Juvenile Courts | Judge Thomas J. Carnes |
| Municipal Courts | Judge Barbara R. Watson Judge Donald H. Martell Judge Laurie J. Pittman |
| Appeals Court | Judge Donald R. Ford Judge Judith A. Christley Judge William M. O'Neill Judge Cynthia W. Rice Judge Diane V. Grendell |

DUTIES AND RESPONSIBILITIES OF THE COUNTY AUDITOR JANET ESPOSITO



DUTIES AND RESPONSIBILITIES OF THE COUNTY AUDITOR JANET ESPOSITO



Certificate of Achievement for Excellence in Financial Reporting

Presented to

Portage 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.



President

Executive Director

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**Auditor of State
Betty Montgomery**

INDEPENDENT ACCOUNTANT'S REPORT

Board of County Commissioners
Portage County
449 South Meridian Street
Ravenna, OH 44266

We have audited the accompanying 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 Portage County, Ohio (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 Robinson Memorial Portage County Hospital, which represents 62 percent and 85 percent, respectively, of the assets and revenues of the business type activities. We also did not audit the financial statements of Portage Industries, Inc., which represents 13 percent and 88 percent, respectively, of the assets and revenues of the aggregated discretely presented component units. Other auditors audited those financial statements. They have furnished their reports thereon to us, and we base our opinion, insofar as it relates to the amounts included for Robinson Memorial Portage County Hospital and Portage Industries, Inc. on the reports of the 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. 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 reports of the other auditors provide a reasonable basis for our opinions.

In our opinion, based on our audit and the reports 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 units, each major fund, and the aggregate remaining fund information of Portage County, Ohio, 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, Mental Health and Recovery Board, Mental Retardation and Developmental Disabilities, and the Child Welfare Levy funds thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated June 29, 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 and the other auditors 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 and the other auditors subjected the combining nonmajor fund statements and schedules to the auditing procedures applied in the audit of the basic financial statements. In our opinion, based on our audit and the reports of the other auditors, this information is fairly stated in all material respects in relation to the basic financial statements taken as a whole. We and the other auditors 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

June 29, 2004

Portage County, Ohio
Management's Discussion and Analysis
For the Fiscal Year Ended December 31, 2003
Unaudited

The discussion and analysis of Portage County's financial performance provides an overall review of the County's financial activities for the fiscal 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, financial statements and notes to those respective statements to enhance their understanding of the County's financial performance.

Financial Highlights

Key Financial Highlights for 2002 are as follows:

- In total, net assets increased by \$6.9 million. Net assets of governmental activities decreased \$0.3 million, which represents a .23 percent decrease from 2002. Net assets of business-type activities increased \$7.2 million, which represents a 4.58 percent increase.
- All revenues totaled \$240.5 million. General revenues accounted for \$43.9 million in revenue or 18.3 percent of all revenues. Program revenues in the form of charges for services and grants and contributions accounted for \$196.6 million or 81.7 percent of all revenues.
- Total assets of governmental activities decreased by \$.5 million while capital assets increased by \$2 million and current and other assets decreased by \$2.5 million.
- The County had \$95.4 million in expenses related to governmental activities: only \$54.5 million of these expenses were offset by program specific charges for services, grants and contributions. General revenues were \$40.6 million of which \$22.6 million were taxes with the remaining \$18 million from interest, grants, entitlements and miscellaneous revenues.

Using this 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 readers can understand Portage 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 financial condition 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.

Reporting the County as a Whole

Statement of Net Assets and the Statement of Activities

While this document contains the large number of funds used by the County to provide programs and activities, the view of the County as a whole looks at all financial transactions and asks the question, "How did we do financially during 2003?" The Statement of Net Assets and the Statement of Activities answer this question. These statements include all non-fiduciary *assets* and *liabilities* using the *accrual basis of accounting* similar to the accounting used by most private-sector companies. This basis of accounting takes into account all of the current year's revenues and expenses regardless of when cash is received or paid.

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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 tax base, current property tax laws in Ohio restricting revenue growth, 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 of the expenses of the goods or services provided.

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 objective. 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, Mental Health and Recovery Board, Mental Retardation and Developmental Disabilities and Child Welfare Levy funds.

Governmental Funds Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

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, readers may better understand the long-term impact of the government's near-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.

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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 several enterprise funds to account for various operations. The County's major enterprise funds are the Nursing Home, Solid Waste Recycling Center, Portage County Sewer, Portage County Water, Streetsboro Sewer and Robinson Memorial Portage County Hospital funds.

Internal Service funds are an accounting device used to accumulate and allocate costs internally among the County's various functions. The County uses the Central Services fund to account for purchasing supplies, general printing and vehicle maintenance services, the Health Benefits fund to account for health benefits to employees and the Workers' Compensation fund to account for workers' compensation benefits to employees.

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 County's fiduciary funds are private-purpose trust and agency.

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.

Other Information In addition to the basic financial statements and accompanying notes, this report also presents combining and individual fund statements and schedules.

The County as a Whole

You may recall that the *Statement of Net Assets* provides the perspective of the County as a whole. Table 1 provides a summary of the County's net assets for 2003 compared to 2002:

(Table 1)
Net Assets
(In Millions)

| | Governmental Activities | | Business-Type Activities | | Total | |
|---------------------------|-------------------------|---------------|--------------------------|---------------|----------------|----------------|
| | 2003 | 2002 | 2003 | 2002 | 2003 | 2002 |
| Assets | | | | | | |
| Current and Other Assets | \$93.5 | \$95.1 | \$118.5 | \$123.7 | \$212.0 | \$218.8 |
| Capital Assets, Net | 91.1 | 89.1 | 143.4 | 132.7 | 234.5 | 221.8 |
| <i>Total Assets</i> | <u>184.6</u> | <u>184.2</u> | <u>261.9</u> | <u>256.4</u> | <u>446.5</u> | <u>440.6</u> |
| Liabilities | | | | | | |
| Current Liabilities | 35.0 | 34.1 | 16.3 | 13.8 | 51.3 | 47.9 |
| Long-term Liabilities | | | | | | |
| Due within one Year | 1.1 | 1.8 | 5.3 | 4.8 | 6.4 | 6.6 |
| Due in More than one Year | 21.7 | 21.2 | 76.0 | 80.7 | 97.7 | 101.9 |
| <i>Total Liabilities</i> | <u>\$57.8</u> | <u>\$57.1</u> | <u>\$97.6</u> | <u>\$99.3</u> | <u>\$155.4</u> | <u>\$156.4</u> |

Portage County, Ohio
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| | Governmental Activities | | Business-Type Activities | | Total | |
|--|-------------------------|----------------|--------------------------|----------------|----------------|----------------|
| | 2003 | 2002 | 2003 | 2002 | 2003 | 2002 |
| Net Assets | | | | | | |
| Invested in Capital Assets, Net of Related Debt | \$71.7 | \$70.5 | \$66.0 | \$57.0 | \$137.7 | \$127.5 |
| Restricted for: | | | | | | |
| Capital Projects | 1.6 | 2.9 | 0.0 | 0.0 | 1.6 | 2.9 |
| Debt Service | 3.0 | 3.9 | 0.0 | 0.0 | 3.0 | 3.9 |
| Mental Health and Recovery Board | 2.1 | 2.7 | 0.0 | 0.0 | 2.1 | 2.7 |
| Mental Retardation and Developmental Disabilities | 8.6 | 9.6 | 0.0 | 0.0 | 8.6 | 9.6 |
| Child Welfare Levy | 2.5 | 1.5 | 0.0 | 0.0 | 2.5 | 1.5 |
| Other Purposes | 19.1 | 17.6 | 2.1 | 1.6 | 21.2 | 19.2 |
| Unrestricted | 18.2 | 18.4 | 96.2 | 98.5 | 114.4 | 116.9 |
| <i>Total Net Assets</i> | <u>\$126.8</u> | <u>\$127.1</u> | <u>\$164.3</u> | <u>\$157.1</u> | <u>\$291.1</u> | <u>\$284.2</u> |

The County's governmental capital assets increased by \$2 million. The County Engineer replaced one bridge and resurfaced about 22.2 miles throughout Portage County. These projects cost about \$0.6 million. Another \$0.1 million was spent for construction work at the County Courthouse and the County's Administration Building. The Mental Retardation Board bought six new buses, the Sheriff bought nine cruisers and a marine patrol boat and the County Engineer bought thirteen new pickup trucks for about \$0.7 million.

During 2003, the County sold notes for \$2.2 million for the acquisition of a new financial software system. This was a decrease of \$.9 million from the previous year. The County, after reviewing and analyzing several major financial systems, selected the Munis Group, a Tyler's Technology Company. The new software system is based on networking and decentralization. In addition a new note for \$.3 million was issued for the County Administration building-4th floor renovations.

New notes were sold in 2003 for two new projects in the water and sewer department totaling \$.6 million. All of these projects will be paid by rates charged to the customers. Prior notes were paid down by \$.3 million netting a modest increase in short-term notes for 2003.

Long-term liabilities due within more than one year decreased as a result of minimal new issuances and paying the current principal payments.

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Table 2 shows the changes in net assets for fiscal year 2003.

(Table 2)
Changes in Net Assets
(In Millions)

| | <u>Governmental Activities</u> | | <u>Business-Type</u> | | <u>Total</u> | |
|--|--------------------------------|----------------|----------------------|----------------|----------------|----------------|
| | <u>2003</u> | <u>2002</u> | <u>2003</u> | <u>2002</u> | <u>2003</u> | <u>2002</u> |
| Program Revenues | | | | | | |
| Charges for Services and Sales | \$14.4 | \$12.8 | \$137.8 | \$132.5 | \$152.2 | \$145.3 |
| Operating Grants, Contributions and Interest | 39.0 | 36.9 | 4.3 | 6.9 | 43.3 | 43.8 |
| Capital Grants and Contributions | 1.1 | 1.4 | 0.0 | 0.0 | 1.1 | 1.4 |
| <i>Total Program Revenues</i> | <u>54.5</u> | <u>51.1</u> | <u>142.1</u> | <u>139.4</u> | <u>196.6</u> | <u>190.5</u> |
| General Revenues | | | | | | |
| Property Taxes | 22.6 | 22.1 | 0.0 | 0.0 | 22.6 | 22.1 |
| Sales Taxes | 13.2 | 12.6 | 0.0 | 0.0 | 13.2 | 12.6 |
| Grants & Entitlements | 2.4 | 5.0 | 0.0 | 0.0 | 2.4 | 5.0 |
| Interest | 1.8 | 2.7 | 0.0 | 0.0 | 1.8 | 2.7 |
| Gain on Sale of Capital Assets | 0.1 | 0.0 | 0.0 | 0.0 | 0.1 | 0.0 |
| Miscellaneous | 0.5 | 0.8 | 3.3 | 3.5 | 3.8 | 4.3 |
| <i>Total General Revenues</i> | <u>40.6</u> | <u>43.2</u> | <u>3.3</u> | <u>3.5</u> | <u>43.9</u> | <u>46.7</u> |
| <i>Total Revenues</i> | <u>95.1</u> | <u>94.3</u> | <u>145.4</u> | <u>142.9</u> | <u>240.5</u> | <u>237.2</u> |
| Program Expenses | | | | | | |
| General Government: | | | | | | |
| Legislative and Executive | 14.3 | 16.3 | 0.0 | 0.0 | 14.3 | 16.3 |
| Judicial | 9.3 | 9.0 | 0.0 | 0.0 | 9.3 | 9.0 |
| Public Safety | 14.1 | 15.1 | 0.0 | 0.0 | 14.1 | 15.1 |
| Public Works | 8.0 | 7.7 | 0.0 | 0.0 | 8.0 | 7.7 |
| Health | 29.5 | 27.5 | 0.0 | 0.0 | 29.5 | 27.5 |
| Human Services | 18.8 | 19.3 | 0.0 | 0.0 | 18.8 | 19.3 |
| Other | 0.3 | 0.2 | 0.0 | 0.0 | 0.3 | 0.2 |
| Interest and Fiscal Charges | 1.1 | 1.1 | 0.0 | 0.0 | 1.1 | 1.1 |
| Nursing Home | 0.0 | 0.0 | 6.1 | 5.9 | 6.1 | 5.9 |
| Solid Waste Recycling Center | 0.0 | 0.0 | 2.9 | 2.7 | 2.9 | 2.7 |
| Portage County Sewer | 0.0 | 0.0 | 3.7 | 2.4 | 3.7 | 2.4 |
| Portage County Water | 0.0 | 0.0 | 2.1 | 2.5 | 2.1 | 2.5 |
| Streetboro Sewer | 0.0 | 0.0 | 1.9 | 2.5 | 1.9 | 2.5 |
| Robinson Memorial Hospital | 0.0 | 0.0 | 121.5 | 117.2 | 121.5 | 117.2 |
| <i>Total Program Expenses</i> | <u>95.4</u> | <u>96.2</u> | <u>138.2</u> | <u>133.2</u> | <u>233.6</u> | <u>229.4</u> |
| <i>Change in Net Assets</i> | <u>(0.3)</u> | <u>(1.9)</u> | <u>7.2</u> | <u>9.7</u> | <u>6.9</u> | <u>7.8</u> |
| Net Assets Beginning of Year | <u>127.1</u> | <u>129.0</u> | <u>157.1</u> | <u>147.4</u> | <u>284.2</u> | <u>276.4</u> |
| Net Assets End of Year | <u>\$126.8</u> | <u>\$127.1</u> | <u>\$164.3</u> | <u>\$157.1</u> | <u>\$291.1</u> | <u>\$284.2</u> |

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Total revenues of governmental activities increased by \$.8 million. This represents approximately a .8 percent increase in revenues. Real Property Conveyance Fees were increased by 1 mill effective July 1, 2003 resulting in an additional increase from the fee hike of about \$.3 million dollars. Operating grants and contributions increased by \$2.1 million due to increases in several areas. The most significant as these were grants from the State of Ohio.

General revenues property taxes increased by \$.5 million primarily from the triennial revaluation that increased property values by an average of 7 percent and new construction property additions with a market value of \$203.8 million.

General revenues interest decreased by \$.9 million as a result of the declining interest rates in the market place. Interest rates dipped from just above 3 ³/₄ - 4 percent in 2002 to around 1.14 – 2 percent for 2003.

Expenses of governmental activities in total increased by \$.1 million. This represents a modest overall .1 percent increase in expenditures from 2002 to 2003. This increase was a result of an increase in salaries and benefits.

Financial Analysis of the Government's Funds

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

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 the end of the year.

As of the end of the current year, the County's governmental funds reported combined ending fund balances of \$40,025,416. \$30,967,564 of this total amount constitutes unreserved fund balance, which is available for appropriation at the government's discretion within certain legal constraints and purpose restrictions. The remainder of the fund balance is reserved to indicate that it is not available for new spending. While the bulk of the governmental fund balances are not reserved in the governmental fund statement, they lead to restricted net assets on the Statement of Net Assets due to their being restricted for use for a particular purpose mandated by the source of the resources such as the State or Federal government or the tax levy.

General Fund Budgeting Highlights

Budgeting is prescribed by the Ohio Revised Code. Essentially the budget is the County's appropriations which are restricted by the amounts of anticipated revenues certified by the Budget Commission in accordance with the Revised Code. In 2003, the budget commission processed fifteen adjustments to the estimated revenues of the general fund which increased certified revenues, which includes carryover balance, by \$5.3 million. Actual revenues received were \$2.0 million higher than certification primarily due to interest and charges for services being higher than expected. Additionally, the commissioners approved sixty resolutions adjusting appropriations which increased appropriations by \$1.8 million. Actual expenditures were \$2.5 million less than appropriations due mainly to cost cutting measures in the legislative and executive program. The original certificate of estimated resources was passed July 31, 2002 based on the tax budget adopted by the commissioners July 3, 2002 with a total certified amount of \$30.7 million. The original appropriations were passed on December 13, 2002 with a total amount of \$34.9 million.

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Capital Assets and Debt Administration

Capital Assets

Table 3 shows 2003 values compared to 2002.

(Table 3)
 Capital Assts at December 31
 (Net of Accumulated Depreciation)
 (in millions)

| | Governmental Activities | | Business-Type Activities | | Total | |
|-----------------------------|----------------------------|---------------|-----------------------------|----------------|----------------|----------------|
| | 2003 | 2002 | 2003 | 2002 | 2003 | 2002 |
| Land | \$2.9 | \$2.9 | \$4.6 | \$4.5 | \$7.5 | \$7.4 |
| Construction in Progress | 4.8 | 1.1 | 4.7 | 16.2 | 9.5 | 17.3 |
| Buildings and Improvements | 46.9 | 48.2 | 39.1 | 35.7 | 86.0 | 83.9 |
| Furniture and Fixtures | 5.6 | 4.4 | 1.1 | 1.4 | 6.7 | 5.8 |
| Equipment | 0.0 | 0.0 | 36.4 | 30.2 | 36.4 | 30.2 |
| Vehicles | 2.2 | 2.7 | 0.9 | 1.0 | 3.1 | 3.7 |
| Equity in Joint Venture | 5.6 | 5.8 | 0.0 | 0.0 | 5.6 | 5.8 |
| Infrastructure | 23.1 | 24.1 | 56.6 | 43.7 | 79.7 | 67.8 |
| Total Capital Assets | \$91.1 | \$89.2 | \$143.4 | \$132.7 | \$234.5 | \$221.9 |

The County's investment in capital assets for its governmental and business type activities as of December 31, 2003 amounts to \$234.5 million (net of accumulated depreciation). Information relative to capital assets is identified in Note 11 to the basic financial statements.

Debt

Table 4 below summarizes the County's long-term obligations outstanding.

(Table 4)
 Outstanding Long-term Obligations at Year End
 (in millions)

| | Governmental Activities | | Business Type Activities | | Total | |
|--------------------------|----------------------------|---------------|-----------------------------|---------------|----------------|----------------|
| | 2003 | 2002 | 2003 | 2002 | 2003 | 2002 |
| General Obligation Bonds | \$17.1 | \$18.6 | \$0.0 | \$0.0 | \$17.1 | \$18.6 |
| Special Assessment Bonds | 1.3 | 1.4 | 0.0 | 0.0 | 1.3 | 1.4 |
| Revenue Bonds | 0.0 | 0.0 | 20.3 | 21.1 | 20.3 | 21.1 |
| OPWC Loans | 0.0 | 0.0 | 0.9 | 1.0 | 0.9 | 1.0 |
| OWDA Loans | 0.7 | 0.8 | 12.9 | 12.8 | 13.6 | 13.6 |
| Long-term Hospital Debt | 0.0 | 0.0 | 44.1 | 46.8 | 44.1 | 46.8 |
| Compensated Absences | 3.6 | 3.0 | 3.1 | 2.9 | 6.7 | 5.9 |
| Total | \$22.7 | \$23.8 | \$81.3 | \$84.6 | \$104.0 | \$108.4 |

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Outstanding special assessment bonds at December 31, 2003, totaled \$1,298,057 with \$74,164 being retired during the year. Special assessment bonds are backed by the full faith and credit of the County. In the event of payment default by the property owner the County would be responsible for the debt service payments.

The County has loans outstanding to both the Ohio Public Works Commission (OPWC) and Ohio Water Development Authority (OWDA). At December 31, 2003, their outstanding balances were \$907,159 and \$13,660,522, respectively. During the year the County retired \$142,434 in OPWC loans. \$826,026 was retired for OWDA; proceeds of \$978,067 were received. The loan proceeds were used for ongoing sewer and water system improvements and are being repaid primarily by usage rates with a portion of the debt being repaid with special assessments charged to the benefited property owners.

General obligation bonds outstanding at December 31, 2003 were \$17,125,902 with \$1,591,615 being retired during the year and proceeds of \$78,344 were received. These bonds relate to proceeds used to construct and renovate County buildings. All bonds are backed by the full faith and credit of the County.

Revenue bonds outstanding at December 31, 2003 were \$20,329,767 with \$805,971 being retired during the year. All bonds are backed by the full faith and credit of the County.

Hospital revenue bonds outstanding at December 31, 2002 were \$40,728,586 with \$2,408,228 being retired during the year. This debt is related to the Robinson Memorial Portage County Hospital enterprise fund.

The County maintains an "Aa3" credit rating from Moody's Investors Service, Inc. The overall debt margin at December 31, 2003 was \$48,486,484 with an unvoted total debt margin of \$7,949,384.

The County continues to monitor its outstanding debt. Information relative to debt is identified in Note 12 to the basic financial statements.

Contacting the County's Financial Management

This financial report is designed to provide a general overview of the County's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or request for additional financial information should be addressed to Janet Esposito, Portage County Auditor, 449 South Meridian Street, Ravenna, Ohio 44266.

Portage County, Ohio
Statement of Net Assets
December 31, 2003

| | Primary Government | | | Component Units | |
|---|----------------------------|-----------------------------|----------------------|-----------------------|---|
| | Governmental Activities | Business-Type Activities | Total | Portage Industries | Portage County Regional Airport Authority |
| Assets | | | | | |
| Equity in Pooled Cash and Cash Equivalents | \$46,649,766 | \$14,533,682 | \$61,183,448 | \$400,656 | \$234,193 |
| Cash and Cash Equivalents: | | | | | |
| In Segregated Accounts | 642,111 | 6,474,923 | 7,117,034 | 0 | 0 |
| Investments in Segregated Accounts | 169,423 | 0 | 169,423 | 139,471 | 0 |
| Materials and Supplies Inventory | 376,461 | 4,431,189 | 4,807,650 | 6,144 | 0 |
| Accounts Receivable | 177 | 20,562,324 | 20,562,501 | 84,185 | 72,984 |
| Internal Balances | 2,780,039 | (2,780,039) | 0 | 0 | 0 |
| Intergovernmental Receivable | 10,281,327 | 119,930 | 10,401,257 | 0 | 1,081 |
| Prepaid Items | 182,305 | 0 | 182,305 | 4,348 | 0 |
| Sales Taxes Receivable | 2,234,826 | 0 | 2,234,826 | 0 | 0 |
| Property Taxes Receivable | 23,038,498 | 0 | 23,038,498 | 0 | 0 |
| Due from Component Unit | 419,000 | 0 | 419,000 | 0 | 0 |
| Special Assessments Receivable | 2,462,406 | 0 | 2,462,406 | 0 | 0 |
| Loans Receivable | 4,338,735 | 0 | 4,338,735 | 0 | 0 |
| Unamortized Bond Issue Costs | 0 | 103,904 | 103,904 | 0 | 0 |
| Goodwill | 0 | 375,912 | 375,912 | 0 | 0 |
| Other Assets | 0 | 2,308,880 | 2,308,880 | 0 | 0 |
| Assets Limited as to Use | 0 | 72,368,449 | 72,368,449 | 0 | 0 |
| Nondepreciable Capital Assets | 7,688,123 | 9,377,753 | 17,065,876 | 0 | 1,790,996 |
| Depreciable Capital Assets, Net | 83,375,109 | 134,008,490 | 217,383,599 | 22,557 | 2,073,779 |
| <i>Total Assets</i> | <u>184,638,306</u> | <u>261,885,397</u> | <u>446,523,703</u> | <u>657,361</u> | <u>4,173,033</u> |
| Liabilities | | | | | |
| Accounts Payable | 4,144,510 | 6,585,924 | 10,730,434 | 37,233 | 578 |
| Accrued Wages | 1,393,351 | 2,619,502 | 4,012,853 | 15,246 | 189 |
| Contracts Payable | 0 | 0 | 0 | 0 | 1,317 |
| Intergovernmental Payable | 2,164,407 | 127,028 | 2,291,435 | 0 | 253 |
| Accrued Hospital Expenses | 0 | 3,298,211 | 3,298,211 | 0 | 0 |
| Accrued Interest Payable | 84,451 | 96,256 | 180,707 | 0 | 265 |
| Claims Payable | 2,495,420 | 0 | 2,495,420 | 0 | 0 |
| Deferred Revenue | 21,727,444 | 0 | 21,727,444 | 0 | 0 |
| Notes Payable | 3,074,000 | 3,523,000 | 6,597,000 | 0 | 0 |
| Due to Primary Government | 0 | 0 | 0 | 0 | 419,000 |
| Long-Term Liabilities: | | | | | |
| Due Within One Year | 1,067,009 | 5,315,073 | 6,382,082 | 0 | 6,000 |
| Due In More Than One Year | 21,660,203 | 75,989,758 | 97,649,961 | 0 | 0 |
| <i>Total Liabilities</i> | <u>57,810,795</u> | <u>97,554,752</u> | <u>155,365,547</u> | <u>52,479</u> | <u>427,602</u> |
| Net Assets | | | | | |
| Invested in Capital Assets, Net of Related Debt | 71,737,330 | 66,031,602 | 137,768,932 | 0 | 3,858,775 |
| Restricted for: | | | | | |
| Capital Projects | 1,554,375 | 0 | 1,554,375 | 0 | 0 |
| Debt Service | 3,015,281 | 0 | 3,015,281 | 0 | 0 |
| Mental Health and Recovery Board | 2,146,283 | 0 | 2,146,283 | 0 | 0 |
| Mental Retardation and Developmental Disabilities | 8,551,959 | 0 | 8,551,959 | 0 | 0 |
| Child Welfare Levy | 2,501,005 | 0 | 2,501,005 | 0 | 0 |
| Other Purposes | 19,083,764 | 2,054,180 | 21,137,944 | 0 | 0 |
| Unrestricted (Deficit) | 18,237,514 | 96,244,863 | 114,482,377 | 604,882 | (113,344) |
| <i>Total Net Assets</i> | <u>\$126,827,511</u> | <u>\$164,330,645</u> | <u>\$291,158,156</u> | <u>\$604,882</u> | <u>\$3,745,431</u> |

See accompanying notes to the basic financial statements

Portage County, Ohio
Statement of Activities
For the Year Ended December 31, 2003

| | Program Revenues | | | |
|---|----------------------|--------------------------------------|--|-------------------------------------|
| | Expenses | Charges for Services and Sales | Operating Grants, Contributions and Interest | Capital Grants and Contributions |
| Primary Government | | | | |
| Governmental Activities: | | | | |
| General Government: | | | | |
| Legislative and Executive | \$14,301,845 | \$6,631,472 | \$217,625 | \$556,485 |
| Judicial | 9,269,388 | 2,561,493 | 249,530 | 92,194 |
| Public Safety | 14,040,893 | 803,541 | 4,396,377 | 0 |
| Public Works | 8,022,980 | 185,499 | 6,620,880 | 430,359 |
| Health | 29,460,973 | 617,540 | 13,318,034 | 0 |
| Human Services | 18,822,660 | 3,632,920 | 14,198,765 | 0 |
| Other | 335,613 | 0 | 0 | 0 |
| Intergovernmental | 13,676 | 0 | 0 | 0 |
| Interest and Fiscal Charges | 1,133,058 | 0 | 0 | 0 |
| <i>Total Governmental Activities</i> | <u>95,401,086</u> | <u>14,432,465</u> | <u>39,001,211</u> | <u>1,079,038</u> |
| Business-Type Activities: | | | | |
| Nursing Home | 6,110,535 | 5,955,758 | 831 | 0 |
| Solid Waste Recycling Center | 2,895,287 | 2,884,428 | 84,988 | 0 |
| Portage County Sewer | 3,683,455 | 4,629,854 | 1,073,429 | 0 |
| Portage County Water | 2,074,552 | 2,670,519 | 137,743 | 0 |
| Streetsboro Sewer | 1,944,575 | 3,543,731 | 3,157 | 0 |
| Robinson Memorial Portage County Hospital | 121,449,072 | 118,122,723 | 2,972,459 | 0 |
| <i>Total Business-Type Activities</i> | <u>138,157,476</u> | <u>137,807,013</u> | <u>4,272,607</u> | <u>0</u> |
| <i>Total - Primary Government</i> | <u>\$233,558,562</u> | <u>\$152,239,478</u> | <u>\$43,273,818</u> | <u>\$1,079,038</u> |
| Component Units | | | | |
| Portage Industries | \$1,418,366 | \$924,535 | \$620,303 | \$0 |
| Portage County Regional Airport Authority | 212,390 | 101,334 | 55,388 | 0 |
| <i>Totals - Component Units</i> | <u>\$1,630,756</u> | <u>\$1,025,869</u> | <u>\$675,691</u> | <u>\$0</u> |

General Revenues

Property Taxes Levied for:

General Purposes

Health - Mental Health and Recovery Board

Health - Mental Retardation and Developmental Disabilities

Human Services - Child Welfare Levy

Bond Retirement

Sales Tax

General Purposes

Bond Retirement

Grants and Entitlements not Restricted to Specific Programs

Investment Earnings

Gain on Sale of Capital Assets

Miscellaneous

Total General Revenues

Transfers

Total General Revenues and Transfers

Change in Net Assets

Net Assets Beginning of Year - Restated (See Note 3)

Net Assets End of Year

See accompanying notes to the basic financial statements

| Net (Expense) Revenue and Changes in Net Assets | | | | |
|---|--------------------------|---------------|--------------------|---|
| Primary Government | | | Component Units | |
| Governmental Activities | Business-Type Activities | Total | Portage Industries | Portage County Regional Airport Authority |
| (\$6,896,263) | \$0 | (\$6,896,263) | \$0 | \$0 |
| (6,366,171) | 0 | (6,366,171) | 0 | 0 |
| (8,840,975) | 0 | (8,840,975) | 0 | 0 |
| (786,242) | 0 | (786,242) | 0 | 0 |
| (15,525,399) | 0 | (15,525,399) | 0 | 0 |
| (990,975) | 0 | (990,975) | 0 | 0 |
| (335,613) | 0 | (335,613) | 0 | 0 |
| (13,676) | 0 | (13,676) | 0 | 0 |
| (1,133,058) | 0 | (1,133,058) | 0 | 0 |
| (40,888,372) | 0 | (40,888,372) | 0 | 0 |
| 0 | (153,946) | (153,946) | 0 | 0 |
| 0 | 74,129 | 74,129 | 0 | 0 |
| 0 | 2,019,828 | 2,019,828 | 0 | 0 |
| 0 | 733,710 | 733,710 | 0 | 0 |
| 0 | 1,602,313 | 1,602,313 | 0 | 0 |
| 0 | (353,890) | (353,890) | 0 | 0 |
| 0 | 3,922,144 | 3,922,144 | 0 | 0 |
| (40,888,372) | 3,922,144 | (36,966,228) | 0 | 0 |
| 0 | 0 | 0 | 126,472 | 0 |
| 0 | 0 | 0 | 0 | (55,668) |
| 0 | 0 | 0 | 126,472 | (55,668) |
| 5,462,076 | 0 | 5,462,076 | 0 | 0 |
| 2,256,801 | 0 | 2,256,801 | 0 | 0 |
| 10,998,419 | 0 | 10,998,419 | 0 | 0 |
| 2,432,578 | 0 | 2,432,578 | 0 | 0 |
| 1,370,836 | 0 | 1,370,836 | 0 | 0 |
| 13,178,507 | 0 | 13,178,507 | 0 | 0 |
| 9,135 | 0 | 9,135 | 0 | 0 |
| 2,393,322 | 0 | 2,393,322 | 0 | 0 |
| 1,828,958 | 19,319 | 1,848,277 | 0 | 0 |
| 91,980 | 0 | 91,980 | 0 | 0 |
| 528,224 | 3,334,082 | 3,862,306 | 0 | 0 |
| 40,550,836 | 3,353,401 | 43,904,237 | 0 | 0 |
| 23,164 | (23,164) | 0 | 0 | 0 |
| 40,574,000 | 3,330,237 | 43,904,237 | 0 | 0 |
| (314,372) | 7,252,381 | 6,938,009 | 126,472 | (55,668) |
| 127,141,883 | 157,078,264 | 284,220,147 | 478,410 | 3,801,099 |
| \$126,827,511 | \$164,330,645 | \$291,158,156 | \$604,882 | \$3,745,431 |

Portage County, Ohio
Balance Sheet
Governmental Funds
December 31, 2003

| | General | Mental Health and Recovery Board | Mental Retardation and Developmental Disabilities | Child Welfare Levy |
|--|---------------------|--|--|--------------------------|
| Assets | | | | |
| Equity in Pooled Cash and Cash Equivalents | \$5,885,641 | \$1,759,300 | \$8,480,971 | \$2,475,824 |
| Cash and Cash Equivalents | | | | |
| In Segregated Accounts | 79,820 | 0 | 0 | 0 |
| Investments in Segregated Accounts | 169,423 | 0 | 0 | 0 |
| Materials and Supplies Inventory | 144,833 | 0 | 9,628 | 0 |
| Accounts Receivable | 177 | 0 | 0 | 0 |
| Interfund Receivable | 4,497,473 | 0 | 0 | 0 |
| Intergovernmental Receivable | 3,027,201 | 1,535,354 | 1,133,991 | 451,674 |
| Prepaid Items | 152,585 | 0 | 29,720 | 0 |
| Sales Taxes Receivable | 2,234,826 | 0 | 0 | 0 |
| Property Taxes Receivable | 4,491,743 | 2,467,225 | 12,041,446 | 2,670,722 |
| Due from Component Unit | 419,000 | 0 | 0 | 0 |
| Special Assessments Receivable | 0 | 0 | 0 | 0 |
| Loans Receivable | 471,000 | 0 | 0 | 0 |
| <i>Total Assets</i> | <u>\$21,573,722</u> | <u>\$5,761,879</u> | <u>\$21,695,756</u> | <u>\$5,598,220</u> |
| Liabilities | | | | |
| Accounts Payable | \$422,006 | \$1,222,700 | \$172,181 | \$547,150 |
| Accrued Wages | 517,842 | 8,170 | 390,231 | 0 |
| Intergovernmental Payable | 105,974 | 10,297 | 60,494 | 3,119 |
| Interfund Payable | 722,050 | 9,834 | 215,099 | 35,591 |
| Deferred Revenue | 6,496,607 | 3,999,168 | 13,175,437 | 3,122,396 |
| Accrued Interest Payable | 0 | 0 | 0 | 0 |
| Notes Payable | 0 | 0 | 0 | 0 |
| <i>Total Liabilities</i> | <u>8,264,479</u> | <u>5,250,169</u> | <u>14,013,442</u> | <u>3,708,256</u> |
| Fund Balances | | | | |
| Reserved for Encumbrances | 129,988 | 142,584 | 901,139 | 22,531 |
| Reserved for Loan to Component Unit | 419,000 | 0 | 0 | 0 |
| Reserved for Loans Receivable | 471,000 | 0 | 0 | 0 |
| Reserved for Unclaimed Monies | 383,381 | 0 | 0 | 0 |
| Unreserved, Undesignated, Reported in: | | | | |
| General Fund | 11,905,874 | 0 | 0 | 0 |
| Special Revenue Funds | 0 | 369,126 | 6,781,175 | 1,867,433 |
| Debt Service Funds | 0 | 0 | 0 | 0 |
| Capital Projects Funds (Deficit) | 0 | 0 | 0 | 0 |
| <i>Total Fund Balances</i> | <u>13,309,243</u> | <u>511,710</u> | <u>7,682,314</u> | <u>1,889,964</u> |
| <i>Total Liabilities and Fund Balances</i> | <u>\$21,573,722</u> | <u>\$5,761,879</u> | <u>\$21,695,756</u> | <u>\$5,598,220</u> |

See accompanying notes to the basic financial statements

Portage County, Ohio
*Reconciliation of Total Governmental Fund Balances to
 Net Assets of Governmental Activities
 December 31, 2003*

| Other Governmental Funds | Total Governmental Funds | | \$40,025,416 |
|--------------------------------|--------------------------------|---|---------------|
| | | Total Governmental Funds Balances | |
| | | <i>Amounts reported for governmental activities in the statement of net assets are different because</i> | |
| \$18,060,163 | \$36,661,899 | Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. | 91,063,232 |
| 559,522 | 639,342 | Other long-term assets are not available to pay for current- period expenditures and therefore are deferred in the funds: | |
| 0 | 169,423 | Intergovernmental | 8,501,662 |
| 168,742 | 323,203 | Special Assessments | 2,462,406 |
| 0 | 177 | Property Taxes | 1,357,707 |
| 0 | 4,497,473 | | |
| 4,133,107 | 10,281,327 | Total | 12,321,775 |
| 0 | 182,305 | Internal service funds are used by management to charge the costs of insurance and materials and supplies to individual funds. The assets and liabilities of the internal service funds are included in the statement of net assets. | |
| 0 | 2,234,826 | Net Assets | 7,548,186 |
| 1,367,362 | 23,038,498 | Capital Assets | (167,986) |
| 0 | 419,000 | Compensated Absences | 67,382 |
| 2,462,406 | 2,462,406 | Internal Balances | (1,228,115) |
| 3,867,735 | 4,338,735 | Total | 6,219,467 |
| \$30,619,037 | \$85,248,614 | In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due. | (75,167) |
| \$1,567,567 | \$3,931,604 | Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds: | |
| 426,808 | 1,343,051 | General Obligation Bonds | (17,125,902) |
| 893,649 | 1,073,533 | Special Assessment Bonds | (1,298,057) |
| 759,933 | 1,742,507 | OWDA Loans | (714,066) |
| 7,255,611 | 34,049,219 | Compensated Absences | (3,589,187) |
| 9,284 | 9,284 | Total | (22,727,212) |
| 3,074,000 | 3,074,000 | <i>Net Assets of Governmental Activities</i> | \$126,827,511 |
| 13,986,852 | 45,223,198 | | |
| 2,720,494 | 3,916,736 | | |
| 0 | 419,000 | | |
| 3,867,735 | 4,338,735 | | |
| 0 | 383,381 | | |
| 0 | 11,905,874 | | |
| 11,686,922 | 20,704,656 | | |
| 442,574 | 442,574 | | |
| (2,085,540) | (2,085,540) | | |
| 16,632,185 | 40,025,416 | | |
| \$30,619,037 | \$85,248,614 | | |

Portage County, Ohio
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended December 31, 2003

| | General | Mental Health and Recovery Board | Mental Retardation and Developmental Disabilities | Child Welfare Levy |
|--|---------------------|--|--|--------------------------|
| Revenues | | | | |
| Property and Other Taxes | \$5,409,497 | \$2,244,993 | \$10,939,142 | \$2,418,740 |
| Permissive Sales Tax | 13,178,507 | 0 | 0 | 0 |
| Intergovernmental | 4,027,637 | 7,833,984 | 4,513,762 | 1,762,490 |
| Interest | 1,724,829 | 0 | 4,156 | 0 |
| Licenses and Permits | 11,647 | 0 | 0 | 0 |
| Fines and Forfeitures | 1,476,445 | 87,919 | 0 | 0 |
| Rentals and Royalties | 471,224 | 0 | 0 | 0 |
| Charges for Services | 5,591,935 | 0 | 240,962 | 2,484,991 |
| Contributions and Donations | 0 | 0 | 13,210 | 0 |
| Special Assessments | 0 | 0 | 0 | 0 |
| Other | 480,193 | 1,264 | 125 | 0 |
| <i>Total Revenues</i> | <u>32,371,914</u> | <u>10,168,160</u> | <u>15,711,357</u> | <u>6,666,221</u> |
| Expenditures | | | | |
| Current: | | | | |
| General Government: | | | | |
| Legislative and Executive | 11,515,892 | 0 | 0 | 0 |
| Judicial | 8,676,054 | 0 | 0 | 0 |
| Public Safety | 12,267,116 | 0 | 0 | 0 |
| Public Works | 178,173 | 0 | 0 | 0 |
| Health | 248,391 | 10,793,290 | 16,512,460 | 0 |
| Human Services | 828,201 | 0 | 0 | 5,999,416 |
| Other | 335,613 | 0 | 0 | 0 |
| Capital Outlay | 0 | 0 | 0 | 0 |
| Intergovernmental | 13,676 | 0 | 0 | 0 |
| Debt Service: | | | | |
| Principal Retirement | 0 | 0 | 0 | 0 |
| Interest and Fiscal Charges | 0 | 0 | 0 | 0 |
| <i>Total Expenditures</i> | <u>34,063,116</u> | <u>10,793,290</u> | <u>16,512,460</u> | <u>5,999,416</u> |
| <i>Excess of Revenues Over (Under) Expenditures</i> | <u>(1,691,202)</u> | <u>(625,130)</u> | <u>(801,103)</u> | <u>666,805</u> |
| Other Financing Sources (Uses) | | | | |
| Sale of Capital Assets | 68,238 | 0 | 0 | 0 |
| General Obligation Bonds Issued | 0 | 0 | 0 | 0 |
| Transfers In | 1,237,232 | 0 | 0 | 0 |
| Transfers Out | (53,337) | 0 | (200,000) | 0 |
| <i>Total Other Financing Sources (Uses)</i> | <u>1,252,133</u> | <u>0</u> | <u>(200,000)</u> | <u>0</u> |
| <i>Net Change in Fund Balances</i> | (439,069) | (625,130) | (1,001,103) | 666,805 |
| <i>Fund Balances Beginning of Year - Restated (See Note 3)</i> | <u>13,748,312</u> | <u>1,136,840</u> | <u>8,683,417</u> | <u>1,223,159</u> |
| <i>Fund Balances End of Year</i> | <u>\$13,309,243</u> | <u>\$511,710</u> | <u>\$7,682,314</u> | <u>\$1,889,964</u> |

See accompanying notes to the basic financial statements

Portage 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*

| Other Governmental Funds | Total Governmental Funds | | |
|--------------------------------|--------------------------------|---|---------------------------|
| | | Net Change in Fund Balances - Total Governmental Funds | (\$5,595,578) |
| | | <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 is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period. | |
| \$1,370,836 | \$22,383,208 | Capital Outlay | 6,067,889 |
| 9,135 | 13,187,642 | Depreciation | <u>(4,140,745)</u> |
| 23,045,467 | 41,183,340 | Total | 1,927,144 |
| 104,129 | 1,833,114 | | |
| 248,146 | 259,793 | 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 | (41,646) |
| 163,606 | 1,727,970 | | |
| 183,412 | 654,636 | Revenues in the statement of activities that do not provide current financial resources are not reported as revenue in the funds. | |
| 3,472,178 | 11,790,066 | Intergovernmental | 1,173,488 |
| 6,580 | 19,790 | Special Assesments | (140,891) |
| 233,688 | 233,688 | Property Taxes | <u>137,502</u> |
| 46,642 | 528,224 | Total | 1,170,099 |
| <u>28,883,819</u> | <u>93,801,471</u> | Proceeds of bonds are reported as other financing sources in the governmental funds that increase long-term liabilities in the statement of net assets. | (78,344) |
| | | Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets. | 1,707,168 |
| 2,572,198 | 14,088,090 | In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due. | 6,939 |
| 1,008,633 | 9,684,687 | Some expenses reported in the statement of activities, such as compensated absences, do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds. | (538,124) |
| 1,530,883 | 13,797,999 | The internal service funds used by management are not reported in the County- wide statement of activities. Governmental fund expenditures and related internal service fund revenue are eliminated. The net revenue (expense) of the internal service funds is allocated among the governmental activities. | |
| 6,351,135 | 6,529,308 | Change in Net Assets | 1,355,176 |
| 1,340,573 | 28,894,714 | Capital Assets | (5,623) |
| 11,984,783 | 18,812,400 | Compensated Absences | (725) |
| 0 | 335,613 | Internal Balances | <u>(220,858)</u> |
| 4,586,885 | 4,586,885 | Total | <u>1,127,970</u> |
| 0 | 13,676 | <i>Change in Net Assets of Governmental Activities</i> | <u><u>(\$314,372)</u></u> |
| 1,707,168 | 1,707,168 | | |
| 1,139,997 | 1,139,997 | | |
| <u>32,222,255</u> | <u>99,590,537</u> | | |
| (3,338,436) | (5,789,066) | | |
| 23,742 | 91,980 | | |
| 78,344 | 78,344 | | |
| 277,743 | 1,514,975 | | |
| (1,238,474) | (1,491,811) | | |
| (858,645) | 193,488 | | |
| (4,197,081) | (5,595,578) | | |
| <u>20,829,266</u> | <u>45,620,994</u> | | |
| <u>\$16,632,185</u> | <u>\$40,025,416</u> | | |

Portage County, Ohio
*Statement of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund
For the Year Ended December 31, 2003*

| | Budgeted Amounts | | | Variance with Final Budget Positive (Negative) |
|--|--------------------|--------------------|--------------------|---|
| | Original | Final | Actual | |
| Revenues | | | | |
| Property and Other Taxes | \$4,852,690 | \$4,954,240 | \$5,409,497 | \$455,257 |
| Permissive Sales Tax | 12,200,000 | 12,200,000 | 12,960,598 | 760,598 |
| Intergovernmental | 4,223,781 | 4,390,349 | 4,044,053 | (346,296) |
| Interest | 2,465,089 | 1,658,089 | 2,051,260 | 393,171 |
| Licenses and Permits | 14,000 | 11,000 | 11,647 | 647 |
| Fines and Forfeitures | 1,482,000 | 1,471,000 | 1,496,720 | 25,720 |
| Rentals and Royalties | 554,467 | 554,460 | 471,722 | (82,738) |
| Charges for Services | 4,670,161 | 4,807,642 | 5,568,456 | 760,814 |
| Other | 237,538 | 416,991 | 480,193 | 63,202 |
| <i>Total Revenues</i> | <u>30,699,726</u> | <u>30,463,771</u> | <u>32,494,146</u> | <u>2,030,375</u> |
| Expenditures | | | | |
| Current: | | | | |
| General Government: | | | | |
| Legislative and Executive | 12,127,368 | 12,856,606 | 11,578,409 | 1,278,197 |
| Judicial | 8,923,442 | 9,133,221 | 8,639,864 | 493,357 |
| Public Safety | 12,171,564 | 12,786,985 | 12,403,304 | 383,681 |
| Public Works | 172,253 | 189,053 | 177,221 | 11,832 |
| Health | 337,699 | 362,440 | 267,460 | 94,980 |
| Human Services | 914,325 | 926,376 | 843,260 | 83,116 |
| Other | 213,500 | 431,500 | 339,262 | 92,238 |
| Intergovernmental | 21,838 | 21,838 | 6,838 | 15,000 |
| <i>Total Expenditures</i> | <u>34,881,989</u> | <u>36,708,019</u> | <u>34,255,618</u> | <u>2,452,401</u> |
| <i>Excess of Revenues Under Expenditures</i> | <u>(4,182,263)</u> | <u>(6,244,248)</u> | <u>(1,761,472)</u> | <u>4,482,776</u> |
| Other Financing Sources (Uses) | | | | |
| Sale of Capital Assets | 22,575 | 22,575 | 68,238 | 45,663 |
| Advances In | 542,550 | 542,550 | 594,512 | 51,962 |
| Advances Out | 0 | (657,994) | (401,168) | 256,826 |
| Loan Repayments | 794,190 | 794,190 | 0 | (794,190) |
| Loans | (334,000) | (250,000) | (250,000) | 0 |
| Transfers In | 0 | 0 | 1,237,232 | 1,237,232 |
| Transfers Out | 0 | (103,337) | (53,337) | 50,000 |
| <i>Total Other Financing Sources (Uses)</i> | <u>1,025,315</u> | <u>347,984</u> | <u>1,195,477</u> | <u>847,493</u> |
| <i>Net Change in Fund Balance</i> | (3,156,948) | (5,896,264) | (565,995) | 5,330,269 |
| <i>Fund Balance Beginning of Year</i> | 2,886,709 | 5,706,317 | 5,706,317 | 0 |
| Prior Year Encumbrances Appropriated | 632,114 | 632,114 | 632,114 | 0 |
| <i>Fund Balance End of Year</i> | <u>\$361,875</u> | <u>\$442,167</u> | <u>\$5,772,436</u> | <u>\$5,330,269</u> |

See accompanying notes to the basic financial statements

Portage County, Ohio
*Statement of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Mental Health and Recovery Board Fund
For the Year Ended December 31, 2003*

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive (Negative) |
|---------------------------------------|--------------------|--------------------|--------------------|---|
| | Original | Final | | |
| Revenues | | | | |
| Property and Other Taxes | \$2,147,837 | \$2,147,837 | \$2,244,993 | \$97,156 |
| Intergovernmental | 7,695,327 | 7,796,372 | 7,833,984 | 37,612 |
| Fines and Forfeitures | 80,000 | 87,003 | 88,106 | 1,103 |
| Charges for Services | 100 | 100 | 0 | (100) |
| Other | 100 | 100 | 1,264 | 1,164 |
| <i>Total Revenues</i> | 9,923,364 | 10,031,412 | 10,168,347 | 136,935 |
| Expenditures | | | | |
| Current: | | | | |
| Health | 10,401,191 | 11,077,272 | 10,740,556 | 336,716 |
| <i>Net Change in Fund Balance</i> | (477,827) | (1,045,860) | (572,209) | 473,651 |
| <i>Fund Balance Beginning of Year</i> | 1,752,938 | 1,685,972 | 1,685,972 | 0 |
| Prior Year Encumbrances Appropriated | 373,300 | 373,300 | 373,300 | 0 |
| <i>Fund Balance End of Year</i> | <u>\$1,648,411</u> | <u>\$1,013,412</u> | <u>\$1,487,063</u> | <u>\$473,651</u> |

See accompanying notes to the basic financial statements

Portage County, Ohio
*Statement of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Mental Retardation and Developmental Disabilities Fund
For the Year Ended December 31, 2003*

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive (Negative) |
|--|--------------------|------------------|--------------------|---|
| | Original | Final | | |
| Revenues | | | | |
| Property and Other Taxes | \$10,937,158 | \$10,939,142 | \$10,939,142 | \$0 |
| Intergovernmental | 4,087,557 | 4,583,061 | 4,652,792 | 69,731 |
| Interest | 7,500 | 3,696 | 4,156 | 460 |
| Charges for Services | 106,467 | 183,464 | 240,962 | 57,498 |
| Contributions and Donations | 35,000 | 13,103 | 13,210 | 107 |
| Other | 0 | 0 | 125 | 125 |
| <i>Total Revenues</i> | 15,173,682 | 15,722,466 | 15,850,387 | 127,921 |
| Expenditures | | | | |
| Current: | | | | |
| Health | 17,870,400 | 24,442,452 | 17,389,285 | 7,053,167 |
| <i>Excess of Revenues Under Expenditures</i> | (2,696,718) | (8,719,986) | (1,538,898) | 7,181,088 |
| Other Financing Uses | | | | |
| Transfers Out | (200,000) | (300,000) | (200,000) | 100,000 |
| <i>Net Change in Fund Balance</i> | (2,896,718) | (9,019,986) | (1,738,898) | 7,281,088 |
| <i>Fund Balance Beginning of Year</i> | 5,664,369 | 8,205,631 | 8,205,631 | 0 |
| Prior Year Encumbrances Appropriated | 988,384 | 988,384 | 988,384 | 0 |
| <i>Fund Balance End of Year</i> | <u>\$3,756,035</u> | <u>\$174,029</u> | <u>\$7,455,117</u> | <u>\$7,281,088</u> |

See accompanying notes to the basic financial statements

Portage County, Ohio
Statement of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Child Welfare Levy Fund
For the Year Ended December 31, 2003

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive (Negative) |
|---|------------------|--------------------|--------------------|---|
| | Original | Final | | |
| Revenues | | | | |
| Property and Other Taxes | \$2,408,731 | \$2,408,731 | \$2,418,740 | \$10,009 |
| Intergovernmental | 1,602,226 | 1,674,217 | 1,762,490 | 88,273 |
| Charges for Services | 2,121,788 | 2,303,284 | 2,484,991 | 181,707 |
| <i>Total Revenues</i> | 6,132,745 | 6,386,232 | 6,666,221 | 279,989 |
| Expenditures | | | | |
| Current: | | | | |
| Human Services | 5,812,611 | 6,878,113 | 5,957,051 | 921,062 |
| <i>Excess of Revenues Over (Under) Expenditures</i> | 320,134 | (491,881) | 709,170 | 1,201,051 |
| Other Financing Uses | | | | |
| Advances Out | (327,222) | (327,223) | (327,223) | 0 |
| <i>Net Change in Fund Balance</i> | (7,088) | (819,104) | 381,947 | 1,201,051 |
| <i>Fund Balance Beginning of Year</i> | 940,857 | 2,010,579 | 2,010,579 | 0 |
| Prior Year Encumbrances Appropriated | 7,088 | 7,088 | 7,088 | 0 |
| <i>Fund Balance End of Year</i> | <u>\$940,857</u> | <u>\$1,198,563</u> | <u>\$2,399,614</u> | <u>\$1,201,051</u> |

See accompanying notes to the basic financial statements

Portage County, Ohio
Statement of Fund Net Assets
Proprietary Funds
December 31, 2003

| | Enterprise | | |
|--|---------------------|------------------------------------|----------------------------|
| | Nursing Home | Solid Waste Recycling Center | Portage County Sewer |
| Assets | | | |
| <i>Current Assets:</i> | | | |
| Equity in Pooled Cash and Cash Equivalents | \$821,667 | \$740,639 | \$5,052,070 |
| Cash and Cash Equivalents in Segregated Accounts | 6,733 | 0 | 0 |
| <i>Receivables:</i> | | | |
| Accounts | 0 | 340,594 | 1,136,931 |
| Materials and Supplies Inventory | 23,922 | 4,248 | 5,127 |
| Interfund Receivable | 0 | 0 | 0 |
| Current Portion of Assets Limited to Use | 0 | 0 | 0 |
| <i>Total Current Assets</i> | <u>852,322</u> | <u>1,085,481</u> | <u>6,194,128</u> |
| <i>Noncurrent Assets:</i> | | | |
| <i>Restricted Assets:</i> | | | |
| Intergovernmental Receivable | 0 | 0 | 0 |
| Assets Limited as to Use | | | |
| or Restricted (net of Current Portion) | 0 | 0 | 0 |
| Goodwill | 0 | 375,912 | 0 |
| Unamortized Bond Issue Costs | 0 | 0 | 0 |
| Other Assets | 0 | 0 | 0 |
| <i>Capital Assets:</i> | | | |
| Nondepreciable Capital Assets | 39,330 | 90,570 | 2,005,686 |
| Depreciable Capital Assets, Net | 9,175,207 | 1,913,016 | 30,431,251 |
| <i>Total Noncurrent Assets</i> | <u>9,214,537</u> | <u>2,379,498</u> | <u>32,436,937</u> |
| <i>Total Assets</i> | <u>\$10,066,859</u> | <u>\$3,464,979</u> | <u>\$38,631,065</u> |

Funds

| Portage County Water | Streetsboro Sewer | Robinson Memorial Portage County Hospital | Total | Internal Service |
|----------------------------|----------------------|--|----------------------|---------------------|
| \$2,194,307 | \$5,724,999 | \$0 | \$14,533,682 | \$9,987,867 |
| 0 | 0 | 6,468,190 | 6,474,923 | 2,769 |
| 228,941 | 424,643 | 18,431,215 | 20,562,324 | 0 |
| 8,108 | 10,167 | 4,379,617 | 4,431,189 | 53,258 |
| 0 | 0 | 0 | 0 | 1,560,224 |
| 0 | 0 | 637,632 | 637,632 | 0 |
| <u>2,431,356</u> | <u>6,159,809</u> | <u>29,916,654</u> | <u>46,639,750</u> | <u>11,604,118</u> |
| 0 | 119,930 | 0 | 119,930 | 0 |
| 0 | 0 | 71,730,817 | 71,730,817 | 0 |
| 0 | 0 | 0 | 375,912 | 0 |
| 103,904 | 0 | 0 | 103,904 | 0 |
| 0 | 0 | 2,308,880 | 2,308,880 | 0 |
| 2,024,520 | 472,417 | 4,745,230 | 9,377,753 | 149,000 |
| 12,172,912 | 22,469,701 | 57,846,403 | 134,008,490 | 18,986 |
| <u>14,301,336</u> | <u>23,062,048</u> | <u>136,631,330</u> | <u>218,025,686</u> | <u>167,986</u> |
| <u>\$16,732,692</u> | <u>\$29,221,857</u> | <u>\$166,547,984</u> | <u>\$264,665,436</u> | <u>\$11,772,104</u> |

(continued)

Portage County, Ohio
Statement of Fund Net Assets
Proprietary Funds (continued)
December 31, 2003

| | Enterprise | | |
|--|-----------------------------|------------------------------------|----------------------------|
| | Nursing Home | Solid Waste Recycling Center | Portage County Sewer |
| Liabilities | | | |
| <i>Current Liabilities:</i> | | | |
| Accounts Payable | \$172,849 | \$54,112 | \$154,678 |
| Accrued Wages | 126,874 | 40,528 | 28,473 |
| Intergovernmental Payable | 32,644 | 27,868 | 55,497 |
| Interfund Payable | 3,709,163 | 218,518 | 33,959 |
| Accrued Expenses | 0 | 0 | 0 |
| Accrued Interest Payable | 31,350 | 3,542 | 21,236 |
| Notes Payable | 0 | 0 | 1,312,000 |
| Revenue Bonds Payable | 75,000 | 45,000 | 192,223 |
| OPWC Loans Payable | 0 | 0 | 65,162 |
| OWDA Loans Payable | 0 | 0 | 189,420 |
| Long-term Debt | 0 | 0 | 0 |
| Claims Payable | 0 | 0 | 0 |
| <i>Total Current Liabilities</i> | <u>4,147,880</u> | <u>389,568</u> | <u>2,052,648</u> |
| <i>Long-Term Liabilities:</i> | | | |
| Compensated Absences Payable (net of current portion) | 138,695 | 94,934 | 39,160 |
| Revenue Bonds Payable (net of current portion) | 7,915,000 | 660,000 | 4,060,088 |
| OPWC Loans Payable (net of current portion) | 0 | 0 | 423,341 |
| OWDA Loans Payable (net of current portion) | 0 | 0 | 2,390,643 |
| Long-term Debt (net of current portion) | 0 | 0 | 0 |
| Self Insurance and Other Liabilities (net of current portion) | 0 | 0 | 0 |
| <i>Total Long-Term Liabilities</i> | <u>8,053,695</u> | <u>754,934</u> | <u>6,913,232</u> |
| <i>Total Liabilities</i> | <u>12,201,575</u> | <u>1,144,502</u> | <u>8,965,880</u> |
| Net Assets | | | |
| Invested in Capital Assets, Net of Related Debt | 1,224,537 | 1,298,586 | 23,804,060 |
| Restricted for Other Purposes | 0 | 0 | 0 |
| Unrestricted (Deficit) | <u>(3,359,253)</u> | <u>1,021,891</u> | <u>5,861,125</u> |
| <i>Total Net Assets (Deficit)</i> | <u><u>(\$2,134,716)</u></u> | <u><u>\$2,320,477</u></u> | <u><u>\$29,665,185</u></u> |

Net assets reported for business-type activities in the statement of net assets are different because they include accumulated overpayments to the internal service funds:

Net assets of business-type activities

See accompanying notes to the basic financial statements

Funds

| Portage County Water | Streetsboro Sewer | Robinson Memorial Portage County Hospital | Total | Internal Service |
|----------------------------|----------------------|--|----------------------|---------------------|
| \$270,771 | \$315,699 | \$5,617,815 | \$6,585,924 | \$251,353 |
| 14,462 | 31,032 | 2,378,133 | 2,619,502 | 11,853 |
| 6,553 | 4,466 | 0 | 127,028 | 1,090,874 |
| 19,394 | 27,120 | 0 | 4,008,154 | 307,036 |
| 0 | 0 | 3,298,211 | 3,298,211 | 0 |
| 37,060 | 3,068 | 0 | 96,256 | 0 |
| 2,211,000 | 0 | 0 | 3,523,000 | 0 |
| 397,339 | 46,099 | 0 | 755,661 | 0 |
| 43,068 | 34,205 | 0 | 142,435 | 0 |
| 9,128 | 716,933 | 0 | 915,481 | 0 |
| 0 | 0 | 3,501,496 | 3,501,496 | 0 |
| 0 | 0 | 0 | 0 | 2,495,420 |
| <u>3,008,775</u> | <u>1,178,622</u> | <u>14,795,655</u> | <u>25,573,148</u> | <u>4,156,536</u> |
| 163,205 | 54,121 | 2,561,384 | 3,051,499 | 67,382 |
| 6,170,204 | 768,814 | 0 | 19,574,106 | 0 |
| 196,476 | 144,907 | 0 | 764,724 | 0 |
| 36,516 | 9,603,816 | 0 | 12,030,975 | 0 |
| 0 | 0 | 38,642,401 | 38,642,401 | 0 |
| 0 | 0 | 1,926,053 | 1,926,053 | 0 |
| <u>6,566,401</u> | <u>10,571,658</u> | <u>43,129,838</u> | <u>75,989,758</u> | <u>67,382</u> |
| <u>9,575,176</u> | <u>11,750,280</u> | <u>57,925,493</u> | <u>101,562,906</u> | <u>4,223,918</u> |
| 5,237,605 | 11,627,344 | 22,839,470 | 66,031,602 | 167,986 |
| 0 | 119,930 | 2,054,180 | 2,174,110 | 0 |
| <u>1,919,911</u> | <u>5,724,303</u> | <u>83,728,841</u> | <u>94,896,818</u> | <u>7,380,200</u> |
| <u>\$7,157,516</u> | <u>\$17,471,577</u> | <u>\$108,622,491</u> | 163,102,530 | <u>\$7,548,186</u> |
| | | | <u>1,228,115</u> | |
| | | | <u>\$164,330,645</u> | |

Portage County, Ohio
*Statement of Revenues,
Expenses and Changes in Fund Net Assets
Proprietary Funds
For the Year Ended December 31, 2003*

| | Enterprise | | | |
|---|-----------------------------|------------------------------------|----------------------------|----------------------------|
| | Nursing Home | Solid Waste Recycling Center | Portage County Sewer | Portage County Water |
| Operating Revenues | | | | |
| Charges for Services Pledged as Security for Revenue Bonds | \$438,618 | \$90,525 | \$461,391 | \$815,181 |
| Charges for Services - Unpledged | 5,517,140 | 2,793,903 | 3,338,607 | 1,703,843 |
| Tap-In Fees | 0 | 0 | 829,856 | 151,495 |
| Other | 3,026 | 1,710 | 94,437 | 92,260 |
| <i>Total Operating Revenues</i> | <u>5,958,784</u> | <u>2,886,138</u> | <u>4,724,291</u> | <u>2,762,779</u> |
| Operating Expenses | | | | |
| Personal Services | 3,695,049 | 1,666,945 | 1,091,597 | 587,070 |
| Contractual Services | 1,204,198 | 703,868 | 1,020,254 | 386,213 |
| Materials and Supplies | 481,234 | 200,715 | 266,472 | 299,213 |
| Depreciation and Amortization | 430,778 | 275,535 | 915,389 | 373,868 |
| Claims | 0 | 0 | 0 | 0 |
| Bad Debts | 0 | 0 | 0 | 0 |
| Other | 17,521 | 36,042 | 0 | 0 |
| <i>Total Operating Expenses</i> | <u>5,828,780</u> | <u>2,883,105</u> | <u>3,293,712</u> | <u>1,646,364</u> |
| <i>Operating Income</i> | <u>130,004</u> | <u>3,033</u> | <u>1,430,579</u> | <u>1,116,415</u> |
| Non-Operating Revenues (Expenses) | | | | |
| Interest | 0 | 0 | 2,946 | 16,373 |
| Contributions and Donations | 831 | 0 | 0 | 0 |
| Operating Grants | 0 | 84,988 | 1,073,429 | 137,743 |
| Interest and Fiscal Charges | (383,437) | (56,890) | (419,517) | (446,905) |
| Contributions | 0 | 0 | 0 | 0 |
| Other Non-Operating Revenues | 17,619 | 0 | 8,685 | 14,636 |
| <i>Total Non-Operating Revenues (Expenses)</i> | <u>(364,987)</u> | <u>28,098</u> | <u>665,543</u> | <u>(278,153)</u> |
| <i>Income (Loss) before Transfers</i> | <u>(234,983)</u> | <u>31,131</u> | <u>2,096,122</u> | <u>838,262</u> |
| Transfers Out | 0 | 0 | (23,164) | 0 |
| <i>Change in Net Assets</i> | <u>(234,983)</u> | <u>31,131</u> | <u>2,072,958</u> | <u>838,262</u> |
| <i>Net Assets (Deficit) Beginning of Year - Restated (See Note 3)</i> | <u>(1,899,733)</u> | <u>2,289,346</u> | <u>27,592,227</u> | <u>6,319,254</u> |
| <i>Net Assets (Deficit) End of Year</i> | <u><u>(\$2,134,716)</u></u> | <u><u>\$2,320,477</u></u> | <u><u>\$29,665,185</u></u> | <u><u>\$7,157,516</u></u> |

Some amounts reported for business-type activities in the statement of activities are different because a portion of the net expense of the internal service funds is reported with business-type activities.

Change in net assets of business-type activities

See accompanying notes to the basic financial statements

| <u>Funds</u> | | | |
|------------------------------|--|--------------------|-----------------------------|
| <u>Streetsboro Sewer</u> | <u>Robinson Memorial Portage County Hospital</u> | <u>Total</u> | <u>Internal Service</u> |
| \$85,469 | \$0 | \$1,891,184 | \$0 |
| 2,952,446 | 118,122,723 | 134,428,662 | 11,163,467 |
| 505,816 | 0 | 1,487,167 | 0 |
| 84,369 | 3,017,340 | 3,293,142 | 0 |
| <u>3,628,100</u> | <u>121,140,063</u> | <u>141,100,155</u> | <u>11,163,467</u> |
| 705,787 | 66,381,311 | 74,127,759 | 908,900 |
| 285,855 | 9,632,749 | 13,233,137 | 2,827,703 |
| 0 | 29,040,309 | 30,287,943 | 389,040 |
| 595,136 | 6,874,856 | 9,465,562 | 4,728 |
| 0 | 0 | 0 | 5,675,603 |
| 0 | 7,156,644 | 7,156,644 | 0 |
| 0 | 0 | 53,563 | 2,317 |
| <u>1,586,778</u> | <u>119,085,869</u> | <u>134,324,608</u> | <u>9,808,291</u> |
| <u>2,041,322</u> | <u>2,054,194</u> | <u>6,775,547</u> | <u>1,355,176</u> |
| 0 | 2,524,483 | 2,543,802 | 0 |
| 0 | 0 | 831 | 0 |
| 3,157 | 0 | 1,299,317 | 0 |
| (383,774) | (2,363,203) | (4,053,726) | 0 |
| 0 | 447,976 | 447,976 | 0 |
| 0 | 0 | 40,940 | 0 |
| <u>(380,617)</u> | <u>609,256</u> | <u>279,140</u> | <u>0</u> |
| 1,660,705 | 2,663,450 | 7,054,687 | 1,355,176 |
| 0 | 0 | (23,164) | 0 |
| 1,660,705 | 2,663,450 | 7,031,523 | 1,355,176 |
| <u>15,810,872</u> | <u>105,959,041</u> | | <u>6,193,010</u> |
| <u>\$17,471,577</u> | <u>\$108,622,491</u> | | <u>\$7,548,186</u> |
| | | <u>220,858</u> | |
| | | <u>\$7,252,381</u> | |

Portage County, Ohio
Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2003

| | Enterprise | | |
|---|------------------|------------------------------------|----------------------------|
| | Nursing Home | Solid Waste Recycling Center | Portage County Sewer |
| Increase (Decrease) in Cash and Cash Equivalents | | | |
| Cash Flows from Operating Activities | | | |
| Cash Received from Customers | \$5,955,758 | \$2,965,776 | \$3,911,645 |
| Cash Received from Interfund Services Provided | 0 | 0 | 0 |
| Tap In Fees | 0 | 0 | 829,856 |
| Other Cash Receipts | 3,026 | 1,710 | 94,437 |
| Non-Operating Revenues | 17,619 | 0 | 8,685 |
| Cash Payments to Employees for Services | (3,585,485) | (1,640,570) | (1,091,172) |
| Cash Payments for Goods and Services | (1,664,277) | (881,262) | (1,383,035) |
| Cash Payments for Claims | 0 | 0 | 0 |
| Other Cash Payments | (17,521) | (24,417) | 0 |
| <i>Net Cash Provided by Operating Activities</i> | <u>709,120</u> | <u>421,237</u> | <u>2,370,416</u> |
| Cash Flows from Noncapital Financing Activities | | | |
| Operating Grants Received | 0 | 84,988 | 1,073,429 |
| Contributions and Donations | 831 | 0 | 0 |
| Gifts, Grants and Bequests Received | 0 | 0 | 0 |
| Advances In | 0 | 0 | 54,022 |
| Advances Out | (100,000) | (65,570) | 0 |
| Transfers Out | 0 | 0 | (23,164) |
| <i>Net Cash Provided by (Used in) Noncapital Financing Activities</i> | <u>(99,169)</u> | <u>19,418</u> | <u>1,104,287</u> |
| Cash Flows from Capital and Related Financing Activities | | | |
| Proceeds from Sale of Notes | 0 | 0 | 1,312,000 |
| Proceeds from Loans | 0 | 0 | 0 |
| Principal Paid on Revenue Bonds | (55,000) | (45,000) | (288,386) |
| Interest Paid on Revenue Bonds | (383,617) | (57,089) | (192,755) |
| Principal Paid on Loans | 0 | 0 | (239,213) |
| Interest Paid on Loans | 0 | 0 | (157,661) |
| Principal Paid on Notes | 0 | 0 | (1,346,000) |
| Interest Paid on Notes | 0 | 0 | (76,882) |
| Principal Paid on Long-term Debt | 0 | 0 | 0 |
| Interest Paid on Long-term Debt | 0 | 0 | 0 |
| Payments for Capital Acquisitions | (34,438) | (67,658) | (1,532,754) |
| <i>Net Cash Used in Capital and Related Financing Activities</i> | <u>(473,055)</u> | <u>(169,747)</u> | <u>(2,521,651)</u> |
| Cash Flows from Investing Activities | | | |
| Interest on Investments | 0 | 0 | 2,946 |
| Change in assets limited as to use | 0 | 0 | 0 |
| <i>Net Cash Provided by Investing Activities</i> | <u>0</u> | <u>0</u> | <u>2,946</u> |
| <i>Net Increase (Decrease) in Cash and Cash Equivalent</i> | 136,896 | 270,908 | 955,998 |
| <i>Cash and Cash Equivalents Beginning of Year</i> | <u>691,504</u> | <u>469,731</u> | <u>4,096,072</u> |
| <i>Cash and Cash Equivalents End of Year</i> | <u>\$828,400</u> | <u>\$740,639</u> | <u>\$5,052,070</u> |

| Funds | | | | |
|----------------------------|----------------------|--|---------------------|---------------------|
| Portage County Water | Streetsboro Sewer | Robinson Memorial Portage County Hospital | Total | Internal Service |
| \$2,494,915 | \$3,002,373 | \$108,046,301 | \$126,376,768 | \$0 |
| 0 | 0 | 0 | 0 | 10,883,103 |
| 151,495 | 505,816 | 0 | 1,487,167 | 0 |
| 92,260 | 124,345 | 3,017,340 | 3,333,118 | 0 |
| 14,636 | 0 | 0 | 40,940 | 0 |
| (637,817) | (743,564) | (65,088,199) | (72,786,807) | (980,774) |
| (495,616) | 0 | (38,725,195) | (43,149,385) | (2,759,998) |
| 0 | 0 | 0 | 0 | (6,241,652) |
| 0 | 0 | 0 | (41,938) | (2,317) |
| <u>1,619,873</u> | <u>2,888,970</u> | <u>7,250,247</u> | <u>15,259,863</u> | <u>898,362</u> |
| 137,743 | 3,157 | 0 | 1,299,317 | 0 |
| 0 | 0 | 0 | 831 | 0 |
| 0 | 0 | 447,976 | 447,976 | 0 |
| 0 | 0 | 0 | 54,022 | 244,000 |
| 0 | 0 | 0 | (165,570) | 0 |
| 0 | 0 | 0 | (23,164) | 0 |
| <u>137,743</u> | <u>3,157</u> | <u>447,976</u> | <u>1,613,412</u> | <u>244,000</u> |
| 2,211,000 | 0 | 0 | 3,523,000 | 0 |
| 0 | 978,067 | 0 | 978,067 | 0 |
| (467,045) | (45,540) | 0 | (900,971) | 0 |
| (411,735) | (42,847) | 0 | (1,088,043) | 0 |
| (52,199) | (635,659) | 0 | (927,071) | 0 |
| (5,255) | (341,059) | 0 | (503,975) | 0 |
| (1,683,000) | 0 | 0 | (3,029,000) | 0 |
| (27,311) | 0 | 0 | (104,193) | 0 |
| 0 | 0 | (3,102,109) | (3,102,109) | 0 |
| 0 | 0 | (2,344,536) | (2,344,536) | 0 |
| (1,514,645) | (1,890,482) | (14,427,079) | (19,467,056) | (10,351) |
| <u>(1,950,190)</u> | <u>(1,977,520)</u> | <u>(19,873,724)</u> | <u>(26,965,887)</u> | <u>(10,351)</u> |
| 16,373 | 0 | 4,041,695 | 4,061,014 | 0 |
| 0 | 0 | 8,219,974 | 8,219,974 | 0 |
| <u>16,373</u> | <u>0</u> | <u>12,261,669</u> | <u>12,280,988</u> | <u>0</u> |
| (176,201) | 914,607 | 86,168 | 2,188,376 | 1,132,011 |
| <u>2,370,508</u> | <u>4,810,392</u> | <u>6,382,022</u> | <u>18,820,229</u> | <u>8,858,625</u> |
| <u>\$2,194,307</u> | <u>\$5,724,999</u> | <u>\$6,468,190</u> | <u>\$21,008,605</u> | <u>\$9,990,636</u> |

(continued)

Portage County, Ohio
Statement of Cash Flows
Proprietary Funds (continued)
For the Year Ended December 31, 2003

| | Enterprise | | |
|--|------------------|------------------------------------|----------------------------|
| | Nursing Home | Solid Waste Recycling Center | Portage County Sewer |
| Reconciliation of Operating Income to Net Cash Provided by Operating Activities | | | |
| Operating Income | \$130,004 | \$3,033 | \$1,430,579 |
| Adjustments: | | | |
| Depreciation and Amortization | 430,778 | 275,535 | 915,389 |
| Provision for Doubtful Accounts | 0 | 0 | 0 |
| Non-Operating Revenues | 17,619 | 0 | 8,685 |
| (Increase) Decrease in Assets: | | | |
| Accounts Receivable | 0 | 81,348 | 111,647 |
| Intergovernmental Receivable | 0 | 0 | 0 |
| Materials and Supplies Inventory | (23,922) | 403 | (1,969) |
| Interfund Receivable | 0 | 0 | 0 |
| Other Assets | 0 | 0 | 0 |
| Increase (Decrease) in Liabilities: | | | |
| Accounts Payable | 38,274 | 24,249 | (94,598) |
| Accrued Wages | 15,525 | 6,364 | 6,790 |
| Compensated Absences Payable | 89,574 | 11,828 | (13,596) |
| Interfund Payable | (3,447) | 7,177 | 6,241 |
| Retainage Payable | 0 | 0 | 0 |
| Intergovernmental Payable | 14,715 | 11,300 | 1,248 |
| Claims Payable | 0 | 0 | 0 |
| Accrued Hospital Expenses | 0 | 0 | 0 |
| Estimated Third-Party Payer Settlements | 0 | 0 | 0 |
| Self Insurance and Other Liabilities | 0 | 0 | 0 |
| <i>Total Adjustments</i> | <u>579,116</u> | <u>418,204</u> | <u>939,837</u> |
| <i>Net Cash Provided by Operating Activities</i> | <u>\$709,120</u> | <u>\$421,237</u> | <u>\$2,370,416</u> |

See accompanying notes to the basic financial statements

| Funds | | | | |
|----------------------------|----------------------|--|--------------|---------------------|
| Portage County Water | Streetsboro Sewer | Robinson Memorial Portage County Hospital | Total | Internal Service |
| \$1,116,415 | \$2,041,322 | \$2,054,194 | \$6,775,547 | \$1,355,176 |
| 373,868 | 595,136 | 6,874,856 | 9,465,562 | 4,728 |
| 0 | 0 | 7,156,644 | 7,156,644 | 0 |
| 14,636 | 0 | 0 | 40,940 | 0 |
| (24,109) | (35,542) | (10,269,263) | (10,135,919) | 0 |
| 0 | 39,976 | 0 | 39,976 | 0 |
| 881 | 488 | (303,669) | (327,788) | (30,998) |
| 0 | 0 | 0 | 0 | (280,364) |
| 0 | 0 | 191,407 | 191,407 | 0 |
| 185,292 | 286,831 | 439,800 | 879,848 | 122,642 |
| 2,274 | 14,926 | 831,089 | 876,968 | 1,708 |
| (56,662) | (18,788) | 112,023 | 124,379 | (725) |
| 2,482 | 4,598 | 0 | 17,051 | (5,164) |
| 0 | (42,110) | 0 | (42,110) | 0 |
| 4,796 | 2,133 | 0 | 34,192 | 297,408 |
| 0 | 0 | 0 | 0 | (566,049) |
| 0 | 0 | 247,522 | 247,522 | 0 |
| 0 | 0 | 195,319 | 195,319 | 0 |
| 0 | 0 | (279,675) | (279,675) | 0 |
| 503,458 | 847,648 | 5,196,053 | 8,484,316 | (456,814) |
| \$1,619,873 | \$2,888,970 | \$7,250,247 | \$15,259,863 | \$898,362 |

Portage County, Ohio
Statement of Fiduciary Net Assets
Fiduciary Funds
December 31, 2003

| | Private Purpose Trust | Agency |
|---|--------------------------|----------------------|
| Assets | | |
| Equity in Pooled Cash and Cash Equivalents | \$7,583 | \$10,018,912 |
| Cash and Cash Equivalents In Segregated Accounts | 0 | 2,326,738 |
| Intergovernmental Receivable | 0 | 9,191,229 |
| Property Taxes Receivable | 0 | 153,295,798 |
| Special Assessment Receivable | 0 | 4,496,414 |
| <i>Total Assets</i> | <u>7,583</u> | <u>\$179,329,091</u> |
| Liabilities | | |
| Accounts Payable | 0 | 58,800 |
| Accrued Wages | 0 | 92,893 |
| Compensated Absences Payable | 0 | 256,773 |
| Intergovernmental Payable | 0 | 174,418,330 |
| Undistributed Assets | 0 | 1,701,131 |
| Loan Payable | 0 | 471,000 |
| Deposits Held and Due to Others | 0 | 2,330,164 |
| <i>Total Liabilities</i> | <u>0</u> | <u>\$179,329,091</u> |
| Net Assets | | |
| Held in Trust for Flags | 1,000 | |
| Held in Trust for Children Detention Center | 2,500 | |
| Unrestricted | <u>4,083</u> | |
| <i>Total Net Assets</i> | <u>\$7,583</u> | |

See accompanying notes to the basic financial statements

Portage County, Ohio
Statement of Changes in Fiduciary Net Assets
Fiduciary Funds
For the Year Ended December 31, 2003

| | Private Purpose Trust |
|-------------------------------|--------------------------|
| Additions | |
| Interest | \$188 |
| Deductions | 0 |
| <i>Change in Net Assets</i> | 188 |
| <i>Net Assets - Beginning</i> | 7,395 |
| <i>Net Assets - Ending</i> | \$7,583 |

See accompanying notes to the basic financial statements

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Portage County, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2003

Note 1 - Description of the County and Reporting Entity

Portage County, Ohio (The "County") was created in 1808. The three member Board of Commissioners is the legislative and executive body of the County. An elected County Auditor serves as chief fiscal officer. In addition, there are other officials elected by the voters of the County that manage various segments of the County's operations. These are the County Treasurer, Recorder, Clerk of Courts, Coroner, Engineer, Prosecuting Attorney, Sheriff, two Common Pleas Court Judges, a Probate Court Judge, three County Municipal Judges, a Domestic Relations Court Judge and five Appeals Court Judges. Although these elected officials manage the internal operations of their respective departments, the County Commissioners authorize expenditures as well as serve as the budget and taxing authority, contracting body, and the chief administrators of public services for the County, including each of these departments.

Reporting Entity

A reporting entity is comprised of the primary government, component units and other organizations that are included to ensure that the financial statements are not misleading. The primary government consists of all funds, departments, boards and agencies that are not legally separate from the County. For Portage County, this includes the Robinson Memorial Portage County Hospital and Subsidiaries, Portage County Community Mental Health Recovery Board, Portage County Board of Mental Retardation and Developmental Disabilities (MRDD), Portage County Solid Waste Management District, Portage County Sewer District, Portage County Water District, Streetsboro Regional Sewer District and all departments and activities that are directly operated by the elected County officials.

Component units are legally separate organizations for which the County is financially accountable. The County is financially accountable for an organization if the County appoints a voting majority of the organization's governing board; and (1) the County is able to significantly influence the programs or services performed or provided by the organization; or (2) the County is legally entitled to or can otherwise access the organization's resources; the County is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or the County is obligated for the debt of the organization. Component units may also include organizations for which the County authorizes the issuance of debt or the levying of taxes, or determines the budget.

The component unit column in the financial statements identifies the financial data of the County's component units, Portage Industries, Inc. and the Portage County Regional Airport Authority. They are reported separately to emphasize that they are legally separate from the County.

Portage Industries, Inc. (Organization) Portage Industries, Inc. is a legally separate, non-governmental, non-profit organization, served by a self-appointing board of trustees. The Organization, under a contractual agreement with the Portage County Board of Mental Retardation and Developmental Disabilities, provides a comprehensive program of services, including employment for mentally retarded and developmentally disabled citizens. The Portage County Board of MRDD provides the Organization with resources and personnel for the operation of the Organization including staff salaries and benefits and certain supplies and advertising. Based on the significant services and resources provided by the County to the Organization and the Organization's sole purpose of providing assistance to the retarded and handicapped adults of Portage County, Portage Industries, Inc. is reflected as a component unit of Portage County. Portage Industries, Inc. operates on a fiscal year ending December 31. Information relative to the component unit is identified in Note 28. Separately issued financial statements can be obtained from Portage Industries, Inc., 7008 State Route 88, Ravenna, Ohio 44266.

Portage County, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2003

Portage County Regional Airport Authority (Authority) The Portage County Regional Airport Authority was created by resolution of the County Commissioners under the authority of Chapter 308 of the Ohio Revised Code. The Authority is governed by a seven member board of trustees appointed by the County Commissioners. The Board of Trustees has the authority to exercise all of the powers and privileges provided under the law. These powers include the ability to sue or be sued in its corporate name, the power to establish and collect rates, rentals and other charges, the authority to acquire, construct, operate, manage and maintain airport facilities, the authority to buy and sell real and personal property and the authority to issue debt for acquiring or constructing any facility or permanent improvement. The Authority serves as custodian of its own funds and maintains all records and accounts independent of Portage County. The Authority imposes a financial burden on the County; therefore, the Authority is a component unit of the County. Information relative to the component unit is identified in Note 29. Separate financial statements can be obtained from Portage County Regional Airport Authority, P.O. Box 792, Ravenna, Ohio 44266.

The County is associated with certain organizations which are defined as Jointly Governed Organizations, Related Organizations and Joint Ventures. These organizations are presented in Notes 24, 25 and 26 to the basic financial statements. These organizations are:

- Portage County Regional Planning Commission
- Northeast Ohio Four County Regional Planning and Development Organization
- Akron Metropolitan Area Transportation Study
- Northeast Ohio Trade and Economic Consortium
- Northeast Ohio Community Alternative Program Facility
- North East Ohio Network
- Portage Area Development Corporation
- Portage County Family and Children First Council
- Portage County District Library
- Portage County Park District
- Portage Geauga Juvenile Detention and Rehabilitation Center

As the custodian of public funds, the County Treasurer invests all public monies held on deposit in the County treasury. In the case of the separate agencies, boards and commissions listed below the County Auditor serves as fiscal agent but the organizations are not considered part of Portage County. Accordingly, the activity of the following entities is presented as agency funds within Portage County's financial statements:

- Portage County General Health District
- Portage County Soil and Water Conservation District

Information in the notes to the basic financial statements is applicable to the primary government. Information for the component unit is presented in Notes 27 and 28.

Note 2 - Summary of Significant Accounting Policies

The financial statements of the Portage County have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to local governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial 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 to its proprietary funds provided they do not conflict with or contradict GASB pronouncements. The County

Portage County, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2003

has decided not to apply FASB Statements issued after November 30, 1989 to its business type activities and enterprise funds. The most significant of the County's accounting policies are described below.

A. Basis of Presentation

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

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 activity of the internal service funds is 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.

The statement of net assets presents the financial condition of the governmental and business-type activities of the County at year-end. The statement of activities presents a comparison between direct expenses and program revenues for each program or function of the County's governmental activities and for the business-type activities of the County. Direct expenses are those that are specifically associated with a service, program or department and therefore clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program, grants and contributions that are restricted to meeting the operational or capital requirements of a particular program and interest earned on grants that is required to be used to support a particular program. Revenues which are not classified as program revenues are presented as general revenues of the County, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each governmental program or business activity is self-financing or draws from the general revenues of the County.

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

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 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 Fund The general fund accounts for all financial resources except those required to be accounted for in another fund. The general fund balance is available to the County for any purpose provided it is expended or transferred according to the general laws of Ohio.

Portage County, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2003

Mental Health and Recovery Board The mental health and recovery board fund accounts for a County-wide property tax levy and Federal and State grants that are expended primarily to pay the cost of contracts with local mental health agencies that provide services to the public.

Mental Retardation and Developmental Disabilities The mental retardation and developmental disabilities fund accounts for the operations of a school and the costs of administering a workshop for the mentally retarded and developmentally disabled. Revenue sources are a County-wide property tax levy and Federal and State grants.

Child Welfare Levy The child welfare levy fund accounts for a County-wide property tax levy, State grants and charges for services that are used for foster care services and related welfare expenditures.

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

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 following are the County's major enterprise funds:

Nursing Home The nursing home fund accounts for nursing home services provided to residents of the County. The costs of providing these services are financed primarily through user charges.

Solid Waste Recycling Center The solid waste recycling center fund accounts for revenues generated from charges and sales of recyclable materials used to operate a solid waste management program.

Portage County Sewer The Portage County sewer fund accounts for sewer services to County individuals and commercial users in the County.

Portage County Water The Portage County water fund accounts for revenues generated from the charges for distribution of water to the residential and commercial users of the County.

Streetsboro Sewer The Streetsboro sewer fund accounts for sewer services to Streetsboro City individuals and commercial users in the City.

Robinson Memorial Portage County Hospital The Robinson Memorial Portage County Hospital fund accounts for the daily operations of the County hospital which provides health care services.

Internal Service Funds Internal service funds account 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 funds report on central services for purchasing supplies, general printing, and vehicle maintenance services and on self-insurance programs for employee medical benefits and workers' compensation.

Portage County, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2003

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 private-purpose trust funds and agency funds. The private purpose trust funds are used to benefit the subdivisions and for a detention center. The agency funds are used to collect and distribute taxes and various State and Federal monies.

C. Measurement Focus

Government-wide Financial Statements The government-wide financial statements are prepared using a flow of economic resources measurement focus. All assets and all liabilities associated with the operation of the County are included on the Statement of Net Assets. The Statement of Activities presents increases (e.g. revenues) and decreases (e.g. expenses) in total net assets.

Fund Financial Statements All governmental funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. The statement of revenues, expenditures and changes in fund balances reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of the government-wide 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.

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

The private purpose trust funds are reported using a flow of economic resources measurement focus.

D. Basis of Accounting

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

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

Portage County, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2003

Nonexchange transactions, in which the County receives value without directly giving equal value in return, include sales taxes, property taxes and grants, entitlements and donations. On an accrual basis, revenue from sales taxes is recognized in the period in which the sale occurred. Revenue from property taxes is recognized in the year for which the taxes are levied (See Note 7). Revenue from grants, entitlements and donations is recognized in the 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 the modified accrual basis, revenue from 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 (See Note 8), interest, federal and state grants and subsidies, state-levied locally shared taxes (including gasoline tax and motor vehicle license fees), fees and rentals.

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

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

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

Expenses/Expenditures On the 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.

E. Cash and Cash Equivalents

To improve cash management, cash received by the County Treasurer is pooled. Monies for all funds are maintained in this pool. Individual fund integrity is maintained through County records. Each fund's interest in the pool is presented as "equity in pooled cash and cash equivalents".

Various departments within the County have segregated bank accounts for monies held separate from the County's central bank account. These accounts are presented as "cash and cash equivalents/investments in segregated accounts" since they are not required to be deposited with the County Treasurer.

The County utilizes a financial institution to account for a retainage account. The balance in this account is presented as "cash and cash equivalents with escrow agent".

During 2003, investments included manuscript bonds, STAROhio, government securities including federal home loan bank notes, federal home loan mortgage corporation notes, federal metropolitan housing authority notes, farmers home administration notes, federal national mortgage association notes, equity securities, small business administration loans, and United States Treasury obligations.

Portage County, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2003

Investments are reported at fair value which is based on quoted market prices, with the exception of nonparticipating repurchase agreements and certificates of deposit, which are reported at cost.

For the Hospital, assets limited as to use or restricted, including cash and cash equivalents, are invested in STAROhio, money market accounts, government securities and certificates of deposit and are stated at fair value.

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

Under existing Ohio statutes all investment earnings are assigned to the general fund unless statutorily required to be credited to a specific fund. Interest revenue credited to the general fund during 2003 amounted to \$1,724,829, which includes \$1,431,665 assigned from other County funds.

Investments with an original maturity of three months or less at the time of purchase and investments of the cash management pool are presented on the financial statements as cash equivalents.

F. 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 at the time of purchase and reflecting the expenditure/expense in the year in which the services are consumed.

G. Inventory

Inventories are presented at cost on a first-in, first-out basis and are expended/expensed when used. Inventory consists of expendable supplies held for consumption.

H. Goodwill

Goodwill for the Hospital relates to the acquisition of Med-Center, a wholly owned subsidiary of the Hospital, as well as other asset acquisitions. Goodwill also includes a 1992 Solid Waste acquisition. Goodwill is being amortized on a straight-line method based on the estimated lives of the acquired assets.

I. Assets Limited as to Use or Restricted

Investments set aside for Hospital Board-designated purposes for future capital improvements or limited by financing, insurance, or other similar arrangements are considered to be assets limited as to use or restricted.

J. Donations, Other Than Cash

For the Hospital, donated supplies, property and equipment, and investments are recorded at fair market value at date of donation, which is then treated as cost.

Portage County, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2003

K. Restricted Assets

Assets are reported as restricted when limitations on their use change the nature or normal understanding of the availability of the asset. Such constraints are either externally imposed by creditors, contributors, grantors, or laws of other governments, or are imposed by law through constitutional provisions or enabling legislation. The restricted asset in the Streetsboro sewer fund represents an intergovernmental receivable from Summit County that will be used to repay debt. Restricted funds are those whose use by the Hospital has been limited by donors to a specific time period or purpose or to be maintained by the Hospital in perpetuity. When a donor restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), restricted funds are reclassified as unrestricted funds.

L. Capital Assets

General capital assets are capital assets which are associated with and generally arise from governmental activities. They generally result from expenditures in the governmental funds. General capital 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 one thousand dollars with the exception of land as land was listed regardless of cost. 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. Interest incurred during the construction of proprietary fund capital assets is also capitalized.

All capital assets are depreciated except for land and construction in progress. 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 replacement. Depreciation is computed using the straight-line method over the following useful lives:

| Description | Governmental Activities Estimated Lives | Business Type Activities Estimated Lives |
|---------------------------|---|--|
| Buildings and Improvement | 15 - 45 years | 15 - 40 years |
| Furniture and Fixtures | 15 years | 5 - 20 years |
| Equipment | N/A | 5 years |
| Vehicles | 10 years | 5 years |
| Equity in Joint Venture | 10 - 80 years | N/A |
| Infrastructure | 10 - 50 years | 50 years |

The County's infrastructure consists of bridges, culverts, curbs, sidewalks, storm sewers, streets and water and sewer lines.

M. Interfund Balances

On fund financial statements, outstanding interfund loans and unpaid amounts for interfund services are reported as "interfund receivables/payables". Interfund loans which do not represent available expendable resources are offset by a fund balance reserve account. Interfund balance amounts are eliminated in the

Portage County, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2003

statement of net assets, except for any net residual amounts due between governmental and business-type activities, which are presented as internal balances.

N. Compensated Absences

Vacation benefits are accrued as a liability as the benefits are earned if the employees' rights to receive compensation are attributable to services already rendered and it is probable that the employer will compensate the employees for the benefits through paid time off or some other means. The County records a liability for all accumulated unused vacation time when earned for all employees with more than one year of service.

Sick leave benefits are accrued as a liability using the termination payment method. An accrual for earned sick leave is made to the extent that it is probable that benefits will result in termination payments. The liability is based on the County's past experience of making termination payments.

O. 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 on the proprietary fund financial statements.

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 on the governmental fund financial statements when due.

P. Bond Discount/Issuance Costs

Bond discounts and issuance costs for governmental and business-type activities and for proprietary fund types are deferred and amortized over the term of the bonds using the straight-line method since the results are not significantly different from the effective interest method. Bond discounts are presented as a reduction of the face amount of bonds payable whereas issuance costs are recorded as deferred charges, which is included in other assets on the statement of net assets. The amount of issuance costs on the current year issues were immaterial.

Q. Net Patient Service Revenue

Net patient service revenue is reported at the estimated net realizable amounts from patients, third-party payors, and others for services rendered, including estimated retroactive adjustments under payment agreements with third-party payors. Retroactive adjustments are accrued on an estimated basis in the period the related services are rendered and adjusted in future periods as final settlements are determined.

R. Charity Care

The Hospital provides care without charge to patients who meet certain criteria under its charity care policy. Because the Hospital does not pursue collection of amounts determined to qualify as charity care, they are not reported as revenue.

Portage County, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2003

The Hospital maintains records to identify and monitor the level of direct charity care it provides. For 2003, the estimated charges forgone of providing charity care services and supplies were \$5,046,000.

S. Concentrations of Credit Risk

Financial instruments which potentially subject the Hospital to concentrations of credit risk consist principally of cash and cash equivalents and patient accounts receivable.

The Hospital invests its cash and cash equivalents in highly rated financial instruments including insured deposits, uninsured deposits, U.S. Treasury obligations, State Treasury Asset Reserve Funds of Ohio (STAROhio) and equity securities. With the exception of U.S. Treasury obligations, there is no significant concentration in one investment or group of similar investments.

The Hospital's concentration of credit risk relating to patient accounts receivable is limited by the diversity and number of the Hospital's patients and payors. Patient accounts receivable consists of amounts due from government programs, commercial insurance companies, private pay patients, and other group insurance programs. Revenues from the Medicare program accounted for approximately 27 percent of the Hospital's net patient service revenue for the year ended December 31, 2003, Medicaid accounted for approximately 7 percent for the year ended December 31, 2003, and Blue Cross accounted for 24 percent for the year ended December 31, 2003. Excluding Medicare and Blue Cross, no other payor source represents more than 10 percent of the Hospital's patient accounts receivable. The Hospital maintains an allowance for doubtful accounts based on the expected collectibility of patient accounts receivable.

T. Fund Balance Reserves

The County reserves those portions of fund balance which are legally segregated for a specific future use or which do not represent expendable resources and therefore are not available for appropriation or expenditure. Fund balance reserves have been established for encumbrances, loans to component units, loans receivable (revolving loan monies loaned to local businesses) and unclaimed monies. Under Ohio law, unclaimed monies are not available for appropriation until they have remained unclaimed for five years.

U. 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 constitutional provisions or enabling legislation or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. Net assets restricted for other purposes include mental health, real estate assessment, computer legal research, road maintenance and repair and public assistance.

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

V. Operating Revenues and Expenses

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the County, these revenues are charges for services for nursing home, solid waste recycling center, county sewer, county water, Streetsboro sewer, hospital, central services, workers' compensation and self-insurance programs. Operating expenses are necessary costs that have been incurred in order to provide

Portage County, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2003

the good or service that is the primary activity of the fund. Any revenues and expenses not meeting the definitions of operating are reported as nonoperating.

For purposes of display, transactions deemed by the Hospital to be ongoing, major or central to the provision of health care services are reported as revenues and expenses.

W. Interfund Activity

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

Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds and after nonoperating revenues/expenses in proprietary funds. Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the financial statements.

X. 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 Administration and that are either unusual in nature or infrequent in occurrence.

Y. Estimates

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

Z. Budgetary Process

All funds, except agency funds, are legally required to be budgeted and appropriated. Budgetary information for the Revolving Loan special revenue fund, Robinson Memorial Portage County Hospital enterprise fund, Portage Industries and the Portage County Regional Airport Authority are not reported because they are not included in the entity for which the "appropriated budget" is adopted and do not maintain budgetary financial records. The major documents prepared are the tax budget, the certificate of estimated resources, and the appropriations resolution, all of which are prepared on the budgetary basis of accounting. The tax budget demonstrates a need for existing or increased tax rates. The certificate of estimated resources establishes a limit on the amount the Commissioners may appropriate. The appropriations resolution is the Commissioners' authorization to spend resources and sets annual limits on expenditures plus encumbrances at the level of control selected by the Commissioners. The legal level of control has been established by the Commissioners at the object level for all funds.

The certificate of estimated resources may be amended during the year if projected increases or decreases in revenue are identified by the Auditor. The amounts reported as the original budgeted amounts on the budgetary statements reflect the amounts on the certificate of estimated resources when the original appropriations were adopted. The amounts reported as the final budgeted amounts on the budgetary statements reflect the amounts in the amended certificate in effect at the time final appropriations were enacted by the Commissioners.

Portage County, Ohio
Notes to the Basic Financial Statements
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The appropriation resolution is subject to amendment throughout the year with the restriction that appropriations cannot exceed estimated resources. The amounts reported as the original budgeted amounts reflect the first appropriation resolution for that fund that covered the entire year, including amounts automatically carried forward from prior years. The amounts reported as the final budgeted amounts represent the final appropriation amounts passed by the Commissioners during the year.

Note 3 - Restatement of Prior Year's Balances

During 2003, it was determined that cash and cash equivalents, accrued interest payable and OWDA loans payable were misstated. These restatements had the following effect on fund balances as they were previously reported.

| | Other Governmental |
|-------------------------------------|-----------------------|
| Fund Balance as Previously Reported | \$21,113,438 |
| Cash and Cash Equivalents | (271,638) |
| Accrued Interest Payable | (12,534) |
| Restated Balance December 31, 2002 | \$20,829,266 |

These restatements had the following effect on changes in fund balances as they were previously reported.

| | Other Governmental |
|---|-----------------------|
| Net Change in Fund Balances as Previously Reported | (\$2,353,071) |
| Cash and Cash Equivalents | (271,638) |
| Accrued Interest Payable | (12,534) |
| Restated Net Change in Fund Balances December 31, 2002 | (\$2,637,243) |

These restatements had the following effect on proprietary funds' net assets as they were previously reported.

| | Portage County Sewer | Internal Service |
|---------------------------------------|-------------------------|---------------------|
| Net Assets as Previously Reported | \$26,882,636 | \$6,180,476 |
| Cash and Cash Equivalents | 271,638 | 0 |
| Accrued Interest Payable | 0 | 12,534 |
| OWDA Loans Payable | 437,953 | 0 |
| Restated Net Assets December 31, 2002 | \$27,592,227 | \$6,193,010 |

Portage County, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2003

These restatements had the following effect on proprietary funds' change in net assets as they were previously reported.

| | <u>Portage County Sewer</u> | <u>Internal Service</u> |
|---|---------------------------------|-----------------------------|
| Change in Net Assets as Previously Reported | \$1,702,013 | (\$510,588) |
| Cash and Cash Equivalents | 271,638 | 0 |
| Accrued Interest Payable | 0 | 12,534 |
| OWDA Loans Payable | <u>437,953</u> | <u>0</u> |
| Restated Change in Net Assets December 31, 2002 | <u>\$2,411,604</u> | <u>(\$498,054)</u> |

These restatements had the following effect on net assets as they were previously reported.

| | <u>Governmental Activities</u> | <u>Business-Type Activities</u> |
|--|------------------------------------|-------------------------------------|
| Net Assets, December 31, 2002 | \$127,851,474 | \$156,368,673 |
| Cash and Cash Equivalents | (271,638) | 271,638 |
| OWDA Loans Payable | <u>(437,953)</u> | <u>437,953</u> |
| Adjusted Net Assets, December 31, 2002 | <u>\$127,141,883</u> | <u>\$157,078,264</u> |

These restatements had the following effect on changes in net assets as they were previously reported.

| | <u>Governmental Activities</u> | <u>Business-Type Activities</u> |
|---|------------------------------------|-------------------------------------|
| Change in Net Assets for the Year Ended December 31, 2002 | (\$1,177,794) | \$8,973,551 |
| Cash and Cash Equivalents | (271,638) | 271,638 |
| OWDA Loans Payable | <u>(437,953)</u> | <u>437,953</u> |
| Adjusted Change in Net Assets for the Year Ended December 31, 2002 | <u>(\$1,887,385)</u> | <u>\$9,683,142</u> |

Note 4 - Budgetary Basis of Accounting

While the County's 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, disbursements and encumbrances. The Statements of Revenues, Expenditures and Changes in Fund Balances - Budget (Non-GAAP Basis) and Actual are presented in the basic financial statements for the General Fund and Major Special Revenue Funds. The major differences between the budget basis and the GAAP basis are:

1. Revenues are recorded when received in cash (budget) as opposed to when susceptible to accrual (GAAP).
2. Expenditures are recorded when paid in cash (budget) as opposed to when the liability is incurred (GAAP).

Portage County, Ohio
Notes to the Basic Financial Statements
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3. Outstanding year end encumbrances are treated as expenditures (budget) rather than as a reservation of fund balance (GAAP).
4. Investments are reported at cost (budget) rather than at fair value (GAAP).
5. Advances-In and Advances-Out are operating transactions (budget) as opposed to balance sheet transactions (GAAP).

The following table summarizes the adjustments necessary to reconcile the GAAP basis statements to the budgetary basis statements for the general and major special revenue funds:

| | Net Change in Fund Balance | | | |
|---------------------------------|----------------------------|---|--|-----------------------|
| | General | Mental Health and Recovery Board | Mental Retardation and Developmental Disabilities | Child Welfare Levy |
| GAAP Basis | (\$439,069) | (\$625,130) | (\$1,001,103) | \$666,805 |
| Net Adjustment for | | | | |
| Revenue Accruals | (204,199) | 187 | 139,030 | 0 |
| Beginning Fair Value Adjustment | | | | |
| for Investments | 388,452 | 0 | 0 | 0 |
| Ending Fair Value Adjustment | | | | |
| for Investments | (62,021) | 0 | 0 | 0 |
| Advances In | 594,512 | 0 | 0 | 0 |
| Net Adjustment for | | | | |
| Expenditure Accruals | (221,895) | 324,971 | 149,029 | 118,575 |
| Advances Out | (401,168) | 0 | 0 | (327,223) |
| Encumbrances | (220,607) | (272,237) | (1,025,854) | (76,210) |
| Budget Basis | <u>(\$565,995)</u> | <u>(\$572,209)</u> | <u>(\$1,738,898)</u> | <u>\$381,947</u> |

Note 5 - Accountability

The following funds have deficit fund balances/net assets as of December 31, 2003:

| Special Revenue Funds: | |
|-------------------------------|--------|
| Enterprise Zone Monitoring | \$150 |
| No Passing Zone Update Study | 10,645 |
| Local Law Enforcement | 38,367 |
| Drug Law Enforcement | 18,582 |

Portage County, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2003

Capital Projects Funds:

| | |
|---------------------------------------|-----------|
| Building Improvements | \$265,394 |
| Computer Acquisition and Installation | 1,536,323 |
| Special Assessment Sewer Construction | 103,504 |

Enterprise Fund:

| | |
|--------------|-----------|
| Nursing Home | 2,134,716 |
|--------------|-----------|

Internal Service Fund:

| | |
|------------------|--------|
| Central Services | 97,980 |
|------------------|--------|

The special revenue and capital projects funds' deficits are caused by the recognition of expenditures on the modified accrual basis of accounting. The general fund is liable for any deficits in these funds and provides operating transfers when cash is required, not when accruals occur.

Management is currently analyzing the Nursing Home enterprise and Central Services internal service funds' operations to determine appropriate steps to alleviate the deficit.

Note 6 - Deposits 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.

Monies held by the County which are not considered active are classified as inactive. Inactive monies to 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 and interest by the United States;
2. Bonds, notes, debentures, or any other obligations or securities issued by the 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;

Portage County, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2003

5. Time certificates of deposit or savings or deposit accounts, including, but not limited to, passbook accounts;
6. No-load money market mutual funds consisting exclusively of obligations described in division (1) or (2) and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions;
7. The State Treasurer's investment pool (STAROhio);
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 in an amount not to exceed five percent of the County's total average portfolio; and,
10. Banker's acceptances for a period not to exceed 270 days and in an amount not to exceed ten 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.

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.

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, if the securities are not represented by a certificate, upon receipt of confirmation of transfer from the custodian.

Cash on Hand At year end, the County had \$260,178 in undeposited cash on hand which is included on the balance sheet of the County as part of "equity in pooled cash and cash equivalents."

Deposits At year-end the carrying amount of the County's deposits was \$20,323,059 and the bank balance was \$21,569,529. Of the bank balance:

\$936,826 was covered by federal depository insurance or by surety bonds in the County's name.

\$20,632,703 was uninsured and uncollateralized as defined by the GASB. Although the securities were held by the pledging financial institutions trust department or agent in the County's name and all State statutory requirements for the investment of money had been followed, non-compliance with federal requirements could potentially subject the County to a successful claim by the FDIC.

Portage County, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2003

Investments GASB Statement No. 3, entitled "Deposits With Financial Institutions, Investments (Including Repurchase Agreements), and Reverse Repurchase Agreements," requires County investments to be categorized to give an indication of the level of 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. STAROhio is an unclassified investment since it is not evidenced by securities that exist in physical or book entry form.

| | Category 3 | Fair Value |
|--|---------------|---------------|
| Government Securities | | |
| Federal Home Loan Bank Notes | \$18,346,821 | \$18,346,821 |
| Federal Home Loan Mortgage Corporation Notes | 21,341,783 | 21,341,783 |
| Federal Metropolitan Housing Authority Notes | 49,500 | 49,500 |
| Farmers Home Administration Notes | 4,398,090 | 4,398,090 |
| Federal National Mortgage Association Notes | 8,065,200 | 8,065,200 |
| Manuscript Bond | 169,423 | 169,423 |
| United States Treasury Obligations | 75,760,432 | 75,760,432 |
| Equity Securities | 2,273,324 | 2,273,324 |
| Small Business Administration Loans | 87,301 | 87,301 |
| Total | \$130,491,874 | 130,491,874 |
| STAROhio | | 2,208,635 |
| Total Investments | | \$132,700,509 |

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

Portage County, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2003

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:

| | Cash and Cash Equivalents/ Deposits | Investments | Assets Limited as to Use |
|--|---|----------------------|-----------------------------|
| GASB Statement No. 9 | \$80,745,874 | \$169,423 | \$72,368,449 |
| Cash and Cash Equivalents for the Hospital | (6,468,190) | 0 | 6,468,190 |
| Investments of the Cash Management Pool: | | | |
| STAROhio | (1,739,540) | 1,739,540 | 0 |
| Government Securities | (52,201,394) | 52,201,394 | 0 |
| Small Business Administration | (87,301) | 87,301 | 0 |
| Hospital Deposits | 327,894 | 0 | (327,894) |
| Hospital Investments | 0 | 78,502,851 | (78,502,851) |
| Hospital Petty Cash | 0 | 0 | (5,894) |
| Cash on Hand | (254,284) | 0 | 0 |
| GASB Statement No. 3 | <u>\$20,323,059</u> | <u>\$132,700,509</u> | <u>\$0</u> |

The County owns a variety of investment securities and interest-bearing time deposits. Investment and deposit activities are guided by the Ohio Revised Code and an investment policy adopted by the Investment Advisory Committee of Portage County. The equity securities are owned by the Hospital.

Small Business Administration loans and pools are evidenced by documents, guaranteed by the SBA, and kept at the County. The Small Business Administration loans are self-amortizing and are at rates that vary based on the published prime rate offered by commercial banks. All other securities are book entry instruments and are safekept in a trust account by an Ohio bank for the County except for certificates of deposit and STAROhio.

The County owns \$21,341,783 Federal Home Loan Mortgage Corporation notes with a maturity of 2004. These instruments have an interest rate determined by a formula based on the 10 year CMT (Constant Maturity Treasury) - six month LIBOR (London Interbank Offered Rate) plus a minimum base rate of 3.71percent.

The County also owns various mortgage-backed securities issued by the Federal National Mortgage Association (par amount of less than \$300,000). While these all have stated final maturities (ranging from 2004 to 2019), their actual maturity will likely occur sooner, as the underlying mortgages are paid off. The return is determined by the coupon rates set on the adjustable rate mortgages within the pools.

The County invested in these securities prior to 1989 in part to maximize yield and in part to hedge against a rise in investment rates. These securities are based on cash flows from payments on underlying mortgages. Therefore, they are sensitive to prepayments by mortgages which results from a decline in interest rates. Likewise, if mortgages pay longer than anticipated, the cash flows are greater and the return on the initial investment would be higher than anticipated. The County has resolved to hold these securities until maturity or such time that they may be sold at par to ensure no principal loss will occur.

Portage County, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2003

B. Assets Limited as to Use or Restricted

As of December 31, 2003, assets limited as to use or restricted, at fair value, have been set aside for the following:

| | |
|---|----------------------------|
| Hospital Board of Trustees: | |
| Fund Depreciation and Other | \$45,416,442 |
| Self-Insurance Trust | 6,132,954 |
| Excess Fund | 14,947,030 |
| Fund Held by Trustee Under Bond Indenture - | |
| Bond Funds | 3,029,367 |
| Restricted by Donor | <u>2,842,656</u> |
| Total Assets Limited as Use | 72,368,449 |
| Less Assets Limited as to Use or Restricted - | |
| Required for Current Liabilities | <u>(637,632)</u> |
| Assets Limited as to Use - Long-term Portion | <u><u>\$71,730,817</u></u> |

Note 7 – Property Taxes

Property taxes include amounts levied against all real, public utility, and tangible personal property located in the County. Property tax revenue received during 2003 for real and public utility property taxes represents collections of the 2002 taxes. Property tax payments received during 2003 for tangible personal property (other than public utility property) are for 2003 taxes.

2003 real property taxes are levied after October 1, 2003, on the assessed value as of January 1, 2003, the lien date. Assessed values are established by State law at 35 percent of appraised market value. 2003 real property taxes are collected in and intended to finance 2004.

Public utility tangible personal property currently is assessed at varying percentages of true value; public utility real property is assessed at 35 percent of true value. 2003 public utility property taxes became a lien December 31, 2002, are levied after October 1, 2003, and are collected in 2004 with real property taxes.

2003 tangible personal property taxes are levied after October 1, 2002, on the value as of December 31, 2002. Collections are made in 2003. Tangible personal property assessments are 25 percent of true value for capital assets and 23 percent of the true value for inventory.

The full tax rate for all County operations for the year ended December 31, 2003, was \$12.72 per \$1,000 of assessed value. The assessed values of real and tangible personal property upon which 2003 property tax receipts were based are as follows:

| | |
|------------------------------------|-------------------------------|
| Residential/Agricultural | \$2,426,182,098 |
| Tangible Personal Property | |
| Public Utility | 109,664,290 |
| General Tangible Personal Property | <u>266,626,917</u> |
| Total | <u><u>\$2,802,473,305</u></u> |

Portage County, Ohio
Notes to the Basic Financial Statements
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Real property taxes are payable annually or semi-annually. If paid annually, the payment is due December 31; if paid semi-annually, the first payment is due December 31 with the remainder payable by June 20. Under certain circumstances, State statute permits later payment dates to be established.

Tangible personal property taxes paid by multi-county taxpayers are due September 20. Single county taxpayers may pay annually or semi-annually. If paid annually, payment is due April 30; if paid semi-annually, the first payment is due April 30; with the remainder payable by September 20.

The County Treasurer collects property taxes on behalf of all taxing districts in the County. The County Auditor periodically remits to the taxing districts their portion of the taxes collected. Property taxes receivable represents real and tangible personal property taxes and public utility taxes which are measurable as of December 31, 2003, and for which there is an enforceable legal claim. In the general, mental health and recovery board, mental retardation and developmental disabilities, child welfare levy and the bond retirement funds, the entire receivable has been offset by deferred revenue since the current taxes were not levied to finance 2003 operations and the collection of delinquent taxes during the available period is not subject to reasonable estimation. On a full accrual basis, collectible delinquent property taxes have been recorded as a receivable and revenue while the remainder of the receivable is deferred.

Note 8 - Permissive Sales and Use Tax

In 1982, the County Commissioners by resolution imposed a one-half percent tax on all retail sales made in the County, except sales of motor vehicles, and on the storage, use, or consumption in the County of tangible personal property, including automobiles, not subject to the sales tax. In 1986, the County Commissioners by resolution imposed an additional one-half percent tax. At the November, 1988 general election, the voters approved the permanent permissive sales tax of one percent and an additional one-half percent for jail construction in May, 1990. However in 1991 the one-half percent tax was rescinded and a one-fourth percent tax was put in its place. In August of 1999, the County Commissioners by resolution repealed the one-fourth percent sales tax, effective November 30, 1999 leaving a one percent tax remaining. Vendor collections of the tax are paid to the State Treasurer by the twenty-third day of the month following collection. The State Tax Commissioner certifies to the State Auditor the amount of the tax to be returned to the County. The State Tax Commissioner's certification must be made within forty-five days after the end of the month. The State Auditor then has five days in which to draw a warrant payable to the County.

Proceeds of the tax are credited to the general fund and the debt service bond retirement fund. A receivable is recognized at year-end for amounts that will be received from sales which occurred during the prior year. On a full accrual basis, the full amount of the receivable is recognized as revenue. On a modified accrual basis, the amount of the receivable that will be received outside of the available period is deferred. Sales and use tax revenue in 2003 amounted to \$13,187,642.

Note 9 - Net Patient Service Revenue

The Hospital has agreements with third-party payors that provide for payment to the Hospital at amounts different from its established rates. Inpatient acute care services rendered to Medicare and Medicaid program beneficiaries are paid at prospectively determined rates-per-discharge. These rates vary according to a patient classification system that is based on clinical, diagnostic, and other factors. Outpatient services other than ambulatory surgery, laboratory, and radiology, were paid based upon a reimbursement methodology or a percentage of reasonable cost through July 31, 2000. As a result, final reimbursement for these services will be determined after submission of the Hospital's cost reports and audits by the third-party payors. Effective August 1, 2000, the Medicare program began paying hospitals for outpatient services

Portage County, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2003

under the prospective payment system known as Ambulatory Payment Classifications (APCs). Under APCs, the Hospital is paid a prospectively determined rate based on the diagnosis and procedures provided to patients. Outpatient physical therapy, speech therapy, occupational therapy, and laboratory, are paid based upon prospectively determined fee schedules.

Laws and regulations governing the Medicare and Medicaid programs are extremely complex and are subject to interpretation. As a result, there is at least a reasonable possibility that recorded estimates will change in the near term.

The Hospital has also entered into payment agreements with certain commercial insurance carriers and preferred provider organizations. The methods for payment under these agreements include prospectively determined rates-per-discharge, discounts from estimated charges and prospectively determined per diem rates.

Program examinations of cost reports have been finalized for the Medicare program through 2001 and the Medicaid program through 1998. Provisions for estimated reimbursement adjustments have been provided in the accompanying financial statements.

The U.S. Department of Justice and other federal agencies are increasing resources dedicated to regulatory investigations and compliance audits of health care providers. The Hospital is subject to these regulatory efforts. Management is currently unaware of any regulatory or other legal matters which may have a material adverse effect on the Hospital's financial position or results of operations.

Note 10 - Receivables

Receivables at December 31, 2003, consisted of taxes, accounts (billings for user charged services, including unbilled utility services, and rental payments), special assessments, interfund, accrued interest, and intergovernmental receivables arising from grants, notes, entitlements and shared revenues. All receivables are considered collectable in full, except receivables for the hospital; allowances for uncollectibles have been estimated at 15 percent.

| Fund Name | Accounts Receivable | Allowances for Uncollectibles | Net Accounts Receivable |
|--------------------------|------------------------|----------------------------------|----------------------------|
| Hospital Enterprise Fund | \$20,433,215 | \$2,002,000 | \$18,431,215 |
| All Other Funds | 2,131,286 | 0 | 2,131,286 |
| Total | <u>\$22,564,501</u> | <u>\$2,002,000</u> | <u>\$20,562,501</u> |

The notes receivable at December 31, 2003, primarily represent revolving loans made to private enterprises under the United States Department of Housing and Urban Development Community Development Block Grant Program, Section 17 and Home Affordability Act programs. The notes are due on various dates with a large portion not due until the related property is sold or the debtor becomes deceased. Generally the loans are collateralized by the property that is improved with the proceeds of the notes; however, the County's security interest is usually subordinate to that of another creditor. Many notes are non-interest bearing while other notes bear interest at various rates. The loans are administered by the Portage Area Development Corporation.

In the 1980's, the County constructed a sewage treatment facility and sewer lines in the City of Streetsboro, Ohio and Streetsboro Regional Sewer District No. 4 using federal funds and money borrowed from the Ohio Water Development Authority. The plant serves both the Streetsboro Regional Sewer District and a portion

Portage County, Ohio
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For The Year Ended December 31, 2003

of Summit County, Ohio. Summit County has agreed to pay the County for that portion of the OWDA loan related to the construction of assets that benefits Summit County. Accordingly, an intergovernmental receivable in the amount of \$159,906 has been reported as a restricted asset in the Streetsboro Sewer enterprise fund.

Special assessments expected to be collected in more than one year amount to \$2,387,824 in the bond retirement fund. At December 31, 2003 the amount of delinquent special assessments was \$398,477.

A summary of the principal items of intergovernmental receivables follows:

| | <u>Amount</u> |
|---|---------------------|
| <i>Governmental Activities</i> | |
| General Fund | |
| Undivided Local Government Tax | \$2,004,864 |
| Revenue Assistance | 684,566 |
| Court Fines | 158,121 |
| Election Costs | 113,041 |
| Public Defender | 59,124 |
| Delinquent Advertising | 7,485 |
| <i>Total General Fund</i> | <u>3,027,201</u> |
| Special Revenue Funds | |
| <i>Major</i> | |
| Mental Health and Recovery Board | 1,535,354 |
| Mental Retardation and Developmental Disabilities | 1,133,991 |
| Child Welfare Levy | 451,674 |
| <i>Nonmajor</i> | |
| Computer Legal Research | 43,065 |
| Mediation and Dispute | 6,250 |
| Adult Probation | 6,490 |
| Juvenile Probation | 249,030 |
| Motor Vehicle and Gas Tax | 1,949,573 |
| Community Development | 471,938 |
| Marriage License | 1,192 |
| Dog and Kennel | 23 |
| Child Health Services | 56,194 |
| Women, Infants and Children | 661,643 |
| Public Assistance | 46,653 |
| Kids in Treatment | 6,759 |
| Hazmat Operations and Planning | 586,048 |
| Sheriff Grants | 13,912 |
| <i>Total Special Revenue Funds</i> | <u>7,219,789</u> |
| Capital Projects Fund | |
| Other Capital Projects | 34,337 |
| <i>Total Governmental Activities</i> | <u>\$10,281,327</u> |

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For The Year Ended December 31, 2003

| | Amount |
|--|--------------------|
| Agency Funds | |
| Undivided Auto | \$452,456 |
| Undivided Fuel | 573,733 |
| Undivided State and Local Government | 2,537,583 |
| Undivided Revenue Assistance | 542,961 |
| Undivided Library and Local Government | 4,789,956 |
| District Board of Health | 10,000 |
| Parks | 250,140 |
| Law Library | 34,400 |
| <i>Total Agency Funds</i> | \$9,191,229 |

Note 11 - Capital Assets

Capital asset activity for the year ended December 31, 2003, was as follows:

| | Balance 12/31/02 | Additions | Reductions | Balance 12/31/03 |
|---|---------------------|--------------------|-------------------|---------------------|
| Governmental Activities: | | | | |
| Capital assets not being depreciated | | | | |
| Land | \$2,912,764 | \$45,000 | \$0 | \$2,957,764 |
| Construction in progress | 1,143,932 | 3,586,427 | 0 | 4,730,359 |
| Total capital assets not being depreciated | 4,056,696 | 3,631,427 | 0 | 7,688,123 |
| Capital assets being depreciated | | | | |
| Buildings and improvement | 61,659,345 | 256,284 | 0 | 61,915,629 |
| Furniture and fixtures | 8,605,287 | 976,519 | 0 | 9,581,806 |
| Vehicles | 5,341,672 | 1,008,164 | (287,630) | 6,062,206 |
| Equity in joint venture | 6,415,021 | 0 | 0 | 6,415,021 |
| Infrastructure | 42,864,111 | 195,495 | 0 | 43,059,606 |
| Total capital assets being depreciated | 124,885,436 | 2,436,462 | (287,630) | 127,034,268 |
| Accumulated depreciation | | | | |
| Buildings and improvement | (13,509,542) | (1,461,616) | 0 | (14,971,158) |
| Furniture and fixtures | (4,232,239) | (56,991) | 0 | (4,289,230) |
| Vehicles | (2,593,596) | (1,279,597) | 245,984 | (3,627,209) |
| Equity in joint venture | (620,981) | (156,989) | 0 | (777,970) |
| Infrastructure | (18,808,040) | (1,185,552) | 0 | (19,993,592) |
| Total accumulated depreciation | (39,764,398) | (4,140,745) * | 245,984 | (43,659,159) |
| Capital assets being depreciated, net | 85,121,038 | (1,704,283) | (41,646) | 83,375,109 |
| Governmental activities capital assets, net | \$89,177,734 | \$1,927,144 | (\$41,646) | \$91,063,232 |

Portage County, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2003

| | Balance 12/31/02 | Additions | Reductions | Balance 12/31/03 |
|--|----------------------|---------------------|-----------------------|----------------------|
| Business type activities | | | | |
| Capital assets not being depreciated | | | | |
| Land | \$4,525,138 | \$106,045 | \$0 | \$4,631,183 |
| Construction in progress | 16,189,993 | 4,716,792 | (16,160,215) | 4,746,570 |
| Total capital assets not being depreciated | <u>20,715,131</u> | <u>4,822,837</u> | <u>(16,160,215)</u> | <u>9,377,753</u> |
| Capital assets being depreciated | | | | |
| Buildings and improvement | 76,966,751 | 6,931,555 | (217,007) | 83,681,299 |
| Furniture and fixtures | 4,329,944 | 149,443 | (25,833) | 4,453,554 |
| Equipment | 70,164,385 | 10,308,901 | (567,957) | 79,905,329 |
| Vehicles | 1,974,669 | 126,363 | (136,362) | 1,964,670 |
| Infrastructure | 58,422,346 | 14,073,137 | 0 | 72,495,483 |
| Total capital assets being depreciated | <u>211,858,095</u> | <u>31,589,399</u> | <u>(947,159)</u> | <u>242,500,335</u> |
| Accumulated depreciation | | | | |
| Buildings and improvement | (41,323,972) | (3,454,950) | 142,787 | (44,636,135) |
| Furniture and fixtures | (2,860,381) | (513,318) | 14,208 | (3,359,491) |
| Equipment | (39,920,433) | (3,979,563) | 373,707 | (43,526,289) |
| Vehicles | (1,020,295) | (183,385) | 136,362 | (1,067,318) |
| Infrastructure | (14,746,673) | (1,155,939) | 0 | (15,902,612) |
| Total accumulated depreciation | <u>(99,871,754)</u> | <u>(9,287,155)</u> | <u>667,064</u> | <u>(108,491,845)</u> |
| Capital assets being depreciated, net | <u>111,986,341</u> | <u>22,302,244</u> | <u>(280,095)</u> | <u>134,008,490</u> |
| Business type activities capital assets, net | <u>\$132,701,472</u> | <u>\$27,125,081</u> | <u>(\$16,440,310)</u> | <u>\$143,386,243</u> |

* Depreciation expense was charged to governmental activities as follows:

| | |
|---------------------------|--------------------|
| General Government: | |
| Legislative and Executive | \$1,106,069 |
| Judicial | 172,392 |
| Public Safety | 784,954 |
| Public Works | 1,536,583 |
| Health | 494,392 |
| Human Services | 46,355 |
| Total | <u>\$4,140,745</u> |

Portage County, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2003

Note 12 - Long-Term Debt

The original issue date, interest rate and original issuance amount for each of the County's bonds/loans follows:

| | <u>Original Issue Date</u> | <u>Interest Rate</u> | <u>Original Issue Amount</u> |
|--------------------------------|--------------------------------|--------------------------|----------------------------------|
| Enterprise Fund | | | |
| OWDA Loans Payable: | | | |
| <i>Portage County Sewer:</i> | | | |
| Various | 1994 | 4.18% | \$1,640,000 |
| Field | 1997 | 4.04 | 187,968 |
| Summit County | 1993 | 7.11 | 712,915 |
| Ravenna City | 1992 | 7.11 | 990,083 |
| Mantua Corners | 2001 | 3.50 | 352,046 |
| <i>Streetsboro Sewer:</i> | | | |
| Streetsboro Hudson | 1986 | 7.65 | 2,348,010 |
| Streetsboro Infuent | 1986 | 4.04 | 642,412 |
| Plant Improvements | 2002 | 2.79 | 10,558,374 |
| <i>Portage County Water</i> | | | |
| Holiday Drive | 1988 | 8.28 | 182,578 |
| OPWC Loans: | | | |
| <i>Portage County Sewer:</i> | | | |
| Brimfield | 1995 | 0.00 | 122,850 |
| Bolingbrook | 1995 | 0.00 | 190,000 |
| Franklin Hills | 1997 | 0.00 | 30,000 |
| Various | 1999 | 0.00 | 461,030 |
| Various | 2002 | 0.00 | 78,260 |
| <i>Streetsboro Sewer:</i> | | | |
| Hudson | 1995 | 0.00 | 192,150 |
| Rehab | 1999 | 0.00 | 51,910 |
| SCADA | 2002 | 0.00 | 123,942 |
| <i>Portage County Water:</i> | | | |
| Brimfield | 1997 | 0.00 | 300,000 |
| Various | 2002 | 0.00 | 130,680 |
| Revenue Bonds: | | | |
| <i>Solid Waste Management:</i> | | | |
| Transfer Station | 1994 | 3.75 - 6.2 | 1,040,000 |
| <i>Nursing Home:</i> | | | |
| Senior Complex Center | 2001 | 4.00 - 5.00 | 8,045,000 |

Portage County, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2003

| | Original Issue Date | Interest Rate | Original Issue Amount |
|---|------------------------|------------------|--------------------------|
| <i>Portage County Sewer:</i> | | | |
| Brimfield | 1982 | 10.125% | \$1,000,000 |
| Various | 1997 | 3.95 - 5.25 | 1,133,782 |
| Various | 2001 | 4.00 - 5.00 | 1,147,874 |
| Summit County | 2001 | 4.00 - 5.00 | 2,359,570 |
| <i>Portage County Water:</i> | | | |
| Shalersville | 1982 | 10.125 | 975,000 |
| Various | 1994 | 3.75 - 6.20 | 5,410,000 |
| Various | 1997 | 3.95 - 5.25 | 2,858,237 |
| Various | 2001 | 4.00 - 5.00 | 659,720 |
| <i>Streetsboro Sewer:</i> | | | |
| Various | 1997 | 3.95 - 5.25 | 901,110 |
| SCADA | 2001 | 4.00 - 5.00 | 108,720 |
| Long-term Debt: | | | |
| Hospital Revenue Bonds Series: | | | |
| 2002 | 2002 | 1.51 | 6,635,000 |
| 1999 | 1999 | 4.0 - 5.25 | 20,598,423 |
| 1995 | 1995 | 4.0 - 6.5 | 17,000,000 |
| 1994 | 1994 | 3.5 - 6.5 | 13,100,000 |
| Governmental Activities: | | | |
| General Obligation Bonds: | | | |
| Jail Construction | 1992 | 3.00 - 6.00 | 8,000,000 |
| County Engineer Buildings | 1997 | 3.95 - 5.25 | 3,750,000 |
| Juvenile Court | 1997 | 3.95 - 5.25 | 2,475,000 |
| County Buildings | 1997 | 3.95 - 5.25 | 5,050,000 |
| USDA Building Improvements | 1998 | 4.75 | 326,000 |
| USDA Building Improvements | 2001 | 4.75 | 133,000 |
| Riddle Block Building | 2001 | 4.00 - 5.00 | 2,675,000 |
| County Buildings | 2001 | 4.00 - 5.00 | 5,330,000 |
| Special Assessment Bonds: | | | |
| Portage County Water Sandy Lake | 1994 | 3.75 - 6.2 | 115,000 |
| Portage County Sewer Various | 1987 | 5.00 | 1,213,873 |
| Portage County Sewer District Improvement | 1984 | 10.14 | 203,000 |
| Portage County Sewer | | | |
| District Improvement Various | 1997 | 3.9 - 5.15 | 25,008 |
| Portage County Water Fairacres Avenue | 1997 | 3.9 - 5.15 | 31,563 |
| Streetsboro Sewer Hale-McCracken | 1999 | 5.50 | 191,388 |
| Portage County Sewer Brimfield Township | | | |
| State Route 43 | 2001 | 4.00 - 5.00 | 478,686 |
| OWDA Loans: | | | |
| Tonsing | 1994 | 4.18 | 36,970 |
| Patricia Avenue | 1996 | 4.12 | 202,289 |
| Rivermoor | 1987 | 7.36 | 62,450 |
| Hudson | 1986 | 7.65 | 51,990 |
| Kent Park | 1989 | 7.59 | 52,936 |
| Mantua Corners | 2001 | 3.50 | 437,953 |
| Horning/Rhodes | 1999 | 3.50 | 84,485 |

Portage County, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2003

Changes in the County's long-term obligations during 2003 were as follows:

| | Balance 12/31/02 | Increase | Decrease | Balance 12/31/03 | Amounts Due in One Year |
|---------------------------------|---------------------|----------------|------------------|---------------------|-------------------------------|
| Business Type Activities | | | | | |
| OWDA Loans Payable: | | | | | |
| Portage County Sewer: | | | | | |
| Various | \$1,103,158 | \$0 | \$76,484 | \$1,026,674 | \$79,712 |
| Field | 142,426 | 0 | 8,118 | 134,308 | 8,449 |
| Summit County | 580,727 | 0 | 20,468 | 560,259 | 21,943 |
| Ravenna City | 614,861 | 0 | 48,741 | 566,120 | 51,208 |
| Mantua Corners | 312,942 | 0 | 20,240 | 292,702 | 28,108 |
| Total Portage County Sewer | <u>2,754,114</u> | <u>0</u> | <u>174,051</u> | <u>2,580,063</u> | <u>189,420</u> |
| Streetsboro Sewer: | | | | | |
| Streetsboro Hudson | 410,902 | 0 | 117,400 | 293,502 | 117,401 |
| Streetsboro Infuent | 486,762 | 0 | 27,745 | 459,017 | 28,877 |
| Plant Improvements | 9,046,473 | 978,067 | 456,310 | 9,568,230 | 570,655 |
| Total Streetsboro Sewer | <u>9,944,137</u> | <u>978,067</u> | <u>601,455</u> | <u>10,320,749</u> | <u>716,933</u> |
| Portage County Water | | | | | |
| Holiday Drive | 54,775 | 0 | 9,131 | 45,644 | 9,128 |
| <i>Total OWDA Loans Payable</i> | <u>12,753,026</u> | <u>978,067</u> | <u>784,637</u> | <u>12,946,456</u> | <u>915,481</u> |
| OPWC Loans: | | | | | |
| Portage County Sewer: | | | | | |
| Brimfield | 36,855 | 0 | 12,285 | 24,570 | 12,285 |
| Bolingbrook | 38,000 | 0 | 19,000 | 19,000 | 19,000 |
| Franklin Hills | 16,500 | 0 | 3,000 | 13,500 | 3,000 |
| Various | 391,876 | 0 | 23,051 | 368,825 | 23,051 |
| Various | 70,434 | 0 | 7,826 | 62,608 | 7,826 |
| Total Portage County Sewer | <u>553,665</u> | <u>0</u> | <u>65,162</u> | <u>488,503</u> | <u>65,162</u> |
| Streetsboro Sewer: | | | | | |
| Hudson | 57,645 | 0 | 19,215 | 38,430 | 19,215 |
| Rehab | 44,123 | 0 | 2,595 | 41,528 | 2,596 |
| SCADA | 111,548 | 0 | 12,394 | 99,154 | 12,394 |
| Total Streetsboro Sewer: | <u>213,316</u> | <u>0</u> | <u>34,204</u> | <u>179,112</u> | <u>34,205</u> |
| Portage County Water: | | | | | |
| Brimfield | 165,000 | 0 | 30,000 | 135,000 | 30,000 |
| Various | 117,612 | 0 | 13,068 | 104,544 | 13,068 |
| Total Portage County Water | <u>282,612</u> | <u>0</u> | <u>43,068</u> | <u>239,544</u> | <u>43,068</u> |
| <i>Total OPWC Loans Payable</i> | <u>\$1,049,593</u> | <u>\$0</u> | <u>\$142,434</u> | <u>\$907,159</u> | <u>\$142,435</u> |

Portage County, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2003

| | Balance 12/31/02 | Increase | Decrease | Balance 12/31/03 | Amounts Due in One Year |
|--|---------------------|----------|-------------|---------------------|-------------------------------|
| Revenue Bonds: | | | | | |
| Solid Waste Management: | | | | | |
| Transfer Station | \$750,000 | \$0 | \$45,000 | \$705,000 | \$45,000 |
| Nursing Home: | | | | | |
| Senior Center Complex | 8,045,000 | 0 | 55,000 | 7,990,000 | 75,000 |
| Portage County Sewer: | | | | | |
| Brimfield | 50,000 | 0 | 50,000 | 0 | 0 |
| Various | 1,062,630 | 0 | 49,911 | 1,012,719 | 50,471 |
| Various | 1,092,561 | 0 | 61,789 | 1,030,772 | 61,789 |
| Summit County | 2,285,506 | 0 | 76,686 | 2,208,820 | 79,963 |
| Total Portage County Sewer | 4,490,697 | 0 | 238,386 | 4,252,311 | 192,223 |
| Portage County Water: | | | | | |
| Shalersville | 45,000 | 0 | 45,000 | 0 | 0 |
| Various | 3,895,000 | 0 | 235,000 | 3,660,000 | 250,000 |
| Various | 2,414,688 | 0 | 112,145 | 2,302,543 | 117,439 |
| Various | 634,900 | 0 | 29,900 | 605,000 | 29,900 |
| Total Portage County Water | 6,989,588 | 0 | 422,045 | 6,567,543 | 397,339 |
| Streetsboro Sewer: | | | | | |
| Various | 760,553 | 0 | 35,640 | 724,913 | 36,199 |
| SCADA | 99,900 | 0 | 9,900 | 90,000 | 9,900 |
| Total Streetsboro Sewer | 860,453 | 0 | 45,540 | 814,913 | 46,099 |
| <i>Total Revenue Bonds</i> | 21,135,738 | 0 | 805,971 | 20,329,767 | 755,661 |
| Hospital Long-term Debt: | | | | | |
| Hospital Revenue Bonds Series: | | | | | |
| 2002 | 6,589,845 | 3,096 | 0 | 6,592,941 | 380,000 |
| 1999 | 18,701,638 | 0 | 707,262 | 17,994,376 | 755,000 |
| 1995 | 11,727,235 | 0 | 620,966 | 11,106,269 | 675,000 |
| 1994 | 6,115,000 | 0 | 1,080,000 | 5,035,000 | 1,150,000 |
| Total Hospital Revenue Bonds Series | \$43,133,718 | \$3,096 | \$2,408,228 | \$40,728,586 | \$2,960,000 |

Portage County, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2003

| | Balance 12/31/02 | Increase | Decrease | Balance 12/31/03 | Amounts Due in One Year |
|---|---------------------|-------------|-------------|---------------------|-------------------------------|
| Other Long-Term | | | | | |
| Hospital Liabilities | | | | | |
| Axis Nuclear System | \$133,081 | \$0 | \$133,081 | \$0 | \$0 |
| Self Insurance and Other Liabilities | 2,205,728 | 0 | 279,675 | 1,926,053 | 0 |
| Capital Lease | 1,277,961 | 945,827 | 808,477 | 1,415,311 | 541,496 |
| Total Other Long-Term Liabilities | 3,616,770 | 945,827 | 1,221,233 | 3,341,364 | 541,496 |
| <i>Total Hospital Long-Term Liabilities</i> | 46,750,488 | 948,923 | 3,629,461 | 44,069,950 | 3,501,496 |
| Compensated Absences | 2,927,120 | 257,776 | 133,397 | 3,051,499 | 0 |
| <i>Total Business-Type Activities</i> | \$84,615,965 | \$2,184,766 | \$5,495,900 | \$81,304,831 | \$5,315,073 |
| Governmental Activities: | | | | | |
| General Obligation Bonds: | | | | | |
| Jail Construction | \$925,000 | \$0 | \$925,000 | \$0 | \$0 |
| County Engineer Buildings | 3,166,085 | 0 | 146,364 | 3,019,721 | 152,527 |
| Juvenile Court | 2,089,616 | 0 | 96,600 | 1,993,016 | 100,668 |
| County Buildings | 4,263,661 | 0 | 197,104 | 4,066,557 | 205,403 |
| USDA Building Improvements | 295,911 | 0 | 8,519 | 287,392 | 8,923 |
| USDA Building Improvements | 38,900 | 78,344 | 3,028 | 114,216 | 3,155 |
| Riddle Block Buildings | 2,675,000 | 0 | 35,000 | 2,640,000 | 40,000 |
| County Buildings | 5,185,000 | 0 | 180,000 | 5,005,000 | 185,000 |
| <i>Total General Obligation Bonds</i> | 18,639,173 | 78,344 | 1,591,615 | 17,125,902 | 695,676 |
| Special Assessment Bonds: | | | | | |
| Portage County Water Sandy Lake | 75,000 | 0 | 5,000 | 70,000 | 5,000 |
| Portage County Sewer Various | 585,873 | 0 | 32,000 | 553,873 | 32,000 |
| Portage County Sewer District Improvements | 20,000 | 0 | 10,000 | 10,000 | 10,000 |
| Portage County Sewer District Improvement Various | 21,103 | 0 | 997 | 20,106 | 997 |
| Portage County Water Fairacres Avenue | 26,666 | 0 | 1,239 | 25,427 | 1,298 |
| Streetsboro Sewer Hale McCracken | 175,940 | 0 | 6,517 | 169,423 | 6,876 |
| Portage County Sewer Brimfield Township State Route 43 | 467,639 | 0 | 18,411 | 449,228 | 18,411 |
| Total Special Assessment Bonds | \$1,372,221 | \$0 | \$74,164 | \$1,298,057 | \$74,582 |

Portage County, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2003

| | Balance 12/31/02 | Increase | Decrease | Balance 12/31/03 | Amounts Due in One Year |
|--------------------------------------|---------------------|------------------|--------------------|---------------------|-------------------------------|
| OWDA Loans: | | | | | |
| Tonsing | \$24,868 | \$0 | \$1,724 | \$23,144 | \$1,797 |
| Patricia Avenue | 173,855 | 0 | 7,863 | 165,992 | 8,191 |
| Rivermoor | 14,051 | 0 | 3,122 | 10,929 | 3,122 |
| Hudson | 9,098 | 0 | 2,600 | 6,498 | 2,600 |
| Kent Park | 17,205 | 0 | 2,646 | 14,559 | 2,647 |
| Mantua Corners | 437,953 | 0 | 20,242 | 417,711 | 28,107 |
| Horning/Rhodes | 78,425 | 0 | 3,192 | 75,233 | 3,305 |
| <i>Total OWDA Loans</i> | <u>755,455</u> | <u>0</u> | <u>41,389</u> | <u>714,066</u> | <u>49,769</u> |
| Compensated Absences | <u>3,051,063</u> | <u>885,371</u> | <u>347,247</u> | <u>3,589,187</u> | <u>246,982</u> |
| <i>Total Governmental Activities</i> | <u>\$23,817,912</u> | <u>\$963,715</u> | <u>\$2,054,415</u> | <u>\$22,727,212</u> | <u>\$1,067,009</u> |

General obligation bonds will be paid from the Bond Retirement debt service fund. Special assessment bonds will be paid from the proceeds of special assessments levied against benefited property owners. In the event that a property owner would fail to pay the assessment, payment would be made by the County. The OWDA loans will be paid partly with special assessments levied against benefited property owners as well as user charges from the appropriate enterprise fund. The OPWC loans in the enterprise funds will be paid from user charges. The revenue bonds will be paid for by user fees from the appropriate enterprise fund. The loan and revenue bonds of the hospital will be paid by user fees from the hospital.

Compensated absences reported in the "compensated absences payable" account will be paid from the fund from which the employees' salaries are paid. These funds include the general fund, mental health and recovery board, mental retardation and developmental disabilities, child welfare levy, certificate of title, real estate assessment, delinquent real estate tax assessment collection, court mediation, probation services, adult probation, juvenile probation, motor vehicle and gas tax, dog and kennel, child health services, women, infants and children, public assistance, child support administration, victim assistance, hazmat operations and planning, truancy reduction and drug law enforcement.

The Hospital Revenue Bonds, Series 2002 (Series 2002 Bonds) were issued by the County of Portage, Ohio (County) in 2002 for the purpose of providing funds to pay costs of renovating, constructing and equipping the Radiology Department of the hospital and issuing the Series 2002 Bonds. The Series 2002 Bonds will be payable initially from the proceeds of draws under an irrevocable direct pay Letter of Credit. The hospital is required to meet certain covenants relating to, among other things, debt service coverage.

The Series 2002 Bonds consist of \$6,635,000 outstanding Serial bonds which mature in increasing amounts from \$380,000 on November 15, 2004 to \$585,000 on November 15, 2017: Early redemption privileges are available. This bond had an unamortized discount of \$42,059 at December 31, 2003.

The interest rate on the Series 2002 bonds is calculated using a weekly variable rate, which will be adjusted by the Remarketing Agent, initially, NatCity Investments, Inc. The average rate of the Series 2002 bonds at December 31, 2003 was 1.32 percent. The weekly variable rate cannot exceed the maximum interest rate of 10 percent.

Portage County, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2003

The interest rate on the Series 2002 bonds will continue to be the weekly variable rate unless and until the interest rate on the Series 2002 bonds is converted to another interest rate or a fixed rate at the discretion of the hospital. As with the weekly variable rate, these rates cannot exceed the maximum interest rate of 10 percent.

The Hospital Revenue Bonds, Series 1999 (Series 1999 Bonds) were issued by the County of Portage, Ohio (County) in 1999 for the purpose of providing funds to pay costs of Hospital facilities, including costs of constructing and equipping a new emergency room, improving and renovating the obstetrical department, improving the cardiopulmonary unit, and acquiring, constructing and equipping certain other Hospital facilities. To secure the payment of Bond Service charges and the performance of their other obligations under the indenture, the Board of Commissioners and the Hospital Trustees have pledged, assigned and granted a security interest in favor of the Trustee in the net hospital receipts and the special funds, as defined in the 1999 indenture. The Hospital is also required to meet certain covenants relating to debt service coverage.

The Series 1999 Bonds consist of \$5,120,000 outstanding Serial bonds which mature in increasing amounts from \$755,000 on November 15, 2003 to \$960,000 on November 15, 2009; \$5,650,000 term bonds due November 15, 2014; and \$7,425,000 term bonds due November 15, 2019. Early redemption privileges are available. This bond had an unamortized discount of \$213,362 at December 31, 2002 and \$200,624 at December 31, 2003.

The Hospital Revenue Bonds, Series 1995 (Series 1995 Bonds) were issued by the County of Portage, Ohio in 1995 to fund the cost associated with various Hospital construction projects including the construction of an ambulatory surgery center and an outpatient facility. The Series 1995 Bonds were issued on a parity with the County's \$13,110,000 Hospital Revenue Bonds, Series 1994 (Series 1994 Bonds).

The Series 1995 Bonds consist of \$1,390,000 outstanding serial bonds which mature in increasing amounts from \$675,000 on November 15, 2003 to \$715,000 on November 15, 2005; \$3,315,000 term bonds due November 15, 2009; and \$6,565,000 term bonds due November 15, 2015. Early redemption privileges are available. This bond has an unamortized discount of \$177,765 at December 31, 2002 and \$163,731 at December 31, 2003.

The Hospital Series 1994 Bonds were issued in accordance with the requirements of the Trust Indenture dated November 15, 1985 (1985 Indenture). The Series 1994 Bonds constitute special obligations of the County payable solely from a pledge of funds on deposit with the Trustee and Net Hospital Receipts as defined in the 1985 Indenture. Under the provisions of the 1985 Indenture, the Hospital is required to make specific deposits to the Trustee. Monthly deposits into the Bond Fund are made in amounts sufficient to assure the payment of all interest and the redemption of the Bonds. The Hospital also is required to meet certain covenants relating to, among other things, debt service coverage.

The Series 1994 Bonds consist of \$1,150,000 outstanding serial bonds which mature on November 15, 2004; and \$3,885,000 term bonds due November 15, 2007. Early redemption privileges are available.

At December 31, 2003, the fair value of the bonds of approximately \$44,465,000 exceeded the carrying value of approximately \$40,729,000.

The Hospital entered into a capital lease obligations for the purchase of equipment. The term of the leases extend three years and the implicit rate is 1.88 percent.

Portage County, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2003

Principal and interest requirements to retire the County's long-term obligations outstanding at December 31, 2003 are as follows:

Business-Type Activities

| | OWDA Loans | | OPWC Loans | Revenue Bonds | | Robinson Hospital Revenue Bonds | |
|--------------|---------------------|--------------------|------------------|---------------------|---------------------|------------------------------------|---------------------|
| | Principal | Interest | | Principal | Interest | Principal | Interest |
| 2004 | \$915,481 | \$439,355 | \$142,435 | \$755,660 | \$1,022,311 | \$2,960,000 | \$1,981,430 |
| 2005 | 924,545 | 403,720 | 123,435 | 810,634 | 987,463 | 3,120,000 | 1,809,731 |
| 2006 | 875,358 | 367,494 | 91,935 | 870,608 | 948,340 | 3,295,000 | 1,639,816 |
| 2007 | 826,644 | 335,357 | 91,935 | 926,320 | 903,552 | 3,455,000 | 1,476,946 |
| 2008 | 837,128 | 307,212 | 75,435 | 1,002,972 | 856,012 | 2,195,000 | 1,311,955 |
| 2009 - 2013 | 4,236,727 | 1,103,106 | 228,101 | 5,986,294 | 3,436,051 | 12,765,000 | 5,003,780 |
| 2014 - 2018 | 3,322,167 | 448,067 | 128,235 | 4,813,240 | 1,926,006 | 11,690,000 | 2,166,361 |
| 2019 - 2023 | 1,008,406 | 40,348 | 25,648 | 2,984,039 | 966,620 | 1,655,000 | 95,162 |
| 2024 - 2027 | 0 | 0 | 0 | 2,180,000 | 279,250 | 0 | 0 |
| Total | \$12,946,456 | \$3,444,659 | \$907,159 | \$20,329,767 | \$11,325,605 | \$41,135,000 | \$15,485,181 |

Governmental Activities

| | General Obligation Bonds | | Special Assessment Bonds | | OWDA Loans | |
|--------------|--------------------------|--------------------|--------------------------|------------------|------------------|------------------|
| | Principal | Interest | Principal | Interest | Principal | Interest |
| 2004 | \$695,675 | \$841,268 | \$74,582 | \$37,540 | \$49,769 | \$40,923 |
| 2005 | 724,427 | 810,986 | 65,102 | 35,033 | 50,302 | 39,760 |
| 2006 | 753,190 | 776,221 | 65,643 | 33,446 | 49,557 | 38,575 |
| 2007 | 786,982 | 740,043 | 66,123 | 31,800 | 47,274 | 37,468 |
| 2008 | 820,421 | 702,253 | 66,709 | 30,127 | 46,313 | 36,551 |
| 2009 - 2013 | 4,675,711 | 2,893,224 | 397,590 | 120,419 | 229,550 | 170,924 |
| 2014 - 2018 | 4,943,214 | 1,622,134 | 406,984 | 63,372 | 229,981 | 148,941 |
| 2019 - 2023 | 2,083,358 | 757,190 | 155,324 | 11,297 | 11,320 | 499 |
| 2024 - 2027 | 1,642,924 | 194,811 | 0 | 0 | 0 | 0 |
| Total | \$17,125,902 | \$9,338,130 | \$1,298,057 | \$363,034 | \$714,066 | \$513,641 |

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 total 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 \$1,000,000,000 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.

The effects of the debt limitations described above at December 31, 2003, are an overall debt margin of \$48,486,484 and an unvoted debt margin of \$7,949,384.

Portage County, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2003

Note 13 - Notes Payable

A summary of the note transactions for the year ended December 31, 2003 follows:

| | Balance 12/31/02 | Issued | Retired | Balance 12/31/03 |
|--|---------------------|--------------------|--------------------|---------------------|
| Governmental Activities | | | | |
| Sandy Lake Sewer Improvements 1.75% | \$0 | \$32,000 | \$0 | \$32,000 |
| Sandy Lake Sewer Improvements 2.50% | 61,000 | 0 | 61,000 | 0 |
| Rosalind Drive Sewer Improvement 1.75% | 0 | 81,000 | 0 | 81,000 |
| Rosalind Drive Sewer Improvement 2.50% | 70,000 | 0 | 70,000 | 0 |
| County Administration Building 1.75% | 0 | 325,000 | 0 | 325,000 |
| Courthouse 1.75% | 0 | 436,000 | 0 | 436,000 |
| Courthouse 2.50% | 436,000 | 0 | 436,000 | 0 |
| New Computer System 1.75% | 0 | 2,200,000 | 0 | 2,200,000 |
| New Computer System 2.50% | 3,000,000 | 0 | 3,000,000 | 0 |
| <i>Total Governmental Activities</i> | <u>\$3,567,000</u> | <u>\$3,074,000</u> | <u>\$3,567,000</u> | <u>\$3,074,000</u> |
| Business-Type Activities | | | | |
| Portage County Water | | | | |
| Stonegate/Jefferson Water Main 1.75% | \$0 | \$47,500 | \$0 | \$47,500 |
| Stonegate/Jefferson Water Main 2.50% | 101,000 | 0 | 101,000 | 0 |
| Shalersville Waterline 1.75% | 0 | 379,500 | 0 | 379,500 |
| Shalersville Waterline 2.50% | 380,000 | 0 | 380,000 | 0 |
| Brimfield/Shalersville 1.75% | 0 | 425,500 | 0 | 425,500 |
| Brimfield/Shalersville 2.50% | 111,000 | 0 | 111,000 | 0 |
| Dawley to Infirmary 2.50% | 321,000 | 0 | 321,000 | 0 |
| Infirmary Booster/Softener 1.75% | 0 | 257,000 | 0 | 257,000 |
| Infirmary Booster/Softener 2.50% | 229,000 | 0 | 229,000 | 0 |
| Streetsboro Water Line 1.75% | 0 | 258,000 | 0 | 258,000 |
| Streetsboro Water Line 2.50% | 285,000 | 0 | 285,000 | 0 |
| Shalersville Water Filters 1.75% | 0 | 395,000 | 0 | 395,000 |
| Shalersville Water Restroom 1.75% | 0 | 235,000 | 0 | 235,000 |
| Shalersville Plant Upgrade 1.75% | 0 | 213,500 | 0 | 213,500 |
| Shalersville Plant Upgrade 2.50% | 224,000 | 0 | 224,000 | 0 |
| Shalersville Plant Upgrade 2.50% | 32,000 | 0 | 32,000 | 0 |
| <i>Total Portage County Water</i> | <u>1,683,000</u> | <u>2,211,000</u> | <u>1,683,000</u> | <u>2,211,000</u> |
| Portage County Sewer | | | | |
| Ravenna South Pump Station 1.75% | 0 | 780,000 | 0 | 780,000 |
| Ravenna South Pump Station 2.50% | 603,000 | 0 | 603,000 | 0 |
| Ravenna East 1.75% | 0 | 235,000 | 0 | 235,000 |
| Ravenna East 2.50% | 236,000 | 0 | 236,000 | 0 |
| Ravenna South Pump Station 2.50% | 191,000 | 0 | 191,000 | 0 |
| Franklin Hills to Brimfield 1.75% | 0 | 297,000 | 0 | 297,000 |
| Franklin Hills to Brimfield 2.50% | 316,000 | 0 | 316,000 | 0 |
| <i>Total Portage County Sewer</i> | <u>1,346,000</u> | <u>1,312,000</u> | <u>1,346,000</u> | <u>1,312,000</u> |
| <i>Total Business-Type Activities</i> | <u>\$3,029,000</u> | <u>\$3,523,000</u> | <u>\$3,029,000</u> | <u>\$3,523,000</u> |

Portage County, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2003

All notes are backed by the full faith and credit of Portage County and will mature within one year. The note liability is reflected in the fund which received the proceeds. Notes are generally issued in anticipation of long-term bond financing and are refinanced until such bonds are issued.

Note 14 - Related Party Transactions

During 2003, Portage County provided facilities, certain equipment, transportation and salaries for administration, implementation and supervision of programs to Portage Industries. Portage Industries, a discretely presented component unit of Portage County, reported \$924,435 for such contributions. Portage Industries recorded operating revenues and expenses at cost or fair value as applicable, to the extent the contribution is related to the vocational purpose of the Workshop. Additional habilitative services provided directly to Workshop clients by the County amounted to \$7,146,147.

Note 15 - Conduit Debt Obligations

From time to time, the County has issued Industrial Revenue 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 twenty-two series of Industrial Revenue Bonds with an aggregate outstanding principal amount payable of \$35,740,000 and an original issue amount of \$57,605,000.

Note 16 - Risk Management

The County is exposed to various risks of loss related to torts; theft, damage and destruction of assets; errors and omissions; injuries to employees and natural disasters. The County has contracted with the County Risk Sharing Authority for the following types of insurance:

| | |
|---------------------------------------|---------------|
| Property Insurance (Blanket) | \$156,168,627 |
| General Liability | 10,000,000 |
| Law Enforcement | 10,000,000 |
| Public Officials errors and omissions | 10,000,000 |
| Automobile | 10,000,000 |
| Employee Dishonesty Crime | 1,000,000 |
| Money and Securities | 1,000,000 |
| Uninsured/Underinsured Motorist | 250,000 |
| Stop Gap Liability | 1,000,000 |
| Money Orders and Counterfeit Currency | 1,000,000 |
| Depositor's Forgery | 1,000,000 |
| Boiler and Machinery | 100,000,000 |
| Medical Professionals | 10,000,000 |

Settled claims have not exceeded coverage in any of the last three years and there was no significant reduction in coverage from the prior year.

Portage County, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2003

The County established a limited risk management program in 2000 for employee health insurance benefits which is reported in an internal service fund. A third party administrator, Assured Care, located in Ohio reviews and pays all claims on behalf of the County for PPO Plan. The monthly premium paid by the County during 2003 was \$306 for single coverage and \$793 for family coverage. Employees with single or family coverage paid nothing per month. An excess coverage insurance policy covers individual claims in excess of \$125,000 per year and aggregate claims in excess of \$6,929,469 per year. The liability for unpaid claims costs of \$601,753 reported in the fund at December 31, 2003, was established by the third party administrator and is based on requirements of GASB Statement No. 30 which requires that a liability for unpaid claims costs, including estimates of costs relating to incurred, but not reported claims, be reported. The estimate was not affected by incremental claim adjustment expenses and does not include other allocated or unallocated claim adjustment expenses.

In 2003 another medical option was made available to some employees. Qualchoice, a fully insured HMO, was provided at no cost to employees. Department cost is the same as the self-insured PPO.

Interfund premiums are based primarily upon the insured funds' claims experience and are reported as quasi-external interfund transactions. Changes in the fund's claims liability amount for the past two years are as follows:

| | Balance at Beginning of Year | Current Year Claims | Claim Payments | Balance at End of Year |
|------|------------------------------------|---------------------------|-------------------|------------------------------|
| 2002 | \$426,866 | \$6,538,362 | \$6,061,106 | \$904,122 |
| 2003 | 904,122 | 5,492,372 | 5,794,741 | 601,753 |

Since 1989 the County has participated in the State Workers' Compensation retrospective rating and payment system. This plan involves the payment of a minimum premium for administrative services and stop-loss coverage plus the actual claims cost for injured employees. The balance of claims payable at December 31, 2003 represents an estimate of the liability for unpaid claims costs provided by Workers' Compensation. The claims liability of \$1,893,667 reported in the fund at December 31, 2003, is based on the requirements of GASB statement No. 30 which requires that a liability for unpaid claims costs, including estimates of costs relating to incurred but not reported claims, be reported. The estimate was not affected by incremental claim adjustment expenses and does not include other allocated or unallocated claim adjustment expenses. Changes in claims activity for the past two years are as follows:

| | Balance at Beginning of Year | Current Year Claims | Claim Payments | Balance at End of Year |
|------|------------------------------------|---------------------------|-------------------|------------------------------|
| 2002 | \$1,968,011 | \$304,607 | \$115,271 | \$2,157,347 |
| 2003 | 2,157,347 | 183,231 | 446,911 | 1,893,667 |

The Hospital is self-insured for medical malpractice claims subject to certain limitations. Accordingly, the provision for estimated self-insured medical malpractice claims includes estimates of the ultimate costs for both reported claims and claims incurred but not reported. Potential losses from asserted and unasserted claims are accrued based on estimates that incorporate the Hospital's past experience, as well as other considerations including the nature of the claim or incident and relevant trend factors.

Portage County, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2003

The Hospital established a trust account, which is included in assets whose use is limited, for the payment of medical malpractice claim settlements. Professional insurance consultants have been retained to assist the Hospital with determining amounts to be deposited in the trust account.

Note 17 -Compensated Absences

County employees earn vacation and sick leave at varying rates depending on length of service and department policy. Up to three years of vacation leave may be accumulated. All accumulated, unused vacation time is paid upon separation if the employee has at least one year of service with the County. Upon retirement or death, unused sick leave balances up to a maximum of 240 hours is paid at varying rates depending on length of service.

Note 18 - Food Stamps

The County's Department of Human Services (Welfare) distributed, through contracting issuance centers, federal food stamps to entitled recipients within Portage County. The receipt and issuance of these stamps have the characteristics of federal "grants"; however, the Department of Human Services merely acts in an intermediary capacity. Therefore, the inventory value of these stamps is not reflected in the accompanying financial statements as the only economic interest related to these stamps rests with the ultimate recipient. The Department of Human Services participates in the electronic benefit transfer program. The remaining balance is a reserve the department maintains in case of a computer malfunction. Changes in food stamps during 2003 were:

| | |
|-------------------------|-----------------------|
| Balance at 1/1/03 | \$3,480 |
| Receipts | 0 |
| Destroyed/Disbursements | <u>531</u> |
| Balance at 12/31/02 | <u><u>\$2,949</u></u> |

Note 19 - 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-employer defined benefit pension plan. The member-directed plan is a defined contribution plan in which the member invests both member and employer contributions (employer contributions vest over five years at 20% 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 the retirement system to provide a formula retirement benefit similar to the traditional plan benefit. Member contributions, whose investment is self-directed by the member, accumulate retirement assets in a manner similar to the member directed plan.

Portage County, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2003

OPERS provides retirement, disability, survivor and death benefits and annual cost of living adjustments to members of the traditional and combined plans. Members of the member directed plan do not qualify for ancillary benefits. Authority to establish and amend benefits is provided by Chapter 145 of the Ohio Revised Code. OPERS issues a stand-alone financial report that may be obtained by writing to OPERS, 277 East Town Street, Columbus, Ohio 43215-4642 or by calling (614)222-6705.

For the year ended December 31, 2003, the 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 salaries. 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 contributions for pension obligations to the traditional and combined plans for the years ended December 31, 2003, 2002 and 2001 were \$8,191,563, \$6,885,017, and \$6,911,145 respectively; 87.97 percent has been contributed for 2003 and 100 percent for 2002 and 2001. Contributions to the member-directed plan for 2003 were \$21,889 made by the County and \$13,731 made by the plan members.

B. State Teachers Retirement System

Certified teachers, employed by the school for the Mental Retardation and Developmental Disabilities, participate in the State Teachers Retirement System of Ohio (STRS Ohio), a cost-sharing, multiple-employer public employee retirement system. STRS Ohio provides retirement and disability benefits to members and death and survivor benefits to beneficiaries. STRS Ohio issues a stand-alone financial report that may be obtained by writing to STRS Ohio, 275 East Broad Street, Columbus, Ohio 43215-3771 or calling (614)227-4090.

New members have a choice of three retirement plans, a Defined Benefit (DB) Plan, a Defined Contribution (DC) Plan and a Combined Plan. The DB Plan offers an annual retirement allowance based on final average salary times a percentage that varies based on years of service, or an allowance based on member contributions and earned interest matched by STRS Ohio funds times an actuarially determined annuity factor. The DC Plan allows members to place all their member contributions and employer contributions equal to 10.5% 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 50 and termination of employment. The Combined Plan offers features of both the DC Plan and the DB Plan. In the Combined Plan, 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 DB Plan. DC and Combined Plan members may transfer to the Defined Benefit Plan during their fifth year of membership unless they permanently select the DC or Combined Plan. 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 balances from the existing DB Plan into the DC Plan or the Combined Plan. This option expired on December 31, 2001. Benefits are established by Chapter 3307 of the Ohio Revised Code.

A DB or Combined Plan member with five or more years 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. Member in the DC Plan 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.

Portage County, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2003

Plan members were required to contribute 9.3 percent of their annual covered salaries. The County was required to contribute 14 percent; 13 percent was the portion used to fund pension obligations. The portion used to fund pension obligations was 9.5 percent. Contribution rates are established by the State Teachers Retirement Board, upon recommendations of its consulting actuary, not to exceed statutory maximum rates of 10 percent for members and 14 percent for employers. Chapter 3307 of the Ohio Revised Code provides statutory authority for member and employer contributions.

The County's contributions for pension obligations to the DB Plan for the years ended December 31, 2003, 2002 and 2001 were \$141,389, \$132,841, \$123,460, respectively, 100 percent has been contributed for been contributed for 2001, 2002 and 2003.

Note 20 - 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 the retirement system is considered an Other Postemployment Benefit as described in *GASB Statement No. 12*. 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 local government employer contribution rate was 13.55 percent of covered payroll (16.7 percent for public safety and law enforcement); 5.00 percent of covered payroll was the portion that was 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 8.00 percent, an annual increase in active employee total payroll of 4.00 percent compounded annually (assuming no change in the number of active employees) and an additional increase in total payroll of between .50 percent and 6.3 percent based on additional annual pay increases. Health care premiums were assumed to increase 4.00 percent annually.

All investments are carried at market. 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 \$000,000. The actual contribution and the actuarially required contribution amounts are the same. OPERS's net assets available for payment of benefits at December 31, 2002, (the latest information available) were \$10.0 billion. The actuarially accrued liability and the unfunded actuarial accrued liability were \$18.7 billion and \$8.7 billion, respectively.

In December 2001, the 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. Choices will incorporate a cafeteria approach, offering a broader range of health care options. The 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.

Portage County, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2003

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 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

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

All STRS benefit recipients and sponsored dependents are eligible for health care coverage. The STRS 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 is included in the employer contribution rate, currently 14 percent of covered payroll. The STRS board allocated employer contributions equal to 1 percent of covered payroll to the Health Care Reserve Fund. For the County, this amount equaled \$62,925 for 2003.

STRS pays health care benefits from the Health Care Reserve Fund. At June 30, 2002, the balance in the Fund was \$3.011 billion. For the 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 21 - Contingent Liabilities

A. Grants

The County received financial assistance from federal and state agencies in the form of grants. The disbursement of funds received under these programs generally require compliance with terms and conditions specified in the grant agreements and is subject to audit by the grantor agency. Any disallowed claims resulting from such audits could become a liability of the general fund or other applicable funds. However, in the opinion of management such disallowed claims will not have a material adverse effect on the overall financial position of the County.

B. Litigation

The County is party to legal proceedings. The County Commissioners are of the opinion that ultimate disposition of these claims will not have a material effect, if any, on the financial condition of the County.

Portage County, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2003

Note 22 - Interfund Transfers and Balances

A. Interfund Transfers

Interfund transfers for the year ended December 31, 2003, consisted of the following:

| Transfers To | Transfers From | | | | | Total |
|---------------------------------------|-----------------|---|--------------------|---------------------------------------|----------------------|--------------------|
| | General | Mental Retardation and Developmental Disabilities | Bond Retirement | Special Assessment Sewer Construction | Portage County Sewer | |
| General | \$0 | \$0 | \$1,237,232 | \$0 | \$0 | \$1,237,232 |
| Permanent Improvements | 0 | 200,000 | 0 | 0 | 0 | 200,000 |
| Special Assessment Bond Retirement | 0 | 0 | 0 | 1,242 | 0 | 1,242 |
| Computer Acquisition and Installation | 53,337 | 0 | 0 | 0 | 0 | 53,337 |
| Special Assessment Sewer Construction | 0 | 0 | 0 | 0 | 23,164 | 23,164 |
| Total | \$53,337 | \$200,000 | \$1,237,232 | \$1,242 | \$23,164 | \$1,514,975 |

The transfer from the general fund to the computer acquisition and installation capital projects fund was for interest and legal fees for the issuance of bond anticipation notes related to the new financial software system. The transfer from the mental retardation and developmental disabilities special revenue fund to the permanent improvements capital project fund is an annual transfer made for possible future construction projects. The transfer from the bond retirement fund to the general fund was the sales tax received in excess of debt that was released. The transfer from the special assessment sewer construction capital projects fund to the special assessment bond retirement debt service fund is for the payment of debt. The transfer from Portage County sewer enterprise fund to the special assessment sewer construction capital projects fund was for its portion of a split (shared) project.

B. Interfund Balances

Interfund balances at December 31, 2003, consisted of the balances resulting from the time lag between the dates that (1) interfund goods or services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting records, and (3) payments between funds are made. All are expected to be paid within one year.

Portage County, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2003

| Interfund Payable | Interfund Receivable | | | | Total |
|---|----------------------|------------------|------------------|-----------------------|--------------------|
| | General | Central Services | Health Benefits | Workers' Compensation | |
| General | \$0 | \$75,391 | \$148,129 | \$498,530 | \$722,050 |
| Mental Health and Recovery Board | 0 | 14 | 1,135 | 8,685 | 9,834 |
| Mental Retardation and Developmental Disabilities | 0 | 0 | 12,511 | 202,588 | 215,099 |
| Child Welfare Levy | 0 | 0 | 375 | 35,216 | 35,591 |
| Nursing Home | 3,617,608 | 8,057 | 37,934 | 45,564 | 3,709,163 |
| Solid Waste Recycling Center | 170,748 | 1,320 | 10,187 | 36,263 | 218,518 |
| Portage County Sewer | 0 | 3,694 | 7,486 | 22,779 | 33,959 |
| Portage County Water | 0 | 2,427 | 4,573 | 12,394 | 19,394 |
| Streetsboro Sewer | 0 | 5,319 | 7,559 | 14,242 | 27,120 |
| <i>Non-major Funds:</i> | | | | | |
| Certificate of Title | 0 | 295 | 1,934 | 8,581 | 10,810 |
| Enterprise Zone Monitoring | 25,000 | 0 | 36 | 478 | 25,514 |
| Real Estate Assessment | 0 | 461 | 2,212 | 7,943 | 10,616 |
| Delinquent Real Estate Tax Assessment Collection | 0 | 0 | 861 | 3,467 | 4,328 |
| Computer Legal Research | 0 | 3 | 3 | 53 | 59 |
| Probation Services | 0 | 0 | 326 | 1,768 | 2,094 |
| Adult Probation | 12,000 | 0 | 1,422 | 6,449 | 19,871 |
| Juvenile Probation | 0 | 0 | 2,202 | 11,171 | 13,373 |
| Motor Vehicle and Gas Tax | 0 | 3,636 | 29,150 | 55,703 | 88,489 |
| Community Development | 12,500 | 0 | 0 | 0 | 12,500 |
| No Passing Zone Update Study | 10,645 | 0 | 0 | 0 | 10,645 |
| Dog and Kennel | 0 | 1,096 | 1,645 | 3,576 | 6,317 |
| Child Health Services | 30,000 | 17 | 966 | 6,557 | 37,540 |
| Women, Infants and Children | 140,000 | 435 | 6,153 | 10,970 | 157,558 |
| Public Assistance | 0 | 9,753 | 48,371 | 68,507 | 126,631 |
| Child Support Administration | 0 | 0 | 13,894 | 22,530 | 36,424 |
| Victim Assistance | 17,000 | 0 | 1,372 | 5,020 | 23,392 |
| Senior Center | 12,000 | 0 | 0 | 0 | 12,000 |
| Kids in Treatment | 26,125 | 0 | 0 | 0 | 26,125 |
| Hazardous Materials Fund | 5,500 | 144 | 92 | 207 | 5,943 |
| Sheriff Grants | 10,000 | 0 | 16 | 1,540 | 11,556 |
| Drug Law Enforcement | 0 | 0 | 13 | 1,212 | 1,225 |
| Building Improvements | 23,400 | 0 | 0 | 0 | 23,400 |
| Permanent Improvements | 93,523 | 0 | 0 | 0 | 93,523 |
| Central Services | 279,000 | 0 | 2,026 | 12,338 | 293,364 |
| Health Benefits | 12,424 | 79 | 0 | 697 | 13,200 |
| Workers' Compensation | 0 | 44 | 428 | 0 | 472 |
| Total | \$4,497,473 | \$112,185 | \$343,011 | \$1,105,028 | \$6,057,697 |

Portage County, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2003

Note 23 - Contractual Commitments

As of December 31, 2003, the County had contractual commitments for the following projects:

| | Contract Amount | Amount Paid | Remaining on Contract |
|-----------------------------|---------------------|---------------------|--------------------------|
| County Services | \$4,132,875 | \$2,628,581 | \$1,504,294 |
| County Buildings | 3,539,046 | 1,366,612 | 2,172,434 |
| County Highway and Bridges | 299,095 | 96,165 | 202,930 |
| Community Development | 145,000 | 125,000 | 20,000 |
| Internal Services | 6,893,000 | 5,000,647 | 1,892,353 |
| Real Estate Assessment | 155,300 | 86,292 | 69,008 |
| Mental Retardation Services | 1,494,360 | 630,159 | 864,201 |
| Mental Health Counseling | 4,439,896 | 4,200,215 | 239,681 |
| Parks and Recreation | 71,275 | 57,215 | 14,060 |
| Public Assistance | 202,230 | 121,506 | 80,724 |
| Portage County Sewer | 197,858 | 57,264 | 140,594 |
| Portage County Water | 584,913 | 235,167 | 349,746 |
| Streetsboro Sewer | 469,889 | 177,480 | 292,409 |
| Solid Waste | 179,643 | 155,729 | 23,914 |
| Total | <u>\$22,804,380</u> | <u>\$14,938,032</u> | <u>\$7,866,348</u> |

Note 24 - Jointly Governed Organizations

A. Portage County Regional Planning Commission (Commission)

The County participates in the Portage County Regional Planning Commission which is a statutorily created political subdivision of the State. The Commission is a jointly governed among Portage County, municipalities and townships. Of the twenty-six members of the Commissions governing board, the County appoints one. Each member's control over the operation of the Commission is limited to its representation on the board. The Commission makes studies, maps, plans, recommendations and reports concerning the physical, environmental, social, economic, and governmental characteristics, functions, and services of the County. In 2003, the County contributed \$50,000 to the Commission which represents 11 percent of total contributions. Complete financial statements can be obtained from the Regional Planning Commission, 128 North Prospect Street, Ravenna, Ohio 44266.

Portage County, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2003

B. Northeast Ohio Four County Regional Planning and Development Organization (Organization)

The Organization is a jointly governed organization among Portage, Stark, Summit and Wayne counties and the cities of Canton, Akron, Wooster and Kent. A thirty-seven member general policy board oversees the operations of the Organization. Each member appoints board representatives based on population. The County has three representatives on the Board at the present time. The Board exercises total authority for the day-to-day operations of the Organization. These include budgeting, appropriating, contracting, and designating management. Its purpose is to foster a cooperative effort in regional planning, programming and the implementation of regional plans and programs. The County has no financial responsibility for any of the Organization's liabilities. In 2003, the County contributed \$17,692 which represents three percent of total contributions. Complete financial statements may be obtained from the NEFCO at 969 Copley Road, Akron, Ohio 44320-2992.

C. Akron Metropolitan Area Transportation Study (Organization)

The Akron Metropolitan Area Transportation Study is a jointly governed organization among Portage County, Summit County and Chippewa Township in Wayne County. Three County Commissioners and the County Engineer serve on the 42 member board. Each member's control over the operation of the organization is limited to its representation on the board. Its purpose is to identify existing and potential transportation problems and to ensure planned improvements are consistent with area transportation goals and objectives. In 2003, the County contributed \$13,697 which represents one percent of total contributions. Complete financial statements can be obtained from the Akron Metropolitan Area Transportation Study at 806 City Center Building, 146 South High Street, Akron, Ohio 44308-1423.

D. Northeast Ohio Trade and Economic Consortium (Consortium)

The Consortium is a jointly governed organization by the Counties of Portage, Stark, Columbiana, Mahoning, Trumbull and Summit. A six member regional council oversees the operation of the Consortium. Each county appoints one council member. The Council exercises total authority for the day-to-day operations of the Consortium. These include budgeting, appropriating, contracting, and designating management. The County has no financial responsibility for any of the Consortium's liabilities. The County made \$25,000 in contributions to the Consortium in 2003 which represents twelve percent of total contributions. Complete financial statements may be obtained from the Northeast Ohio Trade and Economic Consortium, Akron, Ohio.

E. Northeast Ohio Community Alternative Program Facility (N.E.O.C.A.P.)

N.E.O.C.A.P. is a community based corrections facility that provided residents of the facility educational, vocational, substance abuse and support counseling services. The facility is administered by a Judicial Corrections Board consisting of seven common pleas court judges. The Board consists of two judges each from Trumbull and Lake Counties and one judge each from Ashtabula, Geauga, and Portage Counties. The Board adopts its own budget, authorizes expenditures and hires and fires its own staff. Funding comes from the State.

Portage County, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2003

F. North East Ohio Network (N.E.O.N.)

N.E.O.N. is a council of governments formed to provide a regional effort in administering, managing and operating programs for certain individuals with developmental disabilities. Participating counties include Portage, Trumbull, Columbiana, Geauga, Lake, Mahoning, Medina and Stark Counties. N.E.O.N.'s operation is controlled by their board which is comprised of the superintendent's of Mental Retardation and Developmental Disabilities of each participating County. N.E.O.N. adopts its own budget, authorized expenditures and hires and fires its own staff. During 2003, N.E.O.N., received sufficient revenues from State grant monies and no additional funds were needed from the participants.

G. Portage Area Development Corporation (PAD Corp.)

PAD Corp. serves as the administrator of the County's Revolving Loan Fund (RLF). Pad Corp. is comprised of a 33-member board of trustees which appoints the governing board, which controls the operations. The governing board consists of two members from the County, one member from the City of Ravenna and four members from various communities. The County has contracted with PAD Corp. to administer some of its federal grants. PAD Corp. adopts its own budget, authorizes expenditures and hires and fires its own staff. Complete financial statements can be obtained from PAD Corp. at 231 W. Main Street, Ravenna, Ohio 44266.

H. Portage County Family and Children First Council (Council)

The mission of the Council is to promote and facilitate collaboration among community agencies serving children and their families and to unite the community in promoting the well-being of children and their families through leadership advocacy, and coordination of services. The Board of Trustees is made up of 18 individuals from various organizations including 5 from the County. The County made no contributions to the Council during the year 2003.

Note 25 - Related Organizations

A. Portage County District Library (Library)

The Portage County Commissioners are responsible for appointing a voting majority of the Portage County Library District Board; however, the County cannot influence the Library's operation nor does the Library represent a potential financial benefit or burden on the County. The County serves in a ministerial capacity as the taxing authority for the Library. Once the Library determines to present a levy to the voters, including the determination of its rate and duration, the County must place the levy on the ballot. The Library determines its own budget. The Library did not receive any funding from the County during 2003. Complete financial statements can be obtained from the Portage County District Library at 10482 South Street, Garrettsville, Ohio 44231.

B. Portage County Park District (District)

The three Park District Commissioners are appointed by the Probate Judge of the County. The District hires and fires its own staff, and does not rely on the County to finance deficits. The County is not financially accountable for the District nor is the District financially dependent on the County. The District serves as its own taxing and debt issuance authority. Complete financial statements can be obtained from the Portage County Park District at 449 S. Meridian, 7th Floor Admin. Bldg., Ravenna, Ohio 44266.

Portage County, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2003

Note 26 - Joint Venture

Portage Geauga Juvenile Detention and Rehabilitation Center (Detention Center)

The Detention Center is operated under Section 2151.34 Ohio Revised Code. The Detention Center operates under the direction of a six member Joint Board of County Commissioners made up of the three County Commissioners from Geauga County and the three County Commissioners from Portage County. The Primary purpose of the Detention Center is to provide a secure and safe environment for youth prior to a court hearing on a delinquency charge or while awaiting placement or commitment to another facility.

Continued existence of the Detention Center is dependent on the County's continued participation and the County has an equity interest in the Detention Center. The County's equity interest is \$6,415,021 which represents 65 percent of the total equity in the Detention Center. The Detention Center is not accumulating significant financial resources or experiencing fiscal distress which would cause additional financial benefit to or burden on the County. Complete financial statements can be obtained from the Portage Geauga Juvenile Detention Center, 8000 Infirmary Road, Ravenna, Ohio 44266.

Note 27 – Donor-Restricted Endowments

The County's private purpose trust funds include donor-restricted endowments. Net Assets-Endowments of \$3,500 represents the principal portion of the endowment. The amount of interest earnings on donor-restricted investments is available for expenditure by the governing board, for purposes consistent with the endowment's intent. The endowment indicates that the interest should be used for the purchase of flags in the townships and to benefit children in a detention center in the County.

Note 28 - Portage Industries, Inc. (Organization)

A. Summary of Significant Accounting Policies

This summary of significant accounting policies of Portage Industries, Inc. (the Organization) is presented to assist in understanding the Organization's financial statements. The financial statements and notes are representations of the Organization's management who is responsible for their integrity and objectivity. These accounting policies conform to generally accepted accounting principles and have been consistently applied in the preparation of the financial statements.

Organization and Purpose The Organization was incorporated on July 22, 1970, under the laws of the State of Ohio as a not-for-profit corporation. The Organization operates under a contractual agreement with the Portage County Board of Mental Retardation and Developmental Disabilities (PCBMR/DD) in order to assist the PCBMR/DD in the delivery of employment services for persons enrolled in the programs and services of the PCBMR/DD, which are, programs for the habilitation, education, skills development and community integration of persons with disabilities in Portage County, Ohio.

Basis of Presentation The Organization has adopted Financial Accounting Standard Board Statement of Accounting Standards (FAS) No. 117 (Financial Statements of Not-for-Profit Organizations) for presentation of its financial statements. As such, the financial statements are presented on the basis of unrestricted, temporarily restricted, and permanently restricted net assets.

Portage County, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2003

Method of Accounting The Organization uses the accrual basis of accounting.

Cash For purposes of the statement of cash flows, the Organization considers all highly liquid debt instruments purchased with an initial maturity of three months or less to be cash equivalents.

Certificates of Deposit The certificates bear interest ranging from 1.34 percent to 5.12 percent and have maturities from one year to twenty six months, with penalties for early withdrawal. Any penalties for early withdrawal would not have a material effect on the financial statements.

Accounts Receivable It is the policy of the Organization to write off doubtful accounts receivable directly to expense when deemed uncollectible.

Inventory At December 31, 2003, the Organization had shop supplies and food product inventory in the amount of \$6,144. Inventory is valued at cost using the first-in, first-out method.

Investments The Organization had adopted FAS No. 124 (Accounting for Certain Investments Held by Not-for-Profit Organizations). Under FAS No. 124, investments in marketable securities with readily determinable fair values are reported at their quoted market value in the statement of financial position. Unrealized gains and losses are included in the change in net assets. Investment return consists of investment income and unrealized gain (loss).

Property and Equipment and Related Depreciation Policies Depreciation is computed using the straight-line method. The estimated useful lives used in computing depreciation expense are as follows:

| Depreciation | Life |
|-------------------------------|--------------------|
| Office Equipment and Fixtures | 5, 10 and 12 Years |
| Food Service Equipment | 10 Years |

Maintenance and repairs are charged to expense as incurred and major renewals and improvements are capitalized.

The cost of property retired or disposed of is removed from the accounts together with related accumulated depreciation and any resulting gain or loss is reflected in income.

Revenue Recognition The Organization has adopted FAS No. 116 (Accounting for Contributions Received and Contributions Made). As such, contributions are recognized as revenue when they are received or unconditionally pledged. Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support, depending on the existence and/or nature of any donor imposed restrictions. Donor-restricted contributions whose restrictions are met in the same reporting period are recorded as unrestricted support.

The Organization's sole support is from Portage County Board of Mental Retardation and Developmental Disabilities in the form of donated facilities and services. These contributions are recorded as unrestricted support.

Functional Classification of Expenses The Organization allocates its expenses on a functional basis among its various programs and support services. Expenses and support services that can be identified with a specific program are allocated directly according to their natural expenditure classification. Other expenses that are common to several programs are allocated based on estimates established by the Organization. Accordingly, actual results could differ from these estimates.

Portage County, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2003

Federal Income Tax The Organization is a not-for-profit corporation and is currently exempt from income tax under section 501 (c)(3) of the Internal Revenue Code. Therefore, no provision or liability for income taxes has been included in these financial statements.

B. Prepaid Expenses

The Organization has prepaid insurance expense at December 31, 2003 in the amount of \$4,348.

C. Investments

Investments cost and unrealized gain (loss) consisted of the following at December 31, 2003:

| | Quoted Market Value | Total Cost | Unrealized Gain (Loss) | 2003 Unrealized Gain (Loss) |
|-------------------|------------------------|---------------|---------------------------|--------------------------------|
| Equity Securities | \$139,471 | \$132,529 | \$6,942 | \$20,290 |

D. Office Equipment and Fixtures

Office Equipment and Fixtures consisted of the following at December 31, 2003:

| | |
|-------------------------------|-----------|
| Office Equipment and Fixtures | \$102,788 |
| Food Service Equipment | 5,582 |
| Less Accumulated Depreciation | (85,813) |
| Total | \$22,557 |

Property and Equipment additions during 2003 amounted to \$2,233. Property and Equipment retirements and disposals during 2003 amounted to zero. Depreciation charged to expense in 2003 amounted to \$4,562.

E. Supplemental Disclosures of Cash Flow Information

Cash paid for Interest during the year amounted to zero.

F. In-Kind Support

For the year ended December 31, 2003, the Organization received in-kind support from the Portage County Board of Mental Retardation and Developmental Disabilities in the amount of \$924,435. These donated services and property were comprised of the following:

| | |
|---------------------------|-----------|
| Wages and Salaries | \$541,957 |
| Fringe Benefits | 154,149 |
| Other Adult Program Costs | |
| Administrative Costs | 103,199 |
| Occupancy | 125,130 |
| Total In-Kind Support | \$924,435 |

G. Temporarily Restricted Net Assets

The Organization does not have any temporarily restricted net assets.

Portage County, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2003

H. Permanently Restricted Net Assets

The Organization does not have any permanently restricted net assets.

Note 29 - Portage County Regional Airport Authority (Authority)

The Portage County Regional Airport Authority (the "Airport") was created by resolution of the Portage County Commissioners under the authority of Chapter 308 of the Ohio Revised Code. The Airport is presently governed by a seven member board of trustees appointed by the County Commissioners. The Board of Trustees has the authority to exercise all of the powers and privileges provided under the law. These powers include the ability to sue or be sued in its corporate name, the power to establish and collect rates, rentals and other charges, the authority to acquire, construct, operate, manage and maintain airport facilities, the authority to buy and sell real and personal property, and the authority to issue debt for acquiring or constructing any facility or permanent improvement. Portage County has loaned the Airport money to continue operations. Since the Airport imposes a financial burden on the County, the Airport is reported as a component unit of Portage County.

A. Reporting Entity

The Airport has adopted the provisions of Statement No. 14 of the Governmental Accounting Standards Board ("GASB") regarding the definition of the financial reporting entity. A reporting entity is comprised of the stand-alone government, component units and other organizations that are included to ensure that the financial statements of the Airport are not misleading. The stand-alone government consists of all departments, boards and agencies that are not legally separate from the Airport.

B. Summary of Significant Accounting Policies

The significant accounting policies followed in the preparation of these financial statements are summarized below. These policies conform to generally accepted accounting principles (GAAP) for local governmental units as prescribed in the statements issued by the Governmental Accounting Standards Board (GASB) and other recognized authoritative sources are generally applicable to the primary government. The Authority also applies Financial Accounting Standards Board (FASB) Statements and Interpretations issued on or before November 30, 1989.

Fund Accounting The Airport reports its operations as a single enterprise fund. This fund is used to account for any activity for which a fee is charged to external users for goods or services.

C. Basis of Presentation – Fund and Measurement Focus and Basis of Accounting

The Airport uses an enterprise fund to report its financial position and the results of its operations. This fund uses the economic resources measurement focus and the accrual basis of accounting.

D. Cash and Cash Equivalents

The Airport maintains three interest bearing depository accounts and three non-interest bearing depository accounts. All funds of the Authority are maintained in these accounts. These depository accounts are presented as "Equity in Pooled Cash and Cash Equivalents."

Portage County, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2003

E. Inventory

On government-wide financial statements, inventories are presented at the lower of cost or market on a first-in, first-out basis and are expensed when used. The Airport had no inventory at December 31, 2003.

F. Capital Assets

Capital assets utilized by the Airport are reported on the statement of net assets. 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 Airport maintains a capitalization threshold of one hundred dollars. The Airport does not possess any infrastructure. Improvements are capitalized; the cost of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not.

All reported capital assets are depreciated except for land. Improvements are depreciated over the remaining useful lives of the related capital assets. Depreciation is computed using the straight-line method over the following useful lives:

| <u>Description</u> | <u>Estimated Lives</u> |
|-----------------------------------|------------------------|
| Land Improvements | 15 Years |
| Equipment, Furniture and Fixtures | 5 - 10 Years |

G. 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 constitutional provisions or enabling legislation or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

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

H. Contributions of Capital

Contributions of capital arise from outside contributions of capital assets or from grants or outside contributions of resources restricted to capital acquisition and construction.

I. Estimates

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

J. Restatement of Prior Year Net Assets

At December 31, 2002, intergovernmental receivable was overstated and capital assets were understated. The effect of this change on net assets is a \$90,130 decrease from \$3,891,229 to \$3,801,099.

Portage County, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2003

K. Deposits and Investments

The Airport follows the same guidelines identified in Note 6.

Deposits At year-end, the carrying amount of the Airport 's deposits was \$234,193 and the bank balance was \$234,219. Of the bank balance:

\$100,000 was covered by federal depository insurance.

\$134,219 was covered by Ohio Public Entities Pooled Collateral. Although the securities were held by the pledging financial institutions trust department or agent in the Airport's name and all State statutory requirements for the investment of money had been followed, noncompliance with federal requirements could potentially subject the Airport to a successful claim by the FDIC.

The Airport did not have any investments at year end.

L. Capital Assets

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

| | Balance 12/31/02 | Additions | Deletions | Balance 12/31/03 |
|--|---------------------|-----------|-----------|---------------------|
| Capital Assets, not being Depreciated | | | | |
| Land | \$1,790,996 | \$0 | \$0 | \$1,790,996 |
| Capital Assets, being Depreciated | | | | |
| Land Improvements | 1,876,111 | 407,923 | 0 | 2,284,034 |
| Equipment | 248,209 | 0 | 0 | 248,209 |
| <i>Total Capital Assets, being Depreciated</i> | 2,124,320 | 407,923 | 0 | 2,532,243 |
| Less: Accumulated Depreciation | | | | |
| Land Improvements | (184,105) | (125,074) | 0 | (309,179) |
| Equipment | (122,021) | (27,264) | 0 | (149,285) |
| <i>Total Accumulated Depreciation</i> | (306,126) | (152,338) | 0 | (458,464) |
| <i>Total Capital Assets being Depreciated, Net</i> | 1,818,194 | 255,585 | 0 | 2,073,779 |
| <i>Total Capital Assets, Net</i> | \$3,609,190 | \$255,585 | \$0 | \$3,864,775 |

M. Defined Benefit Pension Plan

The Airport participates in the Ohio Public Employee Retirement System (OPERS). See Note 19. The Airport 's required contributions to OPERS for the years ended December 31, 2002, 2001 and 2000 were \$563, \$437 and \$699 respectively. The full amount has been contributed for 2002 and 2001, 92.63 percent has been contributed for 2003 with the remainder being reported as an intergovernmental payable.

Portage County, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2003

N. Postemployment Benefit

The Airport provides postemployment and health care coverage through the Ohio Public Employees Retirement System (OPERS). See Note 20. The Airport's actual contributions for 2003 which were used to fund postemployment benefits were \$329.

O. Risk Management

During 2003, the Airport contracted with several companies for various types of insurance as follows:

| Company | Type | Coverage |
|-----------------------------------|-------------------------------------|-------------|
| General Star Indemity | Professional Liability Insurance | \$1,000,000 |
| XL Speciality Insurance Company | Bodily Injury and Property Damage | 2,000,000 |
| USF & G/St. Paul | Commercial Property 80 percent | 591,350 |
| Aviation Insurance Managers, Inc. | Inland Marine 100 percent Coinsured | 47,100 |
| Aviation Insurance Managers, Inc. | Public Officials Bond | 18,000 |

Settled claims have not exceeded this coverage in any of the past three years and there has been no significant reduction in commercial coverage in any of the past three years.

P. Long-Term Obligations

The changes in the Airport's long-term obligations during the year consist of the following:

| | Principal Outstanding 12/31/02 | Additions | Reductions | Principal Outstanding 12/31/03 | Amounts Due in One Year |
|------------------------------------|--------------------------------------|------------|------------------|--------------------------------------|-------------------------------|
| 1998 Loans Payable 5.38% | \$12,000 | \$0 | (\$6,000) | \$6,000 | \$6,000 |
| 2001 Due to Primary Government | 419,000 | 0 | 0 | 419,000 | 0 |
| <i>Total Long-term Liabilities</i> | <u>\$431,000</u> | <u>\$0</u> | <u>(\$6,000)</u> | <u>\$425,000</u> | <u>\$6,000</u> |

The Airport has an obligation to the primary government of \$419,000 at December 31, 2003 for a loan to continue the operations of the Airport. Payment on this loan has been deferred until 2011. The principal payment has been determined at \$41,900 payable annually on this loan for ten years. Interest payments have not been determined for this loan as of December 31, 2003 due to the extended deferment. The Airport also incurred a long-term obligation during 2001 for the purchase of a piece of equipment. Principal of \$6,000 and interest of \$450 are due on this obligation as of December 31, 2003.

Q. Operating Losses

The airport has suffered recurring losses from operations and projects. Those recurring losses will continue in the future without additional subsidies from the County. The airport has a limited (fixed) revenue base which is insufficient to cover operating expenses. Additionally, vendors have not been paid timely, which is due, in part, to poor record keeping in the past.

Portage County, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2003

The airport has delayed making payment on the \$419,000 loan from the Commissioners six times. The airport requested that the Commissioners forgive the loan, but the response was that the loan is still owed. The 1999, 2000, 2001 and 2002 loan payments have been extended until calendar year 2011 when the airport must make its first payment on the loans totaling \$419,000, plus interest. The loan schedule will be paid in annual payments of \$41,900, plus interest to be determined during 2011.

The airport has set up a computerized record keeping system. The airport believes that additional operating subsidies received this year in the amount of \$15,000 helped operating conditions. The airport also believes that if the Commissioners were to continue to provide the additional \$15,000 in operating subsidies they would be able to meet their obligations in a timelier manner. The Commissioners have continued to provide matching monies on Federal and State Grants.

At present, the airport has filed two law suits against users of the airfield for fees associated with use of airport facilities. The outcome of the lawsuits will have an effect on the operating condition of the airport because the monies will be used to fund current operations if the Court allows the fee to be placed on users of the airport. The outcome is presently undeterminable. Providing the airport's fee policy is sustained the estimated amount being sought is \$55,795 in total. The estimates are as follows: Due from Calendar 2002 is estimated to be \$18,925; Due from Calendar 2003 is estimated to be \$36,870.

R. Pending Litigation

During 2002 the Portage County Regional Airport Authority (PCRAA) filed a civil complaint lawsuit against Thickstun Bros Inc. for breach of contract and negligence in the installation of the fuel farm system on airport property. This case was filed on February 12, 2002.

Thickstun Bros. Inc. has filed a counter claim against the PCRAA for an alleged unjust enrichment claim for the amount of \$25,466 in principal and an additional \$33,035 in interest.

On February 27, 2003, the PCRAA received a letter from its insurance provider that the above counterclaim was not covered under its policy. The Plaintiff is seeking compensatory damages.

This case is currently in the discovery phase. The outcome of the above will depend primarily upon whether it can be proven that the Defendant Thickstun Bros. failed to perform the conditions of the contract in the areas of material and workmanship. In the initial contract, there was a liquidated damages provision if the project was not completed by a certain date. Defendant Thickstun Inc. did not meet the completion deadline and that is the PCRAA's basis for not paying the balance of the contract amount.

During 2002 the Airport filed a civil complaint lawsuit against Crane Creek Industrial Campus, LLC. This is an action for appropriation/ eminent domain, filed by Airport for approximately 10 acres of land located east of the Regional Airport, in an area often referred to as in the "clear zone" near the airport. The Airport appraisers have determined the value of the land to be \$64,000; however the Defendant's appraisers have valued the same property at \$320,000. At the present time, it is not possible to determine the exact value.

**Combining Statements and
Individual Fund Schedules**

Combining Statements – Nonmajor Governmental Funds

Nonmajor Special Revenue Funds

To account for the proceeds of specific revenue sources (other than amounts relating to major capital projects) that are legally restricted to expenditures for specified purposes.

Recorder Fund - To account for monies received from County Recorder fees to be used to computerize the recorder's office.

Certificate of Title Fund - To account for funds retained by the Clerk of Courts for costs incurred in processing titles under Chapter 1548 and 4505 of the Ohio Revised Code.

Enterprise Zone Monitoring Fund - To account for the fees used to monitor enterprise zones for compliance with Federal and State requirements.

Real Estate Assessment Fund - To account for State mandated, County-wide real estate reappraisals that are funded by charges to the County's political subdivisions, which are deducted from their tax settlements twice a year.

Delinquent Real Estate Tax Assessment Collection Fund - To account for five percent of all collected delinquent real estate taxes, personal property taxes and manufactured home taxes for the purpose of collecting delinquent real estate taxes.

Agriculture Easement Purchase Program Fund - To account for the ODNA Grant whereby selected farm owners are compensated for their promises to maintain farmland as farmland (not develop it) for a certain period of time.

Computer Legal Research Fund - To account for revenues derived from charges for services expended for computerizing legal research.

Mediation and Dispute Fund - To account for the collection of fees for all civil cases except cognovits notes and domestic relations filing pursuant to ORC 2303.201(E)(1).

Probate Court Conduct Fund - To account for court costs expended on specific supplies as stated within the revised code.

Probation Services Fund - To account for grant monies used in the process of determining the severity of offences and determining the best level of rehabilitation, ranging from community service to prison term.

Adult Probation Fund - To account for State grants used to rehabilitate adult convicted offenders.

Juvenile Probation Fund - To account for grants used to rehabilitate juvenile convicted offenders.

Motor Vehicle and Gas Tax Fund - To account for the revenue derived from motor vehicle license and gasoline taxes and interest. Expenditures in this fund are used for County road and bridge repair and maintenance programs.

(continued)

Combining Statements – Nonmajor Governmental Funds (continued)

Nonmajor Special Revenue Funds (continued)

Ditch Maintenance Fund - To account for special assessment revenue, which will be used to provide storm water drainage and maintain existing ditches within the County.

Community Development Fund - To account for revenues received from Federal grants to be expended for administrative and project costs of the Community Development Block Grant programs.

No Passing Zone Update Study Fund - To account for the federal grant passed thru the Ohio Department of Public Safety.

Marriage License Fund - To account for the portion of marriage license revenue that is used to provide financial assistance for the victims of domestic violence.

Dog and Kennel Fund - To account for the dog warden’s operations, financed by sales of dog tags, kennel permits, and by fine collections.

Child Health Services Fund - To account for grant monies used for the child health program of the County.

Women, Infants and Children Fund - To account for State administered Federal grants used for child nutrition.

Public Assistance Fund - To account for various Federal and State grants used to provide public assistance to general relief recipients and pay their providers for medical assistance, and for certain public social services.

Child Support Administration Fund - To account for Federal, State, and local revenues used to administer the County Bureau of Support.

Victim Assistance Fund - To account for grant monies received to be used to assist victims of crimes and awareness of help available to these families.

Revolving Loan Fund - To account for Federal monies and loan repayments used to make loans for economic development projects within the County.

Other Human Services Funds - Smaller Special Revenue Funds operated by the County for human services purposes and subsidized in part by local, state and federal monies as well as miscellaneous sources. These funds are as follows:

| | | |
|-----------------------|---------------|------------|
| Indigent Guardianship | Senior Center | Fast Track |
|-----------------------|---------------|------------|

Other Public Safety Funds - Smaller Special Revenue Funds operated by the County for public safety purposes and subsidized in part by Local, State, and Federal monies as well as miscellaneous sources. These funds are as follows:

| | | |
|---------------------------|----------------------------|-----------------------|
| Enforcement and Education | Electronic Home Monitoring | Hazardous Materials |
| Truancy Reduction | Kids in Treatment | Local Law Enforcement |
| Assessment Officer | Sheriff Grants | Drug Law Enforcement |

(continued)

Combining Statements – Nonmajor Governmental Funds (continued)

Nonmajor Debt Service Funds

Debt service funds are used to account for the accumulation of resources for, and the payment of, general long-term and special assessment principal, interest, and related costs.

Bond Retirement Fund - To account for the retirement of principal and interest on bonds issued.

Special Assessment Bond Retirement Fund - To account for the retirement of principal and interest on special assessment debt. The revenues are generated from special assessment tax collections.

Special Assessment OWDA Loans Fund - To account for special assessment money to repay OWDA loans.

Nonmajor Capital Projects Funds

Capital projects funds are established to account for financial resources to be used for the construction or acquisition of major capital facilities (other than those financed by proprietary funds.)

Building Improvements Fund - To account for revenues used for acquiring, construction or improving county buildings.

Permanent Improvements Fund - To account for revenue used for major capital improvement expenditures.

Roadwork Improvements Fund - To account for revenue used in constructing or improving county roads and bridges.

Computer Acquisition and Installation Fund - To property control the processing of financial related transactions involving the acquisition and implementation of the counties new financial system.

Special Assessment Sewer Construction Fund - To account for the construction or improvements to sewers in either sewer district which will ultimately be paid for by special assessments.

Other Capital Projects Fund - To account for various small grants for capital improvements and/or purchases.

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Portage County, Ohio
Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2003

| | Nonmajor Special Revenue Funds | Nonmajor Debt Service Funds | Nonmajor Capital Projects Funds | Total Nonmajor Governmental Funds |
|---|---|--------------------------------------|--|--|
| Assets | | | | |
| Equity in Pooled Cash and Cash Equivalents | \$14,353,788 | \$442,911 | \$3,263,464 | \$18,060,163 |
| Cash and Cash Equivalents In Segregated Accounts | 559,522 | 0 | 0 | 559,522 |
| Materials and Supplies Inventory | 168,742 | 0 | 0 | 168,742 |
| Intergovernmental Receivable | 4,098,770 | 0 | 34,337 | 4,133,107 |
| Property Taxes Receivable | 0 | 1,367,362 | 0 | 1,367,362 |
| Special Assessments Receivable | 2,411 | 2,459,995 | 0 | 2,462,406 |
| Loans Receivable | 3,867,735 | 0 | 0 | 3,867,735 |
| <i>Total Assets</i> | <u>\$23,050,968</u> | <u>\$4,270,268</u> | <u>\$3,297,801</u> | <u>\$30,619,037</u> |
| Liabilities | | | | |
| Accounts Payable | \$1,118,790 | \$337 | \$448,440 | \$1,567,567 |
| Accrued Wages | 426,808 | 0 | 0 | 426,808 |
| Intergovernmental Payable | 893,649 | 0 | 0 | 893,649 |
| Interfund Payable | 643,010 | 0 | 116,923 | 759,933 |
| Deferred Revenue | 3,393,917 | 3,827,357 | 34,337 | 7,255,611 |
| Accrued Interest Payable | 0 | 0 | 9,284 | 9,284 |
| Notes Payable | 0 | 0 | 3,074,000 | 3,074,000 |
| <i>Total Liabilities</i> | <u>6,476,174</u> | <u>3,827,694</u> | <u>3,682,984</u> | <u>13,986,852</u> |
| Fund Balances | | | | |
| Reserved for Encumbrances | 1,020,137 | 0 | 1,700,357 | 2,720,494 |
| Reserved for Loans Receivable | 3,867,735 | 0 | 0 | 3,867,735 |
| Unreserved, Undesignated, Reported in: | | | | |
| Special Revenue Funds | 11,686,922 | 0 | 0 | 11,686,922 |
| Debt Service Funds | 0 | 442,574 | 0 | 442,574 |
| Capital Projects Funds (Deficit) | 0 | 0 | (2,085,540) | (2,085,540) |
| <i>Total Fund Balances (Deficit)</i> | <u>16,574,794</u> | <u>442,574</u> | <u>(385,183)</u> | <u>16,632,185</u> |
| <i>Total Liabilities and Fund Balances</i> | <u>\$23,050,968</u> | <u>\$4,270,268</u> | <u>\$3,297,801</u> | <u>\$30,619,037</u> |

Portage County, Ohio
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended December 31, 2003

| | Nonmajor Special Revenue Funds | Nonmajor Debt Service Funds | Nonmajor Capital Projects Funds | Total Nonmajor Governmental Funds |
|--|---|--------------------------------------|--|--|
| Revenues | | | | |
| Property and Other Taxes | \$0 | \$1,370,836 | \$0 | \$1,370,836 |
| Permissive Sales Tax | 0 | 9,135 | 0 | 9,135 |
| Intergovernmental | 22,093,563 | 70 | 951,834 | 23,045,467 |
| Interest | 72,426 | 0 | 31,703 | 104,129 |
| Licenses and Permits | 248,146 | 0 | 0 | 248,146 |
| Fines and Forfeitures | 163,606 | 0 | 0 | 163,606 |
| Rentals and Royalties | 0 | 183,412 | 0 | 183,412 |
| Charges for Services | 3,472,178 | 0 | 0 | 3,472,178 |
| Contributions and Donations | 6,580 | 0 | 0 | 6,580 |
| Special Assessments | 1,275 | 205,119 | 27,294 | 233,688 |
| Other | 8,367 | 37,161 | 1,114 | 46,642 |
| <i>Total Revenues</i> | <u>26,066,141</u> | <u>1,805,733</u> | <u>1,011,945</u> | <u>28,883,819</u> |
| Expenditures | | | | |
| Current: | | | | |
| General Government: | | | | |
| Legislative and Executive | 2,572,198 | 0 | 0 | 2,572,198 |
| Judicial | 1,008,633 | 0 | 0 | 1,008,633 |
| Public Safety | 1,530,883 | 0 | 0 | 1,530,883 |
| Public Works | 6,351,135 | 0 | 0 | 6,351,135 |
| Health | 1,340,573 | 0 | 0 | 1,340,573 |
| Human Services | 11,984,783 | 0 | 0 | 11,984,783 |
| Capital Outlay | 0 | 0 | 4,586,885 | 4,586,885 |
| Debt Service: | | | | |
| Principal Retirement | 0 | 1,707,168 | 0 | 1,707,168 |
| Interest and Fiscal Charges | 0 | 1,085,651 | 54,346 | 1,139,997 |
| <i>Total Expenditures</i> | <u>24,788,205</u> | <u>2,792,819</u> | <u>4,641,231</u> | <u>32,222,255</u> |
| <i>Excess of Revenues Under Expenditures</i> | <u>1,277,936</u> | <u>(987,086)</u> | <u>(3,629,286)</u> | <u>(3,338,436)</u> |
| Other Financing Sources (Uses) | | | | |
| Sale of Capital Assets | 23,742 | 0 | 0 | 23,742 |
| General Obligation Bonds Issued | 0 | 0 | 78,344 | 78,344 |
| Transfers In | 0 | 1,242 | 276,501 | 277,743 |
| Transfers Out | 0 | (1,237,232) | (1,242) | (1,238,474) |
| <i>Total Other Financing Sources (Uses)</i> | <u>23,742</u> | <u>(1,235,990)</u> | <u>353,603</u> | <u>(858,645)</u> |
| <i>Net Change in Fund Balances</i> | 1,301,678 | (2,223,076) | (3,275,683) | (4,197,081) |
| <i>Fund Balances Beginning of Year</i> | <u>15,273,116</u> | <u>2,665,650</u> | <u>2,890,500</u> | <u>20,829,266</u> |
| <i>Fund Balances End of Year</i> | <u>\$16,574,794</u> | <u>\$442,574</u> | <u>(\$385,183)</u> | <u>\$16,632,185</u> |

Portage County, Ohio
Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2003

| | Recorder | Certificate of Title | Enterprise Zone Monitoring | Real Estate Assessment |
|--|------------------|-------------------------|----------------------------------|---------------------------|
| Assets | | | | |
| Equity in Pooled Cash and | | | | |
| Cash Equivalents | \$441,032 | \$331,939 | \$26,078 | \$3,697,068 |
| Cash and Cash Equivalents: | | | | |
| In Segregated Accounts | 0 | 0 | 0 | 0 |
| Materials and Supplies Inventory | 0 | 7,738 | 0 | 0 |
| Intergovernmental Receivable | 0 | 0 | 0 | 0 |
| Special Assessments Receivable | 0 | 0 | 0 | 0 |
| Loans Receivable | 0 | 0 | 0 | 0 |
| <i>Total Assets</i> | <u>\$441,032</u> | <u>\$339,677</u> | <u>\$26,078</u> | <u>\$3,697,068</u> |
| Liabilities | | | | |
| Accounts Payable | \$225 | \$1,988 | \$0 | \$18,586 |
| Accrued Wages | 0 | 7,824 | 621 | 7,399 |
| Intergovernmental Payable | 0 | 1,123 | 93 | 1,076 |
| Interfund Payable | 0 | 10,810 | 25,514 | 10,616 |
| Deferred Revenue | 0 | 0 | 0 | 0 |
| <i>Total Liabilities</i> | <u>225</u> | <u>21,745</u> | <u>26,228</u> | <u>37,677</u> |
| Fund Balances | | | | |
| Reserved for Encumbrances | 0 | 0 | 0 | 61,037 |
| Reserved for Loans Receivable | 0 | 0 | 0 | 0 |
| Unreserved, Undesignated (Deficit) | 440,807 | 317,932 | (150) | 3,598,354 |
| <i>Total Fund Balances (Deficit)</i> | <u>440,807</u> | <u>317,932</u> | <u>(150)</u> | <u>3,659,391</u> |
| <i>Total Liabilities and Fund Balances</i> | <u>\$441,032</u> | <u>\$339,677</u> | <u>\$26,078</u> | <u>\$3,697,068</u> |

| <u>Delinquent Real Estate Tax Assessment Collection</u> | <u>Computer Legal Research</u> | <u>Mediation and Dispute</u> | <u>Probate Court Conduct</u> | <u>Probation Services</u> | <u>Adult Probation</u> |
|---|--|----------------------------------|----------------------------------|-------------------------------|----------------------------|
| \$811,861 | \$1,730,650 | \$4,800 | \$7,725 | \$239,311 | \$35,236 |
| 0 | 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 | 0 |
| 0 | 43,065 | 6,250 | 0 | 0 | 6,490 |
| 0 | 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 | 0 |
| <u>\$811,861</u> | <u>\$1,773,715</u> | <u>\$11,050</u> | <u>\$7,725</u> | <u>\$239,311</u> | <u>\$41,726</u> |
| \$1,564 | \$83,217 | \$0 | \$0 | \$182 | \$1,500 |
| 4,628 | 3,263 | 0 | 0 | 1,309 | 4,343 |
| 972 | 465 | 0 | 0 | 177 | 644 |
| 4,328 | 59 | 0 | 0 | 2,094 | 19,871 |
| 0 | 0 | 0 | 0 | 0 | 6,490 |
| <u>11,492</u> | <u>87,004</u> | <u>0</u> | <u>0</u> | <u>3,762</u> | <u>32,848</u> |
| 733 | 841,699 | 0 | 0 | 861 | 700 |
| 0 | 0 | 0 | 0 | 0 | 0 |
| <u>799,636</u> | <u>845,012</u> | <u>11,050</u> | <u>7,725</u> | <u>234,688</u> | <u>8,178</u> |
| <u>800,369</u> | <u>1,686,711</u> | <u>11,050</u> | <u>7,725</u> | <u>235,549</u> | <u>8,878</u> |
| <u>\$811,861</u> | <u>\$1,773,715</u> | <u>\$11,050</u> | <u>\$7,725</u> | <u>\$239,311</u> | <u>\$41,726</u> |

(continued)

Portage County, Ohio
Combining Balance Sheet
Nonmajor Special Revenue Funds (continued)
December 31, 2003

| | <u>Juvenile Probation</u> | <u>Motor Vehicle and Gas Tax</u> | <u>Ditch Maintenance</u> | <u>Community Development</u> |
|---|-------------------------------|--------------------------------------|------------------------------|----------------------------------|
| Assets | | | | |
| Equity in Pooled Cash and Cash Equivalents | \$303,898 | \$3,097,893 | \$32,743 | \$63,816 |
| Cash and Cash Equivalents: | | | | |
| In Segregated Accounts | 0 | 0 | 0 | 0 |
| Materials and Supplies Inventory | 0 | 161,004 | 0 | 0 |
| Intergovernmental Receivable | 249,030 | 1,949,573 | 0 | 471,938 |
| Special Assessments Receivable | 0 | 0 | 2,411 | 0 |
| Loans Receivable | 0 | 0 | 0 | 0 |
| <i>Total Assets</i> | <u>\$552,928</u> | <u>\$5,208,470</u> | <u>\$35,154</u> | <u>\$535,754</u> |
| Liabilities | | | | |
| Accounts Payable | \$19,352 | \$217,384 | \$0 | \$25,072 |
| Accrued Wages | 8,960 | 126,023 | 0 | 0 |
| Intergovernmental Payable | 1,202 | 18,783 | 0 | 0 |
| Interfund Payable | 13,373 | 88,489 | 0 | 12,500 |
| Deferred Revenue | 249,030 | 1,292,839 | 2,411 | 471,938 |
| <i>Total Liabilities</i> | <u>291,917</u> | <u>1,743,518</u> | <u>2,411</u> | <u>509,510</u> |
| Fund Balances | | | | |
| Reserved for Encumbrances | 0 | 61,451 | 0 | 20,500 |
| Reserved for Loans Receivable | 0 | 0 | 0 | 0 |
| Unreserved, Undesignated (Deficit) | 261,011 | 3,403,501 | 32,743 | 5,744 |
| <i>Total Fund Balances (Deficit)</i> | <u>261,011</u> | <u>3,464,952</u> | <u>32,743</u> | <u>26,244</u> |
| <i>Total Liabilities and Fund Balances</i> | <u>\$552,928</u> | <u>\$5,208,470</u> | <u>\$35,154</u> | <u>\$535,754</u> |

| No Passing Zone Update Study | Marriage License | Dog and Kennel | Child Health Services | Women, Infants and Children | Public Assistance |
|------------------------------------|---------------------|-------------------|-----------------------------|-----------------------------------|----------------------|
| \$0 | \$12,685 | \$65,863 | \$107,495 | \$232,781 | \$1,895,598 |
| 0 | 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 | 0 |
| 0 | 1,192 | 23 | 56,194 | 661,643 | 46,653 |
| 0 | 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 | 0 |
| <u>\$0</u> | <u>\$13,877</u> | <u>\$65,886</u> | <u>\$163,689</u> | <u>\$894,424</u> | <u>\$1,942,251</u> |
| \$0 | \$0 | \$2,373 | \$2,576 | \$4,014 | \$456,171 |
| 0 | 0 | 3,404 | 6,671 | 25,608 | 172,490 |
| 0 | 0 | 494 | 981 | 3,809 | 852,812 |
| 10,645 | 0 | 6,317 | 37,540 | 157,558 | 126,631 |
| 0 | 0 | 0 | 56,194 | 661,643 | 46,653 |
| <u>10,645</u> | <u>0</u> | <u>12,588</u> | <u>103,962</u> | <u>852,632</u> | <u>1,654,757</u> |
| 0 | 0 | 120 | 0 | 2,867 | 4,713 |
| 0 | 0 | 0 | 0 | 0 | 0 |
| <u>(10,645)</u> | <u>13,877</u> | <u>53,178</u> | <u>59,727</u> | <u>38,925</u> | <u>282,781</u> |
| <u>(10,645)</u> | <u>13,877</u> | <u>53,298</u> | <u>59,727</u> | <u>41,792</u> | <u>287,494</u> |
| <u>\$0</u> | <u>\$13,877</u> | <u>\$65,886</u> | <u>\$163,689</u> | <u>\$894,424</u> | <u>\$1,942,251</u> |

(continued)

Portage County, Ohio
Combining Balance Sheet
Nonmajor Special Revenue Funds (continued)
December 31, 2003

| | Child Support Administration | Victim Assistance | Revolving Loan | Other Human Services |
|---|------------------------------------|----------------------|--------------------|----------------------------|
| Assets | | | | |
| Equity in Pooled Cash and Cash Equivalents | \$546,075 | \$61,907 | \$0 | \$172,585 |
| Cash and Cash Equivalents: | | | | |
| In Segregated Accounts | 0 | 0 | 558,293 | 506 |
| Materials and Supplies Inventory | 0 | 0 | 0 | 0 |
| Intergovernmental Receivable | 0 | 0 | 0 | 0 |
| Special Assessments Receivable | 0 | 0 | 0 | 0 |
| Loans Receivable | 0 | 0 | 3,867,735 | 0 |
| <i>Total Assets</i> | <u>\$546,075</u> | <u>\$61,907</u> | <u>\$4,426,028</u> | <u>\$173,091</u> |
| Liabilities | | | | |
| Accounts Payable | \$882 | \$0 | \$200,838 | \$4,238 |
| Accrued Wages | 49,176 | 4,854 | 0 | 0 |
| Intergovernmental Payable | 8,794 | 728 | 0 | 0 |
| Interfund Payable | 36,424 | 23,392 | 0 | 12,000 |
| Deferred Revenue | 0 | 0 | 0 | 0 |
| <i>Total Liabilities</i> | <u>95,276</u> | <u>28,974</u> | <u>200,838</u> | <u>16,238</u> |
| Fund Balances | | | | |
| Reserved for Encumbrances | 8,360 | 0 | 0 | 0 |
| Reserved for Loans Receivable | 0 | 0 | 3,867,735 | 0 |
| Unreserved, Undesignated (Deficit) | 442,439 | 32,933 | 357,455 | 156,853 |
| <i>Total Fund Balances (Deficit)</i> | <u>450,799</u> | <u>32,933</u> | <u>4,225,190</u> | <u>156,853</u> |
| <i>Total Liabilities and Fund Balances</i> | <u>\$546,075</u> | <u>\$61,907</u> | <u>\$4,426,028</u> | <u>\$173,091</u> |

| Other Public Safety | Total Nonmajor Special Revenue Funds |
|---------------------------|---|
| \$434,749 | \$14,353,788 |
| 723 | 559,522 |
| 0 | 168,742 |
| 606,719 | 4,098,770 |
| 0 | 2,411 |
| 0 | 3,867,735 |
| <u>\$1,042,191</u> | <u>\$23,050,968</u> |
| | |
| \$78,628 | \$1,118,790 |
| 235 | 426,808 |
| 1,496 | 893,649 |
| 44,849 | 643,010 |
| 606,719 | 3,393,917 |
| <u>731,927</u> | <u>6,476,174</u> |
| | |
| 17,096 | 1,020,137 |
| 0 | 3,867,735 |
| 293,168 | 11,686,922 |
| <u>310,264</u> | <u>16,574,794</u> |
| <u>\$1,042,191</u> | <u>\$23,050,968</u> |

Portage County, Ohio
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2003

| | Recorder | Certificate of Title | Enterprise Zone Monitoring | Real Estate Assessment |
|---|------------------|-------------------------|----------------------------------|---------------------------|
| Revenues | | | | |
| Intergovernmental | \$0 | \$0 | \$0 | \$0 |
| Interest | 0 | 0 | 0 | 0 |
| Licenses and Permits | 0 | 0 | 0 | 0 |
| Fines and Forfeitures | 0 | 0 | 0 | 1,628 |
| Charges for Services | 149,643 | 615,008 | 23,500 | 1,267,339 |
| Contributions and Donations | 0 | 0 | 0 | 0 |
| Special Assessments | 0 | 0 | 0 | 0 |
| Other | 0 | 0 | 0 | 0 |
| <i>Total Revenues</i> | <u>149,643</u> | <u>615,008</u> | <u>23,500</u> | <u>1,268,967</u> |
| Expenditures | | | | |
| Current: | | | | |
| General Government: | | | | |
| Legislative and Executive | 33,155 | 557,588 | 23,494 | 670,130 |
| Judicial | 0 | 0 | 0 | 0 |
| Public Safety | 0 | 0 | 0 | 0 |
| Public Works | 0 | 0 | 0 | 0 |
| Health | 0 | 0 | 0 | 0 |
| Human Services | 0 | 0 | 0 | 0 |
| <i>Total Expenditures</i> | <u>33,155</u> | <u>557,588</u> | <u>23,494</u> | <u>670,130</u> |
| <i>Excess of Revenues Over (Under) Expenditures</i> | 116,488 | 57,420 | 6 | 598,837 |
| Other Financing Sources | | | | |
| Sale of Capital Assets | 0 | 0 | 0 | 0 |
| <i>Net Change in Fund Balances</i> | 116,488 | 57,420 | 6 | 598,837 |
| <i>Fund Balances (Deficit) Beginning of Year</i> | <u>324,319</u> | <u>260,512</u> | <u>(156)</u> | <u>3,060,554</u> |
| <i>Fund Balances (Deficit) End of Year</i> | <u>\$440,807</u> | <u>\$317,932</u> | <u>(\$150)</u> | <u>\$3,659,391</u> |

| Delinquent Real Estate Tax Assessment Collection | Agriculture Easement Purchase Program | Computer Legal Research | Mediation and Dispute | Probate Court Conduct | Probation Services |
|---|--|-------------------------------|--------------------------|--------------------------|-----------------------|
| \$0 | \$1,002,061 | \$0 | \$0 | \$0 | \$0 |
| 0 | 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 11,050 | 884 | 0 |
| 283,727 | 0 | 654,223 | 0 | 0 | 87,181 |
| 0 | 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 | 0 |
| <u>283,727</u> | <u>1,002,061</u> | <u>654,223</u> | <u>11,050</u> | <u>884</u> | <u>87,181</u> |
| 202,975 | 1,002,061 | 0 | 0 | 0 | 0 |
| 0 | 0 | 1,008,633 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 377 | 59,152 |
| 0 | 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 | 0 |
| <u>202,975</u> | <u>1,002,061</u> | <u>1,008,633</u> | <u>0</u> | <u>377</u> | <u>59,152</u> |
| 80,752 | 0 | (354,410) | 11,050 | 507 | 28,029 |
| 0 | 0 | 0 | 0 | 0 | 0 |
| 80,752 | 0 | (354,410) | 11,050 | 507 | 28,029 |
| 719,617 | 0 | 2,041,121 | 0 | 7,218 | 207,520 |
| <u>\$800,369</u> | <u>\$0</u> | <u>\$1,686,711</u> | <u>\$11,050</u> | <u>\$7,725</u> | <u>\$235,549</u> |

(continued)

Portage County, Ohio
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds (continued)
For the Year Ended December 31, 2003

| | Adult Probation | Juvenile Probation | Motor Vehicle and Gas Tax | Ditch Maintenance |
|---|-----------------------|-------------------------|------------------------------|------------------------|
| Revenues | | | | |
| Intergovernmental | \$253,102 | \$777,305 | \$5,719,856 | \$0 |
| Interest | 0 | 0 | 72,426 | 0 |
| Licenses and Permits | 0 | 0 | 75 | 0 |
| Fines and Forfeitures | 0 | 0 | 117,904 | 0 |
| Charges for Services | 0 | 0 | 47,832 | 0 |
| Contributions and Donations | 0 | 0 | 0 | 0 |
| Special Assessments | 0 | 0 | 0 | 1,275 |
| Other | 0 | 0 | 0 | 0 |
| <i>Total Revenues</i> | <u>253,102</u> | <u>777,305</u> | <u>5,958,093</u> | <u>1,275</u> |
| Expenditures | | | | |
| Current: | | | | |
| General Government: | | | | |
| Legislative and Executive | 0 | 0 | 0 | 0 |
| Judicial | 0 | 0 | 0 | 0 |
| Public Safety | 246,645 | 809,838 | 0 | 0 |
| Public Works | 0 | 0 | 5,592,733 | 2 |
| Health | 0 | 0 | 0 | 0 |
| Human Services | 0 | 0 | 0 | 0 |
| <i>Total Expenditures</i> | <u>246,645</u> | <u>809,838</u> | <u>5,592,733</u> | <u>2</u> |
| <i>Excess of Revenues Over (Under) Expenditures</i> | 6,457 | (32,533) | 365,360 | 1,273 |
| Other Financing Sources | | | | |
| Sale of Capital Assets | 0 | 0 | 23,742 | 0 |
| <i>Net Change in Fund Balances</i> | 6,457 | (32,533) | 389,102 | 1,273 |
| <i>Fund Balances (Deficit) Beginning of Year</i> | <u>2,421</u> | <u>293,544</u> | <u>3,075,850</u> | <u>31,470</u> |
| <i>Fund Balances (Deficit) End of Year</i> | <u><u>\$8,878</u></u> | <u><u>\$261,011</u></u> | <u><u>\$3,464,952</u></u> | <u><u>\$32,743</u></u> |

| Community Development | No Passing Zone Update Study | Marriage License | Dog and Kennel | Child Health Services | Women, Infants and Children |
|-----------------------|------------------------------|------------------|----------------|-----------------------|-----------------------------|
| \$544,462 | \$0 | \$0 | \$0 | \$209,590 | \$801,721 |
| 0 | 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 33,465 | 214,606 | 0 | 0 |
| 0 | 0 | 0 | 1,923 | 0 | 0 |
| 0 | 0 | 0 | 31,104 | 7,561 | 0 |
| 0 | 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 5,757 | 0 |
| 544,462 | 0 | 33,465 | 247,633 | 222,908 | 801,721 |
| 0 | 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 | 0 |
| 747,755 | 10,645 | 0 | 0 | 0 | 0 |
| 0 | 0 | 22,034 | 225,900 | 288,469 | 804,170 |
| 0 | 0 | 0 | 0 | 0 | 0 |
| 747,755 | 10,645 | 22,034 | 225,900 | 288,469 | 804,170 |
| (203,293) | (10,645) | 11,431 | 21,733 | (65,561) | (2,449) |
| 0 | 0 | 0 | 0 | 0 | 0 |
| (203,293) | (10,645) | 11,431 | 21,733 | (65,561) | (2,449) |
| 229,537 | 0 | 2,446 | 31,565 | 125,288 | 44,241 |
| \$26,244 | (\$10,645) | \$13,877 | \$53,298 | \$59,727 | \$41,792 |

(continued)

Portage County, Ohio
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds (continued)
For the Year Ended December 31, 2003

| | Public Assistance | Child Support Administration | Victim Assistance | Revolving Loan |
|---|----------------------|------------------------------------|----------------------|--------------------|
| Revenues | | | | |
| Intergovernmental | \$9,951,281 | \$1,909,875 | \$221,301 | \$199,354 |
| Interest | 0 | 0 | 0 | 0 |
| Licenses and Permits | 0 | 0 | 0 | 0 |
| Fines and Forfeitures | 0 | 0 | 0 | 0 |
| Charges for Services | 73 | 304,987 | 0 | 0 |
| Contributions and Donations | 0 | 0 | 0 | 0 |
| Special Assessments | 0 | 0 | 0 | 0 |
| Other | 0 | 2,610 | 0 | 0 |
| <i>Total Revenues</i> | <u>9,951,354</u> | <u>2,217,472</u> | <u>221,301</u> | <u>199,354</u> |
| Expenditures | | | | |
| Current: | | | | |
| General Government: | | | | |
| Legislative and Executive | 0 | 0 | 0 | 82,795 |
| Judicial | 0 | 0 | 0 | 0 |
| Public Safety | 0 | 0 | 0 | 0 |
| Public Works | 0 | 0 | 0 | 0 |
| Health | 0 | 0 | 0 | 0 |
| Human Services | 9,388,390 | 2,318,615 | 214,980 | 0 |
| <i>Total Expenditures</i> | <u>9,388,390</u> | <u>2,318,615</u> | <u>214,980</u> | <u>82,795</u> |
| <i>Excess of Revenues Over (Under) Expenditures</i> | 562,964 | (101,143) | 6,321 | 116,559 |
| Other Financing Sources | | | | |
| Sale of Capital Assets | 0 | 0 | 0 | 0 |
| <i>Net Change in Fund Balances</i> | 562,964 | (101,143) | 6,321 | 116,559 |
| <i>Fund Balances (Deficit) Beginning of Year</i> | <u>(275,470)</u> | <u>551,942</u> | <u>26,612</u> | <u>4,108,631</u> |
| <i>Fund Balances (Deficit) End of Year</i> | <u>\$287,494</u> | <u>\$450,799</u> | <u>\$32,933</u> | <u>\$4,225,190</u> |

| Other Human Services | Other Public Safety | Total Nonmajor Special Revenue Funds |
|----------------------------|---------------------------|---|
| \$48,842 | \$454,813 | \$22,093,563 |
| 0 | 0 | 72,426 |
| 0 | 0 | 248,146 |
| 16,780 | 13,437 | 163,606 |
| 0 | 0 | 3,472,178 |
| 1,000 | 5,580 | 6,580 |
| 0 | 0 | 1,275 |
| 0 | 0 | 8,367 |
| <u>66,622</u> | <u>473,830</u> | <u>26,066,141</u> |
| 0 | 0 | 2,572,198 |
| 0 | 0 | 1,008,633 |
| 0 | 414,871 | 1,530,883 |
| 0 | 0 | 6,351,135 |
| 0 | 0 | 1,340,573 |
| 62,798 | 0 | 11,984,783 |
| <u>62,798</u> | <u>414,871</u> | <u>24,788,205</u> |
| 3,824 | 58,959 | 1,277,936 |
| 0 | 0 | 23,742 |
| 3,824 | 58,959 | 1,301,678 |
| 153,029 | 251,305 | 15,273,116 |
| <u>\$156,853</u> | <u>\$310,264</u> | <u>\$16,574,794</u> |

Portage County, Ohio
Combining Balance Sheet
Nonmajor Debt Service Funds
December 31, 2003

| | Bond Retirement | Special Assessment Bond Retirement | Special Assessment OWDA Loans | Total Nonmajor Debt Service Funds |
|---|--------------------|--|-------------------------------------|--|
| Assets | | | | |
| Equity in Pooled Cash and Cash Equivalents | \$124,553 | \$262,656 | \$55,702 | \$442,911 |
| Property Taxes Receivable | 1,367,362 | 0 | 0 | 1,367,362 |
| Special Assessments Receivable | 0 | 2,415,640 | 44,355 | 2,459,995 |
| <i>Total Assets</i> | <u>\$1,491,915</u> | <u>\$2,678,296</u> | <u>\$100,057</u> | <u>\$4,270,268</u> |
| Liabilities | | | | |
| Accounts Payable | \$0 | \$337 | \$0 | \$337 |
| Deferred Revenue | 1,367,362 | 2,415,640 | 44,355 | 3,827,357 |
| <i>Total Liabilities</i> | <u>1,367,362</u> | <u>2,415,977</u> | <u>44,355</u> | <u>3,827,694</u> |
| Fund Balances | | | | |
| Unreserved, Undesignated | 124,553 | 262,319 | 55,702 | 442,574 |
| <i>Total Liabilities and Fund Balances</i> | <u>\$1,491,915</u> | <u>\$2,678,296</u> | <u>\$100,057</u> | <u>\$4,270,268</u> |

Portage County, Ohio
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Debt Service Funds
For the Year Ended December 31, 2003

| | Bond Retirement | Special Assessment Bond Retirement | Special Assessment OWDA Loans | Total Nonmajor Debt Service Funds |
|---|--------------------|--|-------------------------------------|--|
| Revenues | | | | |
| Property and Other Taxes | \$1,370,836 | \$0 | \$0 | \$1,370,836 |
| Permissive Sales Tax | 9,135 | 0 | 0 | 9,135 |
| Intergovernmental | 0 | 0 | 70 | 70 |
| Rentals and Royalties | 183,412 | 0 | 0 | 183,412 |
| Special Assessments | 0 | 129,962 | 75,157 | 205,119 |
| Other | 19,236 | 0 | 17,925 | 37,161 |
| <i>Total Revenues</i> | <u>1,582,619</u> | <u>129,962</u> | <u>93,152</u> | <u>1,805,733</u> |
| Expenditures | | | | |
| Debt Service: | | | | |
| Principal Retirement | 1,591,615 | 74,164 | 41,389 | 1,707,168 |
| Interest and Fiscal Charges | 958,928 | 99,143 | 27,580 | 1,085,651 |
| <i>Total Expenditures</i> | <u>2,550,543</u> | <u>173,307</u> | <u>68,969</u> | <u>2,792,819</u> |
| <i>Excess of Revenues Over (Under) Expenditures</i> | <u>(967,924)</u> | <u>(43,345)</u> | <u>24,183</u> | <u>(987,086)</u> |
| Other Financing Sources (Uses) | | | | |
| Transfers In | 0 | 1,242 | 0 | 1,242 |
| Transfers Out | (1,237,232) | 0 | 0 | (1,237,232) |
| <i>Total Other Financing Sources (Uses)</i> | <u>(1,237,232)</u> | <u>1,242</u> | <u>0</u> | <u>(1,235,990)</u> |
| <i>Net Change in Fund Balances</i> | (2,205,156) | (42,103) | 24,183 | (2,223,076) |
| <i>Fund Balances Beginning of Year</i> | <u>2,329,709</u> | <u>304,422</u> | <u>31,519</u> | <u>2,665,650</u> |
| <i>Fund Balances End of Year</i> | <u>\$124,553</u> | <u>\$262,319</u> | <u>\$55,702</u> | <u>\$442,574</u> |

Portage County, Ohio
Combining Balance Sheet
Nonmajor Capital Projects Funds
December 31, 2003

| | <u>Building Improvements</u> | <u>Permanent Improvements</u> | <u>Roadwork Improvements</u> |
|---|----------------------------------|-----------------------------------|----------------------------------|
| Assets | | | |
| Equity in Pooled Cash and Cash Equivalents | \$764,930 | \$1,633,513 | \$65,813 |
| Intergovernmental Receivable | <u>0</u> | <u>0</u> | <u>0</u> |
| <i>Total Assets</i> | <u><u>\$764,930</u></u> | <u><u>\$1,633,513</u></u> | <u><u>\$65,813</u></u> |
| Liabilities | | | |
| Accounts Payable | \$243,626 | \$96,246 | \$15,847 |
| Interfund Payable | 23,400 | 93,523 | 0 |
| Deferred Revenue | 0 | 0 | 0 |
| Accrued Interest Payable | 2,298 | 0 | 0 |
| Notes Payable | <u>761,000</u> | <u>0</u> | <u>0</u> |
| <i>Total Liabilities</i> | <u>1,030,324</u> | <u>189,769</u> | <u>15,847</u> |
| Fund Balances | | | |
| Reserved for Encumbrances | 295,700 | 894,866 | 20,432 |
| Unreserved, Undesignated (Deficit) | <u>(561,094)</u> | <u>548,878</u> | <u>29,534</u> |
| <i>Total Fund Balances (Deficit)</i> | <u>(265,394)</u> | <u>1,443,744</u> | <u>49,966</u> |
| <i>Total Liabilities and Fund Balances</i> | <u><u>\$764,930</u></u> | <u><u>\$1,633,513</u></u> | <u><u>\$65,813</u></u> |

| Computer Acquisition and Installation | Special Assessment Sewer Construction | Other Capital Projects | Total Nonmajor Capital Projects Funds |
|---------------------------------------|---------------------------------------|------------------------|---------------------------------------|
| \$756,219 | \$9,837 | \$33,152 | \$3,263,464 |
| 0 | 0 | 34,337 | 34,337 |
| <u>\$756,219</u> | <u>\$9,837</u> | <u>\$67,489</u> | <u>\$3,297,801</u> |
| \$85,897 | \$0 | \$6,824 | \$448,440 |
| 0 | 0 | 0 | 116,923 |
| 0 | 0 | 34,337 | 34,337 |
| 6,645 | 341 | 0 | 9,284 |
| <u>2,200,000</u> | <u>113,000</u> | <u>0</u> | <u>3,074,000</u> |
| <u>2,292,542</u> | <u>113,341</u> | <u>41,161</u> | <u>3,682,984</u> |
| 483,359 | 6,000 | 0 | 1,700,357 |
| <u>(2,019,682)</u> | <u>(109,504)</u> | <u>26,328</u> | <u>(2,085,540)</u> |
| <u>(1,536,323)</u> | <u>(103,504)</u> | <u>26,328</u> | <u>(385,183)</u> |
| <u>\$756,219</u> | <u>\$9,837</u> | <u>\$67,489</u> | <u>\$3,297,801</u> |

Portage 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 Improvements</u> | <u>Permanent Improvements</u> |
|--|----------------------------------|-----------------------------------|
| Revenues | | |
| Intergovernmental | \$0 | \$556,485 |
| Interest | 27,246 | 0 |
| Special Assessments | 0 | 0 |
| Other | 0 | 0 |
| <i>Total Revenues</i> | <u>27,246</u> | <u>556,485</u> |
| Expenditures | | |
| Capital Outlay | 1,925,984 | 719,504 |
| Debt Service: | | |
| Interest and Fiscal Charges | 7,670 | 0 |
| <i>Total Expenditures</i> | <u>1,933,654</u> | <u>719,504</u> |
| <i>Excess of Revenues Under Expenditures</i> | <u>(1,906,408)</u> | <u>(163,019)</u> |
| Other Financing Sources (Uses) | | |
| General Obligation Bonds Issued | 78,344 | 0 |
| Transfers In | 0 | 200,000 |
| Transfers Out | 0 | 0 |
| <i>Total Other Financing Sources (Uses)</i> | <u>78,344</u> | <u>200,000</u> |
| <i>Net Change in Fund Balances</i> | (1,828,064) | 36,981 |
| <i>Fund Balances (Deficit) Beginning of Year</i> | <u>1,562,670</u> | <u>1,406,763</u> |
| <i>Fund Balances (Deficit) End of Year</i> | <u><u>(\$265,394)</u></u> | <u><u>\$1,443,744</u></u> |

| <u>Roadwork Improvements</u> | <u>Computer Acquisition and Installation</u> | <u>Special Assessment Sewer Construction</u> | <u>Other Capital Projects</u> | <u>Total Nonmajor Capital Projects Funds</u> |
|----------------------------------|--|--|-----------------------------------|--|
| \$286,039 | \$0 | \$51,453 | \$57,857 | \$951,834 |
| 0 | 3,146 | 1,311 | 0 | 31,703 |
| 0 | 0 | 27,294 | 0 | 27,294 |
| 0 | 0 | 1,114 | 0 | 1,114 |
| <u>286,039</u> | <u>3,146</u> | <u>81,172</u> | <u>57,857</u> | <u>1,011,945</u> |
| 305,974 | 1,536,665 | 66,470 | 32,288 | 4,586,885 |
| 0 | 43,607 | 3,069 | 0 | 54,346 |
| <u>305,974</u> | <u>1,580,272</u> | <u>69,539</u> | <u>32,288</u> | <u>4,641,231</u> |
| <u>(19,935)</u> | <u>(1,577,126)</u> | <u>11,633</u> | <u>25,569</u> | <u>(3,629,286)</u> |
| 0 | 0 | 0 | 0 | 78,344 |
| 0 | 53,337 | 23,164 | 0 | 276,501 |
| 0 | 0 | (1,242) | 0 | (1,242) |
| <u>0</u> | <u>53,337</u> | <u>21,922</u> | <u>0</u> | <u>353,603</u> |
| (19,935) | (1,523,789) | 33,555 | 25,569 | (3,275,683) |
| <u>69,901</u> | <u>(12,534)</u> | <u>(137,059)</u> | <u>759</u> | <u>2,890,500</u> |
| <u>\$49,966</u> | <u>(\$1,536,323)</u> | <u>(\$103,504)</u> | <u>\$26,328</u> | <u>(\$385,183)</u> |

Combining Statements - Internal Service Funds

Internal service funds are established to account for the financing of services provided by one department or agency to other departments or agencies of the County on a cost-reimbursement basis.

Central Services Fund - To account for purchasing supplies, general printing, and vehicle maintenance services provided to various County departments and other governmental units. Users are billed for costs incurred.

Health Benefits Fund - To account for revenues used to provide health benefits to employees.

Workers' Compensation Fund - To account for revenues used to provide workers' compensation benefits to employees.

Portage County, Ohio
Combining Statement of Fund Net Assets
Internal Service Funds
December 31, 2003

| | Central Services | Health Benefits | Workers' Compensation | Total |
|---|---------------------|--------------------|--------------------------|--------------------|
| Assets | | | | |
| <i>Current Assets:</i> | | | | |
| Equity in Pooled Cash and Cash Equivalents | \$146,850 | \$4,577,490 | \$5,263,527 | \$9,987,867 |
| Cash and Cash Equivalents in Segregated Accounts | 0 | 2,769 | 0 | 2,769 |
| Materials and Supplies Inventory | 53,258 | 0 | 0 | 53,258 |
| Interfund Receivable | 112,185 | 343,011 | 1,105,028 | 1,560,224 |
| <i>Total Current Assets</i> | <u>312,293</u> | <u>4,923,270</u> | <u>6,368,555</u> | <u>11,604,118</u> |
| <i>Noncurrent Assets:</i> | | | | |
| <i>Capital Assets:</i> | | | | |
| Nondepreciable Capital Assets | 149,000 | 0 | 0 | 149,000 |
| Depreciable Capital Assets, Net | 18,986 | 0 | 0 | 18,986 |
| <i>Total Noncurrent Assets</i> | <u>167,986</u> | <u>0</u> | <u>0</u> | <u>167,986</u> |
| <i>Total Assets</i> | <u>480,279</u> | <u>4,923,270</u> | <u>6,368,555</u> | <u>11,772,104</u> |
| Liabilities | | | | |
| <i>Current Liabilities:</i> | | | | |
| Accounts Payable | 211,619 | 39,583 | 151 | 251,353 |
| Accrued Wages | 9,116 | 1,317 | 1,420 | 11,853 |
| Intergovernmental Payable | 1,314 | 608,973 | 480,587 | 1,090,874 |
| Interfund Payable | 293,364 | 13,200 | 472 | 307,036 |
| Claims Payable | 0 | 601,753 | 1,893,667 | 2,495,420 |
| <i>Total Current Liabilities</i> | <u>515,413</u> | <u>1,264,826</u> | <u>2,376,297</u> | <u>4,156,536</u> |
| <i>Long-Term Liabilities:</i> | | | | |
| Compensated Absences Payable | 62,846 | 2,116 | 2,420 | 67,382 |
| <i>Total Liabilities</i> | <u>578,259</u> | <u>1,266,942</u> | <u>2,378,717</u> | <u>4,223,918</u> |
| Net Assets | | | | |
| Invested in Capital Assets | 167,986 | 0 | 0 | 167,986 |
| Unrestricted (Deficit) | (265,966) | 3,656,328 | 3,989,838 | 7,380,200 |
| <i>Total Net Assets</i> | <u>(\$97,980)</u> | <u>\$3,656,328</u> | <u>\$3,989,838</u> | <u>\$7,548,186</u> |

Portage County, Ohio
*Combining Statement of Revenues,
Expenses and Changes in Fund Net Assets
Internal Service Funds
For the Year Ended December 31, 2003*

| | Central Services | Health Benefits | Workers' Compensation | Total |
|---|--------------------------|---------------------------|---------------------------|---------------------------|
| Operating Revenues | | | | |
| Charges for Services | \$2,139,394 | \$7,885,981 | \$1,138,092 | \$11,163,467 |
| Operating Expenses | | | | |
| Personal Services | 493,983 | 346,303 | 68,614 | 908,900 |
| Contractual Services | 1,439,760 | 953,632 | 434,311 | 2,827,703 |
| Materials and Supplies | 386,998 | 1,098 | 944 | 389,040 |
| Depreciation | 4,728 | 0 | 0 | 4,728 |
| Claims | 0 | 5,492,372 | 183,231 | 5,675,603 |
| Other | 1,978 | 339 | 0 | 2,317 |
| <i>Total Operating Expenses</i> | <u>2,327,447</u> | <u>6,793,744</u> | <u>687,100</u> | <u>9,808,291</u> |
| <i>Change in Net Assets</i> | (188,053) | 1,092,237 | 450,992 | 1,355,176 |
| <i>Net Assets Beginning of Year</i> | <u>90,073</u> | <u>2,564,091</u> | <u>3,538,846</u> | <u>6,193,010</u> |
| <i>Net Assets (Deficit) End of Year</i> | <u><u>(\$97,980)</u></u> | <u><u>\$3,656,328</u></u> | <u><u>\$3,989,838</u></u> | <u><u>\$7,548,186</u></u> |

Portage County, Ohio
Combining Statement of Cash Flows
Internal Service Funds
For the Year Ended December 31, 2003

| | Central Services | Health Benefits | Workers' Compensation | Total |
|---|---------------------|--------------------|--------------------------|--------------|
| <i>Increase (Decrease) in Cash and Cash Equivalents</i> | | | | |
| Cash Flows from Operating Activities | | | | |
| Cash Received from Interfund Services Provided | \$2,186,254 | \$8,107,777 | \$589,072 | \$10,883,103 |
| Cash Payments to Employees for Services | (484,545) | (432,118) | (64,111) | (980,774) |
| Cash Payments for Goods and Services | (1,786,530) | (919,177) | (54,291) | (2,759,998) |
| Cash Payments for Claims | 0 | (5,794,741) | (446,911) | (6,241,652) |
| Other Cash Payments | (1,978) | (339) | 0 | (2,317) |
| <i>Net Cash Provided by (Used in) Operating Activities</i> | (86,799) | 961,402 | 23,759 | 898,362 |
| Cash Flows from Noncapital Financing Activities | | | | |
| Advances In | 244,000 | 0 | 0 | 244,000 |
| Cash Flows from Capital and Related Financing Activities | | | | |
| Payments for Capital Acquisitions | (10,351) | 0 | 0 | (10,351) |
| <i>Net Increase in Cash and Cash Equivalents</i> | 146,850 | 961,402 | 23,759 | 1,132,011 |
| <i>Cash and Cash Equivalents Beginning of Year</i> | 0 | 3,618,857 | 5,239,768 | 8,858,625 |
| <i>Cash and Cash Equivalents End of Year</i> | \$146,850 | \$4,580,259 | \$5,263,527 | \$9,990,636 |
| Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used in) Operating Activities | | | | |
| Operating Income (Loss) | (\$188,053) | \$1,092,237 | \$450,992 | \$1,355,176 |
| Adjustments: | | | | |
| Depreciation | 4,728 | 0 | 0 | 4,728 |
| (Increase) Decrease in Assets: | | | | |
| Materials and Supplies Inventory | (30,998) | 0 | 0 | (30,998) |
| Interfund Receivable | 46,860 | 221,796 | (549,020) | (280,364) |
| Increase (Decrease) in Liabilities: | | | | |
| Accounts Payable | 83,464 | 39,583 | (405) | 122,642 |
| Accrued Wages | (172) | 460 | 1,420 | 1,708 |
| Compensated Absences Payable | (992) | 245 | 22 | (725) |
| Interfund Payable | (1,606) | (4,030) | 472 | (5,164) |
| Intergovernmental Payable | (30) | (86,520) | 383,958 | 297,408 |
| Claims Payable | 0 | (302,369) | (263,680) | (566,049) |
| <i>Total Adjustments</i> | 101,254 | (130,835) | (427,233) | (456,814) |
| <i>Net Cash Provided by (Used in) Operating Activities</i> | (\$86,799) | \$961,402 | \$23,759 | \$898,362 |

Combining Statements - Fiduciary Funds

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. The County's only trust fund is the cemetery private purpose trust. Agency funds are purely custodial (assets equal liabilities) and thus do not involve measurement of results of operations.

Private Purpose Trust Funds

McIntosh Bequest Fund - To account for \$1,000 in principal with earnings expended to purchase flags for the townships located within the County.

Rodman Bequest Fund - To account for \$2,500 in principal with earnings expended to benefit children in a detention center located within the County.

Agency Funds

Undivided Payroll Fund - To account for net payroll, payroll taxes and other related payroll deductions accumulated from all county funds for distribution to employees, other governmental units and private organizations.

Undivided Estate Tax Fund - To account for collection of first and second half estate taxes which are distributed to the State and to certain local governments according to applicable State laws.

Undivided General Property Tax Fund - To account for the collection of real estate taxes and special assessments collected from real estate owners. These taxes and special assessments are periodically apportioned to the County and to local governments in the County.

District Board of Health Fund - To account for revenues and expenditures for the Board of Health for which the County Auditor serves as fiscal agent.

Parks Fund - To account for grants, donations, and other revenue sources used to finance park activities and conservation. The County Auditor serves as fiscal agent.

Multi-County Detention Center Fund - To account for funds of the joint venture controlled by the Portage and Geauga County's Commissioners for which the Portage County Auditor is the fiscal agent.

(continued)

Combining Statements - Fiduciary Funds (continued)

Agency Funds (continued)

Other Agency Funds

Undivided Auto
Undivided Fuel
Undivided State and Local Government
Undivided Revenue Assistance
Undivided Library and Local Government
Undivided Cigarette Licenses
Undivided Tax Prepayments
Undivided Public Housing
Undivided Fringe Benefits
Undivided Deposit/Investment
Undivided Housing Trust
Building Fee Assessment
Ohio Election Commission
Family and Children First Council
Regional Planning Commission
Soil and Water
Inmate
Court
Law Library

Portage County, Ohio
Combining Statement of Fiduciary Net Assets
Fiduciary Funds
December 31, 2003

| | Private Purpose Trust | | | Agency |
|---|-----------------------|-------------------|----------------|----------------------|
| | McIntosh Bequest | Rodman Bequest | Totals | |
| Assets | | | | |
| Equity in Pooled Cash and Cash Equivalents | \$1,129 | \$6,454 | \$7,583 | \$10,018,912 |
| Cash and Cash Equivalents In Segregated Accounts | 0 | 0 | 0 | 2,326,738 |
| Intergovernmental Receivable | 0 | 0 | 0 | 9,191,229 |
| Property Taxes Receivable | 0 | 0 | 0 | 153,295,798 |
| Special Assessments Receivable | 0 | 0 | 0 | 4,496,414 |
| <i>Total Assets</i> | <u>1,129</u> | <u>6,454</u> | <u>7,583</u> | <u>\$179,329,091</u> |
| Liabilities | | | | |
| Accounts Payable | 0 | 0 | 0 | \$58,800 |
| Accrued Wages | 0 | 0 | 0 | 92,893 |
| Compensated Absences Payable | 0 | 0 | 0 | 256,773 |
| Intergovernmental Payable | 0 | 0 | 0 | 174,418,330 |
| Undistributed Assets | 0 | 0 | 0 | 1,701,131 |
| Loan Payable | 0 | 0 | 0 | 471,000 |
| Deposits Held and Due to Others | 0 | 0 | 0 | 2,330,164 |
| <i>Total Liabilities</i> | <u>0</u> | <u>0</u> | <u>0</u> | <u>\$179,329,091</u> |
| Net Assets | | | | |
| Held in Trust for Flags | 1,000 | 0 | 1,000 | |
| Held in Trust for Children Detention Center | 0 | 2,500 | 2,500 | |
| Unrestricted | 129 | 3,954 | 4,083 | |
| <i>Total Net Assets</i> | <u>\$1,129</u> | <u>\$6,454</u> | <u>\$7,583</u> | |

Portage County, Ohio
Combining Statement of Changes in Fiduciary Net Assets
Private Purpose Trust Funds
December 31, 2003

| | McIntosh Bequest | Rodman Bequest | Totals |
|-------------------------------|-----------------------|-----------------------|-----------------------|
| Additions | | | |
| Interest | \$26 | \$162 | \$188 |
| Deductions | <u>0</u> | <u>0</u> | <u>0</u> |
| <i>Change in Net Assets</i> | 26 | 162 | 188 |
| <i>Net Assets - Beginning</i> | <u>1,103</u> | <u>6,292</u> | <u>7,395</u> |
| <i>Net Assets - Ending</i> | <u><u>\$1,129</u></u> | <u><u>\$6,454</u></u> | <u><u>\$7,583</u></u> |

Portage County, Ohio
Combining Statement of Changes in Assets and Liabilities
Agency Funds
For the Year Ended December 31, 2003

| | Beginning Balance 12/31/02 | Additions | Deductions | Ending Balance 12/31/03 |
|---|----------------------------------|---------------------|---------------------|-------------------------------|
| <i>Undivided Auto</i> | | | | |
| Assets | | | | |
| Equity in Pooled Cash and Cash Equivalents | \$0 | \$5,239,187 | \$5,239,187 | \$0 |
| Intergovernmental Receivable | 433,973 | 452,456 | 433,973 | 452,456 |
| <i>Total Assets</i> | <u>\$433,973</u> | <u>\$5,691,643</u> | <u>\$5,673,160</u> | <u>\$452,456</u> |
| Liabilities | | | | |
| Intergovernmental Payable | <u>\$433,973</u> | <u>\$5,691,643</u> | <u>\$5,673,160</u> | <u>\$452,456</u> |
| <i>Undivided Fuel</i> | | | | |
| Assets | | | | |
| Equity in Pooled Cash and Cash Equivalents | \$0 | \$952,869 | \$952,869 | \$0 |
| Intergovernmental Receivable | 445,875 | 573,733 | 445,875 | 573,733 |
| <i>Total Assets</i> | <u>\$445,875</u> | <u>\$1,526,602</u> | <u>\$1,398,744</u> | <u>\$573,733</u> |
| Liabilities | | | | |
| Intergovernmental Payable | <u>\$445,875</u> | <u>\$1,526,602</u> | <u>\$1,398,744</u> | <u>\$573,733</u> |
| <i>Undivided Payroll</i> | | | | |
| Assets | | | | |
| Equity in Pooled Cash and Cash Equivalents | \$29,831 | \$43,289,914 | \$43,103,412 | \$216,333 |
| Liabilities | | | | |
| Intergovernmental Payable | \$29,831 | \$216,333 | \$29,831 | \$216,333 |
| Payroll Withholdings | 0 | 43,319,745 | 43,319,745 | 0 |
| <i>Total Liabilities</i> | <u>\$29,831</u> | <u>\$43,536,078</u> | <u>\$43,349,576</u> | <u>\$216,333</u> |

(continued)

Portage County, Ohio
Combining Statement of Changes in Assets and Liabilities
Agency Funds (continued)
For the Year Ended December 31, 2003

| | Beginning Balance 12/31/02 | Additions | Deductions | Ending Balance 12/31/03 |
|--|----------------------------------|---------------------|---------------------|-------------------------------|
| <i>Undivided State and Local Government</i> | | | | |
| Assets | | | | |
| Equity in Pooled Cash and | | | | |
| Cash Equivalents | \$0 | \$6,027,818 | \$6,027,818 | \$0 |
| Intergovernmental Receivable | 2,537,583 | 2,537,583 | 2,537,583 | 2,537,583 |
| <i>Total Assets</i> | <u>\$2,537,583</u> | <u>\$8,565,401</u> | <u>\$8,565,401</u> | <u>\$2,537,583</u> |
| Liabilities | | | | |
| Intergovernmental Payable | <u>\$2,537,583</u> | <u>\$8,565,401</u> | <u>\$8,565,401</u> | <u>\$2,537,583</u> |
| <i>Undivided Revenue Assistance</i> | | | | |
| Assets | | | | |
| Equity in Pooled Cash and | | | | |
| Cash Equivalents | \$0 | \$1,274,786 | \$1,274,786 | \$0 |
| Intergovernmental Receivable | 542,961 | 542,961 | 542,961 | 542,961 |
| <i>Total Assets</i> | <u>\$542,961</u> | <u>\$1,817,747</u> | <u>\$1,817,747</u> | <u>\$542,961</u> |
| Liabilities | | | | |
| Intergovernmental Payable | <u>\$542,961</u> | <u>\$1,817,747</u> | <u>\$1,817,747</u> | <u>\$542,961</u> |
| <i>Undivided Library and Local Government</i> | | | | |
| Assets | | | | |
| Equity in Pooled Cash and | | | | |
| Cash Equivalents | \$0 | \$5,422,861 | \$5,422,861 | \$0 |
| Intergovernmental Receivable | 4,781,043 | 4,789,956 | 4,781,043 | 4,789,956 |
| <i>Total Assets</i> | <u>\$4,781,043</u> | <u>\$10,212,817</u> | <u>\$10,203,904</u> | <u>\$4,789,956</u> |
| Liabilities | | | | |
| Intergovernmental Payable | <u>\$4,781,043</u> | <u>\$10,212,817</u> | <u>\$10,203,904</u> | <u>\$4,789,956</u> |

(continued)

Portage County, Ohio
Combining Statement of Changes in Assets and Liabilities
Agency Funds (continued)
For the Year Ended December 31, 2003

| | Beginning Balance 12/31/02 | Additions | Deductions | Ending Balance 12/31/03 |
|--|----------------------------------|----------------------|----------------------|-------------------------------|
| <i>Undivided Cigarette Licenses</i> | | | | |
| Assets | | | | |
| Equity in Pooled Cash and Cash Equivalents | \$0 | \$5,251 | \$5,237 | \$14 |
| Liabilities | | | | |
| Intergovernmental Payable | \$0 | \$5,251 | \$5,237 | \$14 |
| <i>Undivided Estate Tax</i> | | | | |
| Assets | | | | |
| Equity in Pooled Cash and Cash Equivalents | \$824,175 | \$3,235,209 | \$2,023,032 | \$2,036,352 |
| Liabilities | | | | |
| Intergovernmental Payable | \$824,175 | \$3,235,209 | \$2,023,032 | \$2,036,352 |
| <i>Undivided Tax Prepayments</i> | | | | |
| Assets | | | | |
| Equity in Pooled Cash and Cash Equivalents | \$398,663 | \$1,540,298 | \$1,506,310 | \$432,651 |
| Liabilities | | | | |
| Undistributed Assets | \$398,663 | \$1,540,298 | \$1,506,310 | \$432,651 |
| <i>Undivided General Property Tax</i> | | | | |
| Assets | | | | |
| Equity in Pooled Cash and Cash Equivalents | \$4,300,335 | \$139,794,151 | \$139,015,690 | \$5,078,796 |
| Property Taxes Receivable | 144,552,870 | 153,295,798 | 144,552,870 | 153,295,798 |
| Special Assessment Receivable | 4,822,236 | 4,496,414 | 4,822,236 | 4,496,414 |
| Total Assets | \$153,675,441 | \$297,586,363 | \$288,390,796 | \$162,871,008 |
| Liabilities | | | | |
| Intergovernmental Payable | \$153,675,441 | \$297,586,363 | \$288,390,796 | \$162,871,008 |

(continued)

Portage County, Ohio
Combining Statement of Changes in Assets and Liabilities
Agency Funds (continued)
For the Year Ended December 31, 2003

| | Beginning Balance 12/31/02 | Additions | Deductions | Ending Balance 12/31/03 |
|--|----------------------------------|-------------|-------------|-------------------------------|
| <i>Undivided Public Housing</i> | | | | |
| Assets | | | | |
| Equity in Pooled Cash and Cash Equivalents | \$0 | \$37,327 | \$37,327 | \$0 |
| Liabilities | | | | |
| Intergovernmental Payable | \$0 | \$37,327 | \$37,327 | \$0 |
| <i>Undivided Fringe Benefits</i> | | | | |
| Assets | | | | |
| Equity in Pooled Cash and Cash Equivalents | \$1,292,270 | \$6,339,880 | \$7,275,631 | \$356,519 |
| Liabilities | | | | |
| Intergovernmental Payable | \$1,292,270 | \$6,339,880 | \$7,275,631 | \$356,519 |
| <i>Undivided Deposit/Investment</i> | | | | |
| Assets | | | | |
| Equity in Pooled Cash and Cash Equivalents | \$0 | \$2,172,715 | \$2,158,649 | \$14,066 |
| Liabilities | | | | |
| Intergovernmental Payable | \$0 | \$2,172,715 | \$2,158,649 | \$14,066 |
| <i>Undivided Housing Trust</i> | | | | |
| Assets | | | | |
| Equity in Pooled Cash and Cash Equivalents | \$0 | \$594,907 | \$263,339 | \$331,568 |
| Liabilities | | | | |
| Undistributed Assets | \$0 | \$594,907 | \$263,339 | \$331,568 |

(continued)

Portage County, Ohio
Combining Statement of Changes in Assets and Liabilities
Agency Funds (continued)
For the Year Ended December 31, 2003

| | Beginning Balance 12/31/02 | Additions | Deductions | Ending Balance 12/31/03 |
|---|----------------------------------|--------------------|--------------------|-------------------------------|
| <i>Building Fee Assessment</i> | | | | |
| Assets | | | | |
| Equity in Pooled Cash and Cash Equivalents | \$2,598 | \$3,115 | \$3,082 | \$2,631 |
| Liabilities | | | | |
| Deposits Held and Due to Others | \$2,598 | \$3,115 | \$3,082 | \$2,631 |
| <i>Ohio Election Commission</i> | | | | |
| Assets | | | | |
| Equity in Pooled Cash and Cash Equivalents | \$0 | \$4,790 | \$3,995 | \$795 |
| Liabilities | | | | |
| Deposits Held and Due to Others | \$0 | \$4,790 | \$3,995 | \$795 |
| <i>District Board of Health</i> | | | | |
| Assets | | | | |
| Equity in Pooled Cash and Cash Equivalents | \$575,918 | \$1,673,941 | \$1,667,742 | \$582,117 |
| Intergovernmental Receivable | 0 | 10,000 | 0 | 10,000 |
| <i>Total Assets</i> | <u>\$575,918</u> | <u>\$1,683,941</u> | <u>\$1,667,742</u> | <u>\$592,117</u> |
| Liabilities | | | | |
| Accounts Payable | \$37,415 | \$11,753 | \$37,415 | \$11,753 |
| Accrued Wages | 45,057 | 48,478 | 45,057 | 48,478 |
| Compensated Absences Payable | 76,864 | 159,059 | 76,864 | 159,059 |
| Intergovernmental Payable | 20,730 | 14,192 | 20,730 | 14,192 |
| Undistributed Assets | 395,852 | 1,854,007 | 1,891,224 | 358,635 |
| <i>Total Liabilities</i> | <u>\$575,918</u> | <u>\$2,087,489</u> | <u>\$2,071,290</u> | <u>\$592,117</u> |

(continued)

Portage County, Ohio
Combining Statement of Changes in Assets and Liabilities
Agency Funds (continued)
For the Year Ended December 31, 2003

| | Beginning Balance 12/31/02 | Additions | Deductions | Ending Balance 12/31/03 |
|---|----------------------------------|-----------|------------|-------------------------------|
| <i>Family and Children First Council</i> | | | | |
| Assets | | | | |
| Equity in Pooled Cash and Cash Equivalents | \$29,392 | \$60,144 | \$21,796 | \$67,740 |
| Liabilities | | | | |
| Accounts Payable | \$0 | \$22,776 | \$0 | \$22,776 |
| Compensated Absences Payable | 1,863 | 0 | 1,863 | 0 |
| Undistributed Assets | 27,529 | 62,007 | 44,572 | 44,964 |
| <i>Total Liabilities</i> | \$29,392 | \$84,783 | \$46,435 | \$67,740 |
| | | | | |
| <i>Regional Planning Commission</i> | | | | |
| Assets | | | | |
| Equity in Pooled Cash and Cash Equivalents | \$9,453 | \$420,154 | \$410,778 | \$18,829 |
| Liabilities | | | | |
| Accounts Payable | \$2,799 | \$1,229 | \$2,799 | \$1,229 |
| Accrued Wages | 5,799 | 6,653 | 5,799 | 6,653 |
| Compensated Absences Payable | 0 | 9,937 | 0 | 9,937 |
| Intergovernmental Payable | 855 | 1,010 | 855 | 1,010 |
| Undistributed Assets | 0 | 429,607 | 429,607 | 0 |
| <i>Total Liabilities</i> | \$9,453 | \$448,436 | \$439,060 | \$18,829 |

(continued)

Portage County, Ohio
Combining Statement of Changes in Assets and Liabilities
Agency Funds (continued)
For the Year Ended December 31, 2003

| | Beginning Balance 12/31/02 | Additions | Deductions | Ending Balance 12/31/03 |
|------------------------------|----------------------------------|--------------------|------------------|-------------------------------|
| Parks | | | | |
| Assets | | | | |
| Equity in Pooled Cash and | | | | |
| Cash Equivalents | \$365,990 | \$723,804 | \$668,003 | \$421,791 |
| Accounts Receivable | 534 | 0 | 534 | 0 |
| Intergovernmental Receivable | 56,695 | 250,140 | 56,695 | 250,140 |
| <i>Total Assets</i> | <u>\$423,219</u> | <u>\$973,944</u> | <u>\$725,232</u> | <u>\$671,931</u> |
| Liabilities | | | | |
| Accounts Payable | \$72,768 | \$13,777 | \$72,768 | \$13,777 |
| Accrued Wages | 1,377 | 1,035 | 1,377 | 1,035 |
| Compensated Absences Payable | 3,610 | 4,620 | 3,610 | 4,620 |
| Intergovernmental Payable | 206 | 155 | 206 | 155 |
| Undistributed Assets | 124,258 | 744,536 | 687,450 | 181,344 |
| Loan Payable | 221,000 | 250,000 | 0 | 471,000 |
| <i>Total Liabilities</i> | <u>\$423,219</u> | <u>\$1,014,123</u> | <u>\$765,411</u> | <u>\$671,931</u> |
| Soil and Water | | | | |
| Assets | | | | |
| Equity in Pooled Cash and | | | | |
| Cash Equivalents | \$36,805 | \$185,649 | \$159,066 | \$63,388 |
| Liabilities | | | | |
| Accounts Payable | \$2,713 | \$1,904 | \$2,713 | \$1,904 |
| Accrued Wages | 9,820 | 3,315 | 9,820 | 3,315 |
| Compensated Absences Payable | 22,030 | 14,729 | 22,030 | 14,729 |
| Intergovernmental Payable | 435 | 543 | 435 | 543 |
| Undistributed Assets | 1,807 | 220,647 | 179,557 | 42,897 |
| <i>Total Liabilities</i> | <u>\$36,805</u> | <u>\$241,138</u> | <u>\$214,555</u> | <u>\$63,388</u> |

(continued)

Portage County, Ohio
Combining Statement of Changes in Assets and Liabilities
Agency Funds (continued)
For the Year Ended December 31, 2003

| | Beginning Balance 12/31/02 | Additions | Deductions | Ending Balance 12/31/03 |
|--------------------------------------|----------------------------------|--------------------|--------------------|-------------------------------|
| Multi-County Detention Center | | | | |
| Assets | | | | |
| Equity in Pooled Cash and | | | | |
| Cash Equivalents | \$358,973 | \$1,991,599 | \$1,964,561 | \$386,011 |
| Accounts Receivable | 567 | 0 | 567 | 0 |
| Intergovernmental Receivable | 9,226 | 0 | 9,226 | 0 |
| <i>Total Assets</i> | <u>\$368,766</u> | <u>\$1,991,599</u> | <u>\$1,974,354</u> | <u>\$386,011</u> |
| Liabilities | | | | |
| Accounts Payable | \$39,210 | \$7,361 | \$39,210 | \$7,361 |
| Accrued Wages | 30,024 | 33,412 | 30,024 | 33,412 |
| Compensated Absences Payable | 57,948 | 68,428 | 57,948 | 68,428 |
| Intergovernmental Payable | 4,591 | 11,449 | 4,591 | 11,449 |
| Undistributed Assets | 236,993 | 2,113,579 | 2,085,211 | 265,361 |
| <i>Total Liabilities</i> | <u>\$368,766</u> | <u>\$2,234,229</u> | <u>\$2,216,984</u> | <u>\$386,011</u> |
| | | | | |
| Inmate | | | | |
| Assets | | | | |
| Cash and Cash Equivalents: | | | | |
| In Segregated Accounts | \$7,015 | \$266,035 | \$261,476 | \$11,574 |
| Liabilities | | | | |
| Deposits Held and Due to Others | \$7,015 | \$266,035 | \$261,476 | \$11,574 |
| | | | | |
| Court | | | | |
| Assets | | | | |
| Cash and Cash Equivalents: | | | | |
| In Segregated Accounts | \$1,608,060 | \$39,156,057 | \$38,448,953 | \$2,315,164 |
| Liabilities | | | | |
| Deposits Held and Due to Others | \$1,608,060 | \$39,156,057 | \$38,448,953 | \$2,315,164 |

(continued)

Portage County, Ohio
Combining Statement of Changes in Assets and Liabilities
Agency Funds (continued)
For the Year Ended December 31, 2003

| | Beginning Balance 12/31/02 | Additions | Deductions | Ending Balance 12/31/03 |
|---------------------------------|----------------------------------|----------------------|----------------------|-------------------------------|
| Law Library | | | | |
| Assets | | | | |
| Equity in Pooled Cash and | | | | |
| Cash Equivalents | \$0 | \$524,553 | \$515,242 | \$9,311 |
| Intergovernmental Receivable | 43,839 | 34,400 | 43,839 | 34,400 |
| <i>Total Assets</i> | <u>\$43,839</u> | <u>\$558,953</u> | <u>\$559,081</u> | <u>\$43,711</u> |
| Liabilities | | | | |
| Undistributed Assets | <u>\$43,839</u> | <u>\$558,953</u> | <u>\$559,081</u> | <u>\$43,711</u> |
| All Agency Funds | | | | |
| Assets | | | | |
| Equity in Pooled Cash and | | | | |
| Cash Equivalents | \$8,224,403 | \$221,514,922 | \$219,720,413 | \$10,018,912 |
| Cash and Cash Equivalents: | | | | |
| In Segregated Accounts | 1,615,075 | 39,422,092 | 38,710,429 | 2,326,738 |
| Accounts Receivable | 1,101 | 0 | 1,101 | 0 |
| Intergovernmental Receivable | 8,851,195 | 9,191,229 | 8,851,195 | 9,191,229 |
| Property Taxes Receivable | 144,552,870 | 153,295,798 | 144,552,870 | 153,295,798 |
| Special Assessment Receivable | 4,822,236 | 4,496,414 | 4,822,236 | 4,496,414 |
| <i>Total Assets</i> | <u>\$168,066,880</u> | <u>\$427,920,455</u> | <u>\$416,658,244</u> | <u>\$179,329,091</u> |
| Liabilities | | | | |
| Accounts Payable | \$154,905 | \$58,800 | \$154,905 | \$58,800 |
| Accrued Wages | 92,077 | 92,893 | 92,077 | 92,893 |
| Compensated Absences Payable | 162,315 | 256,773 | 162,315 | 256,773 |
| Intergovernmental Payable | 164,589,969 | 337,434,637 | 327,606,276 | 174,418,330 |
| Undistributed Assets | 1,228,941 | 8,118,541 | 7,646,351 | 1,701,131 |
| Payroll Withholdings | 0 | 43,319,745 | 43,319,745 | 0 |
| Loan Payable | 221,000 | 250,000 | 0 | 471,000 |
| Deposits Held and Due to Others | 1,617,673 | 39,429,997 | 38,717,506 | 2,330,164 |
| <i>Total Liabilities</i> | <u>\$168,066,880</u> | <u>\$428,961,386</u> | <u>\$417,699,175</u> | <u>\$179,329,091</u> |

**Individual Fund Schedules of Revenues, Expenditures/Expenses and Changes
in Fund Balances/Fund Equity - Budget (Non-GAAP Basis) and Actual**

Portage County, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund
For the Year Ended December 31, 2003

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive (Negative) |
|---|------------------|-------------|-------------|---|
| | Original | Final | | |
| Revenues | | | | |
| Property and Other Taxes | \$4,852,690 | \$4,954,240 | \$5,409,497 | \$455,257 |
| Permissive Sales Tax | 12,200,000 | 12,200,000 | 12,960,598 | 760,598 |
| Intergovernmental | 4,223,781 | 4,390,349 | 4,044,053 | (346,296) |
| Interest | 2,465,089 | 1,658,089 | 2,051,260 | 393,171 |
| Licenses and Permits | 14,000 | 11,000 | 11,647 | 647 |
| Fines and Forfeitures | 1,482,000 | 1,471,000 | 1,496,720 | 25,720 |
| Rentals and Royalties | 554,467 | 554,460 | 471,722 | (82,738) |
| Charges for Services | 4,670,161 | 4,807,642 | 5,568,456 | 760,814 |
| Other | 237,538 | 416,991 | 480,193 | 63,202 |
| <i>Total Revenues</i> | 30,699,726 | 30,463,771 | 32,494,146 | 2,030,375 |
| Expenditures | | | | |
| Current: | | | | |
| General Government - Legislative and Executive: | | | | |
| Budget Management: | | | | |
| Personal Services | 246,979 | 258,398 | 246,700 | 11,698 |
| Materials and Supplies | 2,371 | 2,271 | 896 | 1,375 |
| Contractual Services | 4,257 | 4,267 | 3,268 | 999 |
| Other | 200 | 310 | 293 | 17 |
| Total Budget Management | 253,807 | 265,246 | 251,157 | 14,089 |
| Microfilm: | | | | |
| Personal Services | 115,573 | 122,435 | 122,364 | 71 |
| Materials and Supplies | 4,183 | 4,433 | 4,389 | 44 |
| Contractual Services | 2,511 | 4,135 | 3,011 | 1,124 |
| Total Microfilm | 122,267 | 131,003 | 129,764 | 1,239 |
| Human Resources: | | | | |
| Personal Services | 138,942 | 150,702 | 137,173 | 13,529 |
| Materials and Supplies | 7,017 | 7,217 | 5,673 | 1,544 |
| Contractual Services | 46,750 | 44,410 | 29,444 | 14,966 |
| Other | 11,000 | 14,500 | 14,055 | 445 |
| Total Human Resources | \$203,709 | \$216,829 | \$186,345 | \$30,484 |

(continued)

Portage County, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund (continued)
For the Year Ended December 31, 2003

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive (Negative) |
|-----------------------------------|------------------|------------------|------------------|---|
| | Original | Final | | |
| Building Maintenance: | | | | |
| Personal Services | \$718,633 | \$706,491 | \$661,703 | \$44,788 |
| Materials and Supplies | 130,193 | 133,897 | 123,268 | 10,629 |
| Contractual Services | 1,133,988 | 1,284,410 | 1,229,151 | 55,259 |
| Capital Outlay | 103,940 | 103,940 | 103,940 | 0 |
| Other | 465 | 465 | 0 | 465 |
| Total Building Maintenance | 2,087,219 | 2,229,203 | 2,118,062 | 111,141 |
| Economic Development: | | | | |
| Personal Services | 95,297 | 84,821 | 73,215 | 11,606 |
| Materials and Supplies | 2,000 | 1,396 | 1,058 | 338 |
| Contractual Services | 25,561 | 35,165 | 29,285 | 5,880 |
| Other | 7,679 | 12,679 | 10,212 | 2,467 |
| Total Economic Development | 130,537 | 134,061 | 113,770 | 20,291 |
| Commissioners: | | | | |
| Personal Services | 577,521 | 570,674 | 557,868 | 12,806 |
| Materials and Supplies | 675 | 675 | 675 | 0 |
| Contractual Services | 2,726,784 | 3,356,769 | 2,811,572 | 545,197 |
| Capital Outlay | 45,000 | 45,000 | 45,000 | 0 |
| Other | 601,438 | 325,782 | 131,500 | 194,282 |
| Total Commissioners | 3,951,418 | 4,298,900 | 3,546,615 | 752,285 |
| Auditor: | | | | |
| Personal Services | 750,892 | 803,803 | 743,715 | 60,088 |
| Materials and Supplies | 49,483 | 51,477 | 44,261 | 7,216 |
| Contractual Services | 74,760 | 72,942 | 44,456 | 28,486 |
| Total Auditor | 875,135 | 928,222 | 832,432 | 95,790 |
| Treasurer: | | | | |
| Personal Services | 354,233 | 382,680 | 369,185 | 13,495 |
| Materials and Supplies | 48,585 | 61,850 | 52,320 | 9,530 |
| Contractual Services | 150,562 | 117,787 | 71,294 | 46,493 |
| Other | 18 | 18 | 0 | 18 |
| Total Treasurer | \$553,398 | \$562,335 | \$492,799 | \$69,536 |

(continued)

Portage County, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund (continued)
For the Year Ended December 31, 2003

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive (Negative) |
|------------------------------------|------------------|------------------|------------------|---|
| | Original | Final | | |
| Recorder: | | | | |
| Personal Services | \$358,166 | \$363,530 | \$357,492 | \$6,038 |
| Materials and Supplies | 26,241 | 25,342 | 24,163 | 1,179 |
| Contractual Services | 20,231 | 24,991 | 19,179 | 5,812 |
| Capital Outlay | 0 | 350 | 350 | 0 |
| Total Recorder | 404,638 | 414,213 | 401,184 | 13,029 |
| Prosecutor: | | | | |
| Personal Services | 1,857,803 | 1,950,069 | 1,892,690 | 57,379 |
| Materials and Supplies | 13,463 | 22,820 | 22,542 | 278 |
| Contractual Services | 181,441 | 176,066 | 153,672 | 22,394 |
| Capital Outlay | 2,766 | 2,766 | 2,766 | 0 |
| Total Prosecutor | 2,055,473 | 2,151,721 | 2,071,670 | 80,051 |
| Budget Commission: | | | | |
| Personal Services | 62,680 | 62,117 | 62,109 | 8 |
| Materials and Supplies | 2,034 | 2,034 | 1,324 | 710 |
| Contractual Services | 5,242 | 5,242 | 4,513 | 729 |
| Total Budget Commission | 69,956 | 69,393 | 67,946 | 1,447 |
| Board of Revisions: | | | | |
| Personal Services | 11,228 | 11,082 | 11,082 | 0 |
| Materials and Supplies | 1,329 | 1,329 | 545 | 784 |
| Contractual Services | 3,467 | 3,467 | 1,046 | 2,421 |
| Total Board of Revisions | 16,024 | 15,878 | 12,673 | 3,205 |
| Data Processing Board: | | | | |
| Personal Services | 369,828 | 400,793 | 382,240 | 18,553 |
| Materials and Supplies | 13,798 | 14,198 | 12,742 | 1,456 |
| Contractual Services | 204,483 | 204,083 | 185,770 | 18,313 |
| Total Data Processing Board | \$588,109 | \$619,074 | \$580,752 | \$38,322 |

(continued)

Portage County, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund (continued)
For the Year Ended December 31, 2003

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive (Negative) |
|---|------------------|------------|------------|---|
| | Original | Final | | |
| Board of Elections: | | | | |
| Personal Services | \$664,752 | \$669,133 | \$639,346 | \$29,787 |
| Materials and Supplies | 15,000 | 24,000 | 20,574 | 3,426 |
| Contractual Services | 126,926 | 123,570 | 109,909 | 13,661 |
| Other | 9,000 | 3,825 | 3,411 | 414 |
| Total Board of Elections | 815,678 | 820,528 | 773,240 | 47,288 |
| Total General Government - Legislative and Executive | 12,127,368 | 12,856,606 | 11,578,409 | 1,278,197 |
| General Government - Judicial: | | | | |
| Clerk of Courts: | | | | |
| Personal Services | 2,139,171 | 2,138,760 | 2,079,238 | 59,522 |
| Materials and Supplies | 64,571 | 52,052 | 51,757 | 295 |
| Contractual Services | 157,411 | 259,671 | 224,126 | 35,545 |
| Capital Outlay | 2,770 | 2,770 | 2,770 | 0 |
| Other | 93 | 153 | 24 | 129 |
| Total Clerk of Courts | 2,364,016 | 2,453,406 | 2,357,915 | 95,491 |
| Court of Appeals: | | | | |
| Other | 70,000 | 73,642 | 73,642 | 0 |
| Common Pleas Court: | | | | |
| Personal Services | 797,544 | 805,982 | 798,779 | 7,203 |
| Materials and Supplies | 15,316 | 15,981 | 15,639 | 342 |
| Contractual Services | 100,196 | 111,915 | 84,403 | 27,512 |
| Total Common Pleas Court | 913,056 | 933,878 | 898,821 | 35,057 |
| Jury Commission: | | | | |
| Personal Services | 4,778 | 4,693 | 4,176 | 517 |
| Materials and Supplies | 243 | 343 | 321 | 22 |
| Contractual Services | 1,800 | 1,700 | 911 | 789 |
| Total Jury Commission | \$6,821 | \$6,736 | \$5,408 | \$1,328 |

(continued)

Portage County, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund (continued)
For the Year Ended December 31, 2003

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive (Negative) |
|-------------------------------------|------------------|-------------|-------------|---|
| | Original | Final | | |
| Juvenile Court: | | | | |
| Personal Services | \$827,871 | \$818,585 | \$773,698 | \$44,887 |
| Materials and Supplies | 33,441 | 28,841 | 25,437 | 3,404 |
| Contractual Services | 1,739,652 | 1,769,035 | 1,579,032 | 190,003 |
| Total Juvenile Court | 2,600,964 | 2,616,461 | 2,378,167 | 238,294 |
| Domestic Relations Court: | | | | |
| Personal Services | 455,070 | 449,606 | 444,031 | 5,575 |
| Materials and Supplies | 6,708 | 6,708 | 2,982 | 3,726 |
| Contractual Services | 48,228 | 52,732 | 35,673 | 17,059 |
| Capital Outlay | 3,500 | 3,500 | 3,500 | 0 |
| Total Domestic Relations Court | 513,506 | 512,546 | 486,186 | 26,360 |
| Probate Court: | | | | |
| Personal Services | 660,690 | 653,238 | 625,973 | 27,265 |
| Materials and Supplies | 30,892 | 30,892 | 28,508 | 2,384 |
| Contractual Services | 33,400 | 33,400 | 17,621 | 15,779 |
| Total Probate Court | 724,982 | 717,530 | 672,102 | 45,428 |
| Municipal Courts: | | | | |
| Personal Services | 1,012,725 | 1,066,031 | 1,050,417 | 15,614 |
| Materials and Supplies | 7,152 | 14,152 | 12,344 | 1,808 |
| Contractual Services | 112,347 | 141,684 | 119,148 | 22,536 |
| Capital Outlay | 7,274 | 7,274 | 7,274 | 0 |
| Total Municipal Courts | 1,139,498 | 1,229,141 | 1,189,183 | 39,958 |
| Public Defender: | | | | |
| Personal Services | 518,544 | 515,636 | 513,633 | 2,003 |
| Materials and Supplies | 4,856 | 4,856 | 4,703 | 153 |
| Contractual Services | 67,199 | 69,389 | 60,104 | 9,285 |
| Total Public Defender | 590,599 | 589,881 | 578,440 | 11,441 |
| Total General Government - Judicial | \$8,923,442 | \$9,133,221 | \$8,639,864 | \$493,357 |

(continued)

Portage County, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund (continued)
For the Year Ended December 31, 2003

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive (Negative) |
|----------------------------|------------------|------------|------------|---|
| | Original | Final | | |
| Public Safety: | | | | |
| Building Security: | | | | |
| Personal Services | \$94,845 | \$101,546 | \$99,459 | \$2,087 |
| Materials and Supplies | 465 | 465 | 465 | 0 |
| Contractual Services | 4,135 | 3,660 | 1,980 | 1,680 |
| Other | 837 | 537 | 870 | (333) |
| Total Building Security | 100,282 | 106,208 | 102,774 | 3,434 |
| Building Inspections: | | | | |
| Personal Services | 542,370 | 542,105 | 542,036 | 69 |
| Materials and Supplies | 3,000 | 4,000 | 3,665 | 335 |
| Contractual Services | 42,608 | 62,691 | 61,516 | 1,175 |
| Other | 1,000 | 1,100 | 870 | 230 |
| Total Building Inspections | 588,978 | 609,896 | 608,087 | 1,809 |
| Emergency Management: | | | | |
| Personal Services | 92,543 | 96,461 | 84,916 | 11,545 |
| Materials and Supplies | 4,424 | 4,014 | 3,398 | 616 |
| Contractual Services | 59,293 | 71,359 | 69,569 | 1,790 |
| Other | 4,650 | 0 | 0 | 0 |
| Total Emergency Management | 160,910 | 171,834 | 157,883 | 13,951 |
| Sheriff: | | | | |
| Personal Services | 7,804,591 | 7,992,144 | 7,867,276 | 124,868 |
| Materials and Supplies | 481,611 | 553,372 | 513,152 | 40,220 |
| Contractual Services | 1,227,801 | 1,541,545 | 1,489,076 | 52,469 |
| Capital Outlay | 214,343 | 214,343 | 214,343 | 0 |
| Other | 6,255 | 6,255 | 4,023 | 2,232 |
| Total Sheriff | 9,734,601 | 10,307,659 | 10,087,870 | 219,789 |
| Coroner: | | | | |
| Personal Services | 184,190 | 181,233 | 176,807 | 4,426 |
| Materials and Supplies | 5,802 | 6,613 | 3,685 | 2,928 |
| Contractual Services | 84,885 | 100,865 | 90,281 | 10,584 |
| Total Coroner | \$274,877 | \$288,711 | \$270,773 | \$17,938 |

(continued)

Portage County, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund (continued)
For the Year Ended December 31, 2003

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive (Negative) |
|--------------------------|------------------|------------|------------|---|
| | Original | Final | | |
| Adult Probation: | | | | |
| Personal Services | \$892,721 | \$884,785 | \$846,572 | \$38,213 |
| Materials and Supplies | 27,051 | 27,041 | 19,718 | 7,323 |
| Contractual Services | 57,612 | 59,992 | 43,568 | 16,424 |
| Total Adult Probation | 977,384 | 971,818 | 909,858 | 61,960 |
| Juvenile Probation: | | | | |
| Personal Services | 320,058 | 316,385 | 259,675 | 56,710 |
| Materials and Supplies | 3,674 | 3,674 | 2,603 | 1,071 |
| Contractual Services | 10,800 | 10,800 | 3,781 | 7,019 |
| Total Juvenile Probation | 334,532 | 330,859 | 266,059 | 64,800 |
| Total Public Safety | 12,171,564 | 12,786,985 | 12,403,304 | 383,681 |
| Public Works: | | | | |
| County Engineer Office: | | | | |
| Personal Services | 152,819 | 169,399 | 169,135 | 264 |
| Materials and Supplies | 11,808 | 10,108 | 4,511 | 5,597 |
| Contractual Services | 7,626 | 9,546 | 3,575 | 5,971 |
| Total Public Works | 172,253 | 189,053 | 177,221 | 11,832 |
| Health: | | | | |
| Board of Health: | | | | |
| Materials and Supplies | 11,000 | 11,100 | 11,071 | 29 |
| Contractual Services | 326,699 | 351,340 | 256,389 | 94,951 |
| Total Health | 337,699 | 362,440 | 267,460 | 94,980 |
| Human Services: | | | | |
| Senior Center: | | | | |
| Personal Services | 40,173 | 39,748 | 39,503 | 245 |
| Materials and Supplies | 3,143 | 1,641 | 1,129 | 512 |
| Contractual Services | 12,803 | 14,303 | 345 | 13,958 |
| Total Senior Center | \$56,119 | \$55,692 | \$40,977 | \$14,715 |

(continued)

Portage County, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund (continued)
For the Year Ended December 31, 2003

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive (Negative) |
|--|------------------|-------------|-------------|---|
| | Original | Final | | |
| Veterans Services Commission: | | | | |
| Personal Services | \$395,443 | \$391,228 | \$376,240 | \$14,988 |
| Materials and Supplies | 26,005 | 24,805 | 24,258 | 547 |
| Contractual Services | 428,758 | 442,716 | 392,364 | 50,352 |
| Other | 8,000 | 11,935 | 9,421 | 2,514 |
| Total Veterans Services Commission | 858,206 | 870,684 | 802,283 | 68,401 |
| Total Human Services | 914,325 | 926,376 | 843,260 | 83,116 |
| Other: | | | | |
| Unclaimed Monies: | | | | |
| Other | 213,500 | 431,500 | 339,262 | 92,238 |
| Intergovernmental | 21,838 | 21,838 | 6,838 | 15,000 |
| <i>Total Expenditures</i> | 34,881,989 | 36,708,019 | 34,255,618 | 2,452,401 |
| <i>Excess of Revenues Under Expenditures</i> | (4,182,263) | (6,244,248) | (1,761,472) | 4,482,776 |
| Other Financing Sources (Uses) | | | | |
| Sale of Capital Assets | 22,575 | 22,575 | 68,238 | 45,663 |
| Advances In | 542,550 | 542,550 | 594,512 | 51,962 |
| Advances Out | 0 | (657,994) | (401,168) | 256,826 |
| Loan Repayments | 794,190 | 794,190 | 0 | (794,190) |
| Loans | (334,000) | (250,000) | (250,000) | 0 |
| Transfers In | 0 | 0 | 1,237,232 | 1,237,232 |
| Transfers Out | 0 | (103,337) | (53,337) | 50,000 |
| <i>Total Other Financing Sources (Uses)</i> | 1,025,315 | 347,984 | 1,195,477 | 847,493 |
| <i>Net Change in Fund Balance</i> | (3,156,948) | (5,896,264) | (565,995) | 5,330,269 |
| <i>Fund Balance Beginning of Year</i> | 2,886,709 | 5,706,317 | 5,706,317 | 0 |
| Prior Year Encumbrances Appropriated | 632,114 | 632,114 | 632,114 | 0 |
| <i>Fund Balance End of Year</i> | \$361,875 | \$442,167 | \$5,772,436 | \$5,330,269 |

Portage County, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Mental Health and Recovery Board Fund
For the Year Ended December 31, 2003

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | Variance with |
|---------------------------------------|---------------------------|---------------------------|---------------------------|--|
| | <u>Original</u> | <u>Final</u> | | Final Budget Positive (Negative) |
| Revenues | | | | |
| Property and Other Taxes | \$2,147,837 | \$2,147,837 | \$2,244,993 | \$97,156 |
| Intergovernmental | 7,695,327 | 7,796,372 | 7,833,984 | 37,612 |
| Fines and Forfeitures | 80,000 | 87,003 | 88,106 | 1,103 |
| Charges for Services | 100 | 100 | 0 | (100) |
| Other | 100 | 100 | 1,264 | 1,164 |
| <i>Total Revenues</i> | <u>9,923,364</u> | <u>10,031,412</u> | <u>10,168,347</u> | <u>136,935</u> |
| Expenditures | | | | |
| Current: | | | | |
| Health: | | | | |
| Mental Health and Recovery: | | | | |
| Personal Services | 379,303 | 401,553 | 391,722 | 9,831 |
| Materials and Supplies | 3,540 | 4,840 | 3,518 | 1,322 |
| Contractual Services | 9,816,499 | 10,419,968 | 10,254,896 | 165,072 |
| Capital Outlay | 949 | 949 | 949 | 0 |
| Other | 50,900 | 99,962 | 87,061 | 12,901 |
| Total Mental Health and Recovery | <u>10,251,191</u> | <u>10,927,272</u> | <u>10,738,146</u> | <u>189,126</u> |
| Indigent Driver, Alcohol Treatment: | | | | |
| Contractual Services | <u>150,000</u> | <u>150,000</u> | <u>2,410</u> | <u>147,590</u> |
| <i>Total Expenditures</i> | <u>10,401,191</u> | <u>11,077,272</u> | <u>10,740,556</u> | <u>336,716</u> |
| <i>Net Change in Fund Balance</i> | (477,827) | (1,045,860) | (572,209) | 473,651 |
| <i>Fund Balance Beginning of Year</i> | 1,752,938 | 1,685,972 | 1,685,972 | 0 |
| Prior Year Encumbrances Appropriated | <u>373,300</u> | <u>373,300</u> | <u>373,300</u> | <u>0</u> |
| <i>Fund Balance End of Year</i> | <u><u>\$1,648,411</u></u> | <u><u>\$1,013,412</u></u> | <u><u>\$1,487,063</u></u> | <u><u>\$473,651</u></u> |

Portage County, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Mental Retardation and Developmental Disabilities Fund
For the Year Ended December 31, 2003

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive (Negative) |
|----------------------------------|-------------------|-------------------|-------------------|---|
| | Original | Final | | |
| Revenues | | | | |
| Property and Other Taxes | \$10,937,158 | \$10,939,142 | \$10,939,142 | \$0 |
| Intergovernmental | 4,087,557 | 4,583,061 | 4,652,792 | 69,731 |
| Interest | 7,500 | 3,696 | 4,156 | 460 |
| Charges for Services | 106,467 | 183,464 | 240,962 | 57,498 |
| Contributions and Donations | 35,000 | 13,103 | 13,210 | 107 |
| Other | 0 | 0 | 125 | 125 |
| <i>Total Revenues</i> | <u>15,173,682</u> | <u>15,722,466</u> | <u>15,850,387</u> | <u>127,921</u> |
| Expenditures | | | | |
| Current: | | | | |
| Health: | | | | |
| MRDD: | | | | |
| Personal Services | 11,431,439 | 11,476,415 | 11,096,543 | 379,872 |
| Materials and Supplies | 338,954 | 357,004 | 283,583 | 73,421 |
| Contractual Services | 5,584,219 | 6,241,871 | 5,487,082 | 754,789 |
| Capital Outlay | 410,947 | 410,947 | 410,947 | 0 |
| Other | 1,000 | 5,697,857 | 1,192 | 5,696,665 |
| Total MRDD | <u>17,766,559</u> | <u>24,184,094</u> | <u>17,279,347</u> | <u>6,904,747</u> |
| MRDD Preschool: | | | | |
| Personal Services | 9,500 | 16,989 | 15,812 | 1,177 |
| Contractual Services | 11,265 | 7,209 | 5,760 | 1,449 |
| Capital Outlay | 0 | 1,081 | 1,081 | 0 |
| Total MRDD Preschool | <u>20,765</u> | <u>25,279</u> | <u>22,653</u> | <u>2,626</u> |
| MRDD Title II and Title VI: | | | | |
| Personal Services | 42,000 | 47,954 | 45,565 | 2,389 |
| Materials and Supplies | 1,800 | 140 | 140 | 0 |
| Contractual Services | 0 | 571 | 0 | 571 |
| Total MRDD Title II and Title VI | <u>\$43,800</u> | <u>\$48,665</u> | <u>\$45,705</u> | <u>\$2,960</u> |

(continued)

Portage County, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Mental Retardation and Developmental Disabilities Fund (continued)
For the Year Ended December 31, 2003

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>Variance with Final Budget Positive (Negative)</u> |
|--|-------------------------|-------------------|--------------------|---|
| | <u>Original</u> | <u>Final</u> | | |
| MRDD Gifts and Donations: | | | | |
| Contractual Services | \$39,276 | \$184,414 | \$41,580 | \$142,834 |
| <i>Total Expenditures</i> | <u>17,870,400</u> | <u>24,442,452</u> | <u>17,389,285</u> | <u>7,053,167</u> |
| <i>Excess of Revenues Under Expenditures</i> | (2,696,718) | (8,719,986) | (1,538,898) | 7,181,088 |
| Other Financing Uses | | | | |
| Transfers Out | <u>(200,000)</u> | <u>(300,000)</u> | <u>(200,000)</u> | <u>100,000</u> |
| <i>Net Change in Fund Balance</i> | (2,896,718) | (9,019,986) | (1,738,898) | 7,281,088 |
| <i>Fund Balance Beginning of Year</i> | 5,664,369 | 8,205,631 | 8,205,631 | 0 |
| Prior Year Encumbrances Appropriated | <u>988,384</u> | <u>988,384</u> | <u>988,384</u> | <u>0</u> |
| <i>Fund Balance End of Year</i> | <u>\$3,756,035</u> | <u>\$174,029</u> | <u>\$7,455,117</u> | <u>\$7,281,088</u> |

Portage County, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Child Welfare Levy Fund
For the Year Ended December 31, 2003

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | Variance with |
|---|-------------------------|--------------------|--------------------|--|
| | <u>Original</u> | <u>Final</u> | | Final Budget Positive (Negative) |
| Revenues | | | | |
| Property and Other Taxes | \$2,408,731 | \$2,408,731 | \$2,418,740 | \$10,009 |
| Intergovernmental | 1,602,226 | 1,674,217 | 1,762,490 | 88,273 |
| Charges for Services | 2,121,788 | 2,303,284 | 2,484,991 | 181,707 |
| <i>Total Revenues</i> | <u>6,132,745</u> | <u>6,386,232</u> | <u>6,666,221</u> | <u>279,989</u> |
| Expenditures | | | | |
| Current: | | | | |
| Human Services: | | | | |
| Child Welfare Levy: | | | | |
| Personal Services | 1,413,892 | 1,413,893 | 1,413,893 | 0 |
| Contractual Services | 4,148,069 | 5,149,902 | 4,262,518 | 887,384 |
| Other | 250,650 | 314,318 | 280,640 | 33,678 |
| <i>Total Expenditures</i> | <u>5,812,611</u> | <u>6,878,113</u> | <u>5,957,051</u> | <u>921,062</u> |
| <i>Excess of Revenues Over (Under) Expenditures</i> | 320,134 | (491,881) | 709,170 | 1,201,051 |
| Other Financing Uses | | | | |
| Advances Out | (327,222) | (327,223) | (327,223) | 0 |
| <i>Net Change in Fund Balance</i> | (7,088) | (819,104) | 381,947 | 1,201,051 |
| <i>Fund Balance Beginning of Year</i> | 940,857 | 2,010,579 | 2,010,579 | 0 |
| Prior Year Encumbrances Appropriated | 7,088 | 7,088 | 7,088 | 0 |
| <i>Fund Balance End of Year</i> | <u>\$940,857</u> | <u>\$1,198,563</u> | <u>\$2,399,614</u> | <u>\$1,201,051</u> |

Portage County, Ohio
Schedule of Revenues, Expenses and Changes
in Fund Equity - Budget (Non-GAAP Basis) and Actual
Nursing Home Fund
For the Year Ended December 31, 2003

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>Variance with Final Budget Positive (Negative)</u> |
|---|-------------------------|------------------|------------------|---|
| | <u>Original</u> | <u>Final</u> | | |
| Revenues | | | | |
| Charges for Services | \$5,714,733 | \$5,859,733 | \$5,959,802 | \$100,069 |
| Contributions and Donations | 0 | 225 | 831 | 606 |
| Other Operating Revenues | 0 | 0 | 3,026 | 3,026 |
| Other Non-Operating Revenues | 35,000 | 35,000 | 17,619 | (17,381) |
| <i>Total Revenues</i> | <u>5,749,733</u> | <u>5,894,958</u> | <u>5,981,278</u> | <u>86,320</u> |
| Expenses | | | | |
| Personal Services | 3,868,471 | 3,628,479 | 3,585,485 | 42,994 |
| Contractual Services | 900,360 | 1,278,918 | 1,156,981 | 121,937 |
| Materials and Supplies | 571,299 | 553,742 | 510,796 | 42,946 |
| Other | 6,000 | 17,521 | 17,521 | 0 |
| Capital Outlay | 0 | 34,438 | 34,438 | 0 |
| Debt Service: | | | | |
| Principal Retirement | 55,000 | 55,000 | 55,000 | 0 |
| Interest and Fiscal Charges | 383,618 | 383,618 | 383,617 | 1 |
| <i>Total Expenses</i> | <u>5,784,748</u> | <u>5,951,716</u> | <u>5,743,838</u> | <u>207,878</u> |
| <i>Excess of Revenues Over (Under) Expenses</i> | (35,015) | (56,758) | 237,440 | 294,198 |
| Advances Out | 0 | (100,000) | (100,000) | 0 |
| <i>Net Change in Fund Equity</i> | (35,015) | (156,758) | 137,440 | 294,198 |
| <i>Fund Equity Beginning of Year</i> | 32,797 | 644,963 | 644,963 | 0 |
| Prior Year Encumbrances Appropriated | 35,764 | 35,764 | 35,764 | 0 |
| <i>Fund Equity End of Year</i> | <u>\$33,546</u> | <u>\$523,969</u> | <u>\$818,167</u> | <u>\$294,198</u> |

Portage County, Ohio
Schedule of Revenues, Expenses and Changes
in Fund Equity - Budget (Non-GAAP Basis) and Actual
Solid Waste Recycling Center Fund
For the Year Ended December 31, 2003

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>Variance with Final Budget Positive (Negative)</u> |
|---|-------------------------|------------------|------------------|---|
| | <u>Original</u> | <u>Final</u> | | |
| Revenues | | | | |
| Charges for Services | \$2,655,000 | \$2,655,000 | \$2,965,776 | \$310,776 |
| Grants | 92,031 | 92,031 | 84,988 | (7,043) |
| Other Operating Revenues | 0 | 0 | 1,710 | 1,710 |
| <i>Total Revenues</i> | <u>2,747,031</u> | <u>2,747,031</u> | <u>3,052,474</u> | <u>305,443</u> |
| Expenses | | | | |
| Personal Services | 1,628,809 | 1,670,668 | 1,640,570 | 30,098 |
| Contractual Services | 748,065 | 755,031 | 718,025 | 37,006 |
| Materials and Supplies | 175,635 | 217,829 | 200,366 | 17,463 |
| Other | 36,380 | 25,472 | 24,417 | 1,055 |
| Capital Outlay | 67,658 | 67,658 | 67,658 | 0 |
| Debt Service: | | | | |
| Principal Retirement | 43,400 | 45,933 | 45,000 | 933 |
| Interest and Fiscal Charges | 61,477 | 58,944 | 57,089 | 1,855 |
| <i>Total Expenses</i> | <u>2,761,424</u> | <u>2,841,535</u> | <u>2,753,125</u> | <u>88,410</u> |
| <i>Excess of Revenues Over (Under) Expenses</i> | (14,393) | (94,504) | 299,349 | 393,853 |
| Advances Out | (65,570) | (65,570) | (65,570) | 0 |
| Transfers In | 1,834 | 1,834 | 0 | (1,834) |
| Transfers Out | (330) | (330) | 0 | 330 |
| <i>Net Change in Fund Equity</i> | (78,459) | (158,570) | 233,779 | 392,349 |
| <i>Fund Equity Beginning of Year</i> | 370,836 | 441,689 | 441,689 | 0 |
| Prior Year Encumbrances Appropriated | 28,042 | 28,042 | 28,042 | 0 |
| <i>Fund Equity End of Year</i> | <u>\$320,419</u> | <u>\$311,161</u> | <u>\$703,510</u> | <u>\$392,349</u> |

Portage County, Ohio
Schedule of Revenues, Expenses and Changes
in Fund Equity - Budget (Non-GAAP Basis) and Actual
Portage County Sewer Fund
For the Year Ended December 31, 2003

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>Variance with Final Budget Positive (Negative)</u> |
|---|-------------------------|--------------------|--------------------|---|
| | <u>Original</u> | <u>Final</u> | | |
| Revenues | | | | |
| Charges for Services | \$3,618,460 | \$3,618,460 | \$3,911,645 | \$293,185 |
| Grants | 530,675 | 774,669 | 1,073,429 | 298,760 |
| Tap-In Fees | 545,385 | 545,385 | 829,856 | 284,471 |
| Interest | 0 | 2,949 | 2,946 | (3) |
| Other Operating Revenues | 246,500 | 246,500 | 94,437 | (152,063) |
| Other Non-Operating Revenues | 0 | 1 | 8,685 | 8,684 |
| Bond Anticipation Notes Issued | 1,086,003 | 1,405,685 | 1,312,000 | (93,685) |
| <i>Total Revenues</i> | <u>6,027,023</u> | <u>6,593,649</u> | <u>7,232,998</u> | <u>639,349</u> |
| Expenses | | | | |
| Personal Services | 1,173,223 | 1,181,523 | 1,091,172 | 90,351 |
| Contractual Services | 977,938 | 2,140,177 | 1,537,014 | 603,163 |
| Materials and Supplies | 193,200 | 449,008 | 268,482 | 180,526 |
| Capital Outlay | 1,262,306 | 1,262,306 | 1,262,306 | 0 |
| Debt Service: | | | | |
| Principal Retirement | 1,613,071 | 1,873,602 | 1,873,599 | 3 |
| Interest and Fiscal Charges | 375,149 | 427,390 | 427,298 | 92 |
| <i>Total Expenses</i> | <u>5,594,887</u> | <u>7,334,006</u> | <u>6,459,871</u> | <u>874,135</u> |
| <i>Excess of Revenues Over (Under) Expenses</i> | 432,136 | (740,357) | 773,127 | 1,513,484 |
| Advances In | 0 | 0 | 54,022 | 54,022 |
| Advances Out | (273,520) | (649,868) | 0 | (649,868) |
| Transfers In | 839,550 | 0 | 0 | 0 |
| Transfers Out | (1,014,432) | (98,419) | (23,164) | 75,255 |
| <i>Net Change in Fund Equity</i> | (16,266) | (1,488,644) | 803,985 | 2,292,629 |
| <i>Fund Equity Beginning of Year</i> | 828,287 | 3,787,526 | 3,787,526 | 0 |
| Prior Year Encumbrances Appropriated | 308,546 | 308,546 | 308,546 | 0 |
| <i>Fund Equity End of Year</i> | <u>\$1,120,567</u> | <u>\$2,607,428</u> | <u>\$4,900,057</u> | <u>\$2,292,629</u> |

Portage County, Ohio
Schedule of Revenues, Expenses and Changes
in Fund Equity - Budget (Non-GAAP Basis) and Actual
Portage County Water Fund
For the Year Ended December 31, 2003

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | Variance with Final Budget Positive (Negative) |
|--|-------------------------|------------------|--------------------|---|
| | <u>Original</u> | <u>Final</u> | | |
| Revenues | | | | |
| Charges for Services | \$2,677,676 | \$2,677,676 | \$2,494,915 | (\$182,761) |
| Grants | 0 | 137,439 | 137,743 | 304 |
| Tap-In Fees | 188,257 | 188,257 | 151,495 | (36,762) |
| Interest | 0 | 14,443 | 16,373 | 1,930 |
| Other Operating Revenues | 56,054 | 56,054 | 92,260 | 36,206 |
| Other Non-Operating Revenues | 0 | 0 | 14,636 | 14,636 |
| Proceeds of Notes | 1,076,610 | 2,225,636 | 2,211,000 | (14,636) |
| <i>Total Revenues</i> | <u>3,998,597</u> | <u>5,299,505</u> | <u>5,118,422</u> | <u>(181,083)</u> |
| Expenses | | | | |
| Personal Services | 579,123 | 665,123 | 637,817 | 27,306 |
| Contractual Services | 0 | 1,476,410 | 566,301 | 910,109 |
| Materials and Supplies | 228,250 | 441,312 | 299,171 | 142,141 |
| Capital Outlay | 1,470,579 | 1,514,645 | 1,514,645 | 0 |
| Debt Service: | | | | |
| Principal Retirement | 1,575,241 | 2,202,244 | 2,202,244 | 0 |
| Interest and Fiscal Charges | 422,903 | 444,369 | 444,301 | 68 |
| <i>Total Expenses</i> | <u>4,276,096</u> | <u>6,744,103</u> | <u>5,664,479</u> | <u>1,079,624</u> |
| <i>Excess of Revenues Under Expenses</i> | (277,499) | (1,444,598) | (546,057) | 898,541 |
| Advances Out | (110,200) | (607,200) | 0 | (607,200) |
| Transfers Out | (160,135) | (76,846) | 0 | 76,846 |
| <i>Net Change in Fund Equity</i> | (547,834) | (2,128,644) | (546,057) | 1,582,587 |
| <i>Fund Equity Beginning of Year</i> | 78,510 | 1,901,184 | 1,901,184 | 0 |
| Prior Year Encumbrances Appropriated | 469,324 | 469,324 | 469,324 | 0 |
| <i>Fund Equity End of Year</i> | <u>\$0</u> | <u>\$241,864</u> | <u>\$1,824,451</u> | <u>\$1,582,587</u> |

Portage County, Ohio
Schedule of Revenues, Expenses and Changes
in Fund Equity - Budget (Non-GAAP Basis) and Actual
Streetsboro Sewer Fund
For the Year Ended December 31, 2003

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | Variance with Final Budget Positive (Negative) |
|---|-------------------------|--------------------|--------------------|---|
| | <u>Original</u> | <u>Final</u> | | |
| Revenues | | | | |
| Charges for Services | \$3,682,536 | \$2,108,998 | \$3,002,373 | \$893,375 |
| Grants | 0 | 0 | 3,157 | 3,157 |
| Tap-In Fees | 647,848 | 507,848 | 505,816 | (2,032) |
| Other Operating Revenues | 110,433 | 50,433 | 124,345 | 73,912 |
| OWDA Loan Proceeds | 0 | 978,067 | 978,067 | 0 |
| <i>Total Revenues</i> | <u>4,440,817</u> | <u>3,645,346</u> | <u>4,613,758</u> | <u>968,412</u> |
| Expenses | | | | |
| Personal Services | 969,381 | 977,141 | 701,454 | 275,687 |
| Contractual Services | 154,000 | 1,949,083 | 313,568 | 1,635,515 |
| Capital Outlay | 1,890,482 | 1,890,482 | 1,890,482 | 0 |
| Debt Service: | | | | |
| Principal Retirement | 530,295 | 681,203 | 681,199 | 4 |
| Interest and Fiscal Charges | 534,814 | 383,906 | 383,906 | 0 |
| <i>Total Expenses</i> | <u>4,078,972</u> | <u>5,881,815</u> | <u>3,970,609</u> | <u>1,911,206</u> |
| <i>Excess of Revenues Over (Under) Expenses</i> | 361,845 | (2,236,469) | 643,149 | 2,879,618 |
| Advances Out | (163,280) | (26,280) | 0 | 26,280 |
| Transfers Out | (87,859) | (185,435) | 0 | 185,435 |
| <i>Net Change in Fund Equity</i> | 110,706 | (2,448,184) | 643,149 | 3,091,333 |
| <i>Fund Equity Beginning of Year</i> | 4,264,153 | 4,744,866 | 4,744,866 | 0 |
| Prior Year Encumbrances Appropriated | 23,416 | 23,416 | 23,416 | 0 |
| <i>Fund Equity End of Year</i> | <u>\$4,398,275</u> | <u>\$2,320,098</u> | <u>\$5,411,431</u> | <u>\$3,091,333</u> |

Portage County, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Recorder Fund
For the Year Ended December 31, 2003

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>Variance with Final Budget Positive (Negative)</u> |
|---|-------------------------|------------------|------------------|---|
| | <u>Original</u> | <u>Final</u> | | |
| Revenues | | | | |
| Charges for Services | \$123,228 | \$142,557 | \$149,643 | \$7,086 |
| Expenditures | | | | |
| Current: | | | | |
| General Government - Legislative and Executive: | | | | |
| Recorder: | | | | |
| Contractual Services | 17,358 | 40,358 | 17,409 | 22,949 |
| Capital Outlay | 3,238 | 32,388 | 32,388 | 0 |
| Other | 1,675 | 1,675 | 1,675 | 0 |
| <i>Total Expenditures</i> | <u>22,271</u> | <u>74,421</u> | <u>51,472</u> | <u>22,949</u> |
| <i>Net Change in Fund Balance</i> | 100,957 | 68,136 | 98,171 | 30,035 |
| <i>Fund Balance Beginning of Year</i> | 311,986 | 323,040 | 323,040 | 0 |
| Prior Year Encumbrances Appropriated | <u>19,821</u> | <u>19,821</u> | <u>19,821</u> | <u>0</u> |
| <i>Fund Balance End of Year</i> | <u>\$432,764</u> | <u>\$410,997</u> | <u>\$441,032</u> | <u>\$30,035</u> |

Portage County, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Certificate of Title Fund
For the Year Ended December 31, 2003

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | Variance with Final Budget Positive (Negative) |
|---|-------------------------|-------------------------|-------------------------|---|
| | <u>Original</u> | <u>Final</u> | | |
| Revenues | | | | |
| Charges for Services | \$500,000 | \$615,008 | \$615,008 | \$0 |
| Expenditures | | | | |
| Current: | | | | |
| General Government - Legislative and Executive: | | | | |
| Certificate of Title: | | | | |
| Personal Services | 461,481 | 461,481 | 380,517 | 80,964 |
| Contractual Services | 18,953 | 18,953 | 6,759 | 12,194 |
| Other | 100,000 | 240,000 | 170,000 | 70,000 |
| <i>Total Expenditures</i> | <u>580,434</u> | <u>720,434</u> | <u>557,276</u> | <u>163,158</u> |
| <i>Net Change in Fund Balance</i> | (80,434) | (105,426) | 57,732 | 163,158 |
| <i>Fund Balance Beginning of Year</i> | 128,409 | 272,159 | 272,159 | 0 |
| Prior Year Encumbrances Appropriated | <u>203</u> | <u>203</u> | <u>203</u> | <u>0</u> |
| <i>Fund Balance End of Year</i> | <u><u>\$48,178</u></u> | <u><u>\$166,936</u></u> | <u><u>\$330,094</u></u> | <u><u>\$163,158</u></u> |

Portage County, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Enterprise Zone Monitoring Fund
For the Year Ended December 31, 2003

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | Variance with |
|---|-------------------------|-----------------|-----------------|--|
| | <u>Original</u> | <u>Final</u> | | Final Budget Positive (Negative) |
| Revenues | | | | |
| Charges for Services | \$22,500 | \$48,500 | \$23,500 | (\$25,000) |
| Expenditures | | | | |
| Current: | | | | |
| General Government - Legislative and Executive: | | | | |
| Zone Monitoring: | | | | |
| Personal Services | 20,818 | 20,818 | 20,818 | 0 |
| Materials and Supplies | 100 | 100 | 100 | 0 |
| Contractual Services | 1,582 | 1,582 | 1,582 | 0 |
| <i>Total Expenditures</i> | <u>22,500</u> | <u>22,500</u> | <u>22,500</u> | <u>0</u> |
| <i>Excess of Revenues Over Expenditures</i> | 0 | 26,000 | 1,000 | (25,000) |
| Other Financing Sources | | | | |
| Advances In | 0 | 0 | 25,000 | 25,000 |
| <i>Net Change in Fund Balance</i> | 0 | 26,000 | 26,000 | 0 |
| <i>Fund Balance Beginning of Year</i> | 0 | 78 | 78 | 0 |
| <i>Fund Balance End of Year</i> | <u>\$0</u> | <u>\$26,078</u> | <u>\$26,078</u> | <u>\$0</u> |

Portage County, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Real Estate Assessment Fund
For the Year Ended December 31, 2003

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>Variance with Final Budget Positive (Negative)</u> |
|---|---------------------------|---------------------------|---------------------------|---|
| | <u>Original</u> | <u>Final</u> | | |
| Revenues | | | | |
| Fines and Forfeitures | \$1,700 | \$1,772 | \$1,628 | (\$144) |
| Charges for Services | 880,300 | 1,267,225 | 1,267,339 | 114 |
| <i>Total Revenues</i> | <u>882,000</u> | <u>1,268,997</u> | <u>1,268,967</u> | <u>(30)</u> |
| Expenditures | | | | |
| Current: | | | | |
| General Government - Legislative and Executive: | | | | |
| Real Estate Assessment: | | | | |
| Personal Services | 376,920 | 378,990 | 371,703 | 7,287 |
| Materials and Supplies | 26,500 | 50,800 | 42,153 | 8,647 |
| Contractual Services | 354,960 | 316,992 | 287,871 | 29,121 |
| Capital Outlay | 0 | 74,668 | 74,668 | 0 |
| Other | 0 | 2,000 | 1,949 | 51 |
| <i>Total Expenditures</i> | <u>758,380</u> | <u>823,450</u> | <u>778,344</u> | <u>45,106</u> |
| <i>Net Change in Fund Balance</i> | 123,620 | 445,547 | 490,623 | 45,076 |
| <i>Fund Balance Beginning of Year</i> | 5,019,445 | 3,122,791 | 3,122,791 | 0 |
| Prior Year Encumbrances Appropriated | <u>4,210</u> | <u>4,210</u> | <u>4,210</u> | <u>0</u> |
| <i>Fund Balance End of Year</i> | <u><u>\$5,147,275</u></u> | <u><u>\$3,572,548</u></u> | <u><u>\$3,617,624</u></u> | <u><u>\$45,076</u></u> |

Portage County, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Delinquent Real Estate Tax Assessment Collection Fund
For the Year Ended December 31, 2003

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive (Negative) |
|---|------------------|-----------|-----------|---|
| | Original | Final | | |
| Revenues | | | | |
| Charges for Services | \$248,335 | \$283,728 | \$283,727 | (\$1) |
| Expenditures | | | | |
| Current: | | | | |
| General Government - Legislative and Executive: | | | | |
| Treasurer: | | | | |
| Personal Services | 63,966 | 73,516 | 72,352 | 1,164 |
| Materials and Supplies | 10,147 | 8,837 | 1,665 | 7,172 |
| Contractual Services | 78,587 | 72,390 | 10,730 | 61,660 |
| Capital Outlay | 5,808 | 5,808 | 5,808 | 0 |
| Total Treasurer | 158,508 | 160,551 | 90,555 | 69,996 |
| Prosecutor: | | | | |
| Personal Services | 110,335 | 111,285 | 106,391 | 4,894 |
| Contractual Services | 11,993 | 10,988 | 553 | 10,435 |
| Capital Outlay | 1,615 | 1,615 | 1,615 | 0 |
| Total Prosecutor | 123,943 | 123,888 | 108,559 | 15,329 |
| <i>Total Expenditures</i> | 282,451 | 284,439 | 199,114 | 85,325 |
| <i>Net Change in Fund Balance</i> | (34,116) | (711) | 84,613 | 85,324 |
| <i>Fund Balance Beginning of Year</i> | 552,801 | 715,615 | 715,615 | 0 |
| Prior Year Encumbrances Appropriated | 9,400 | 9,400 | 9,400 | 0 |
| <i>Fund Balance End of Year</i> | \$528,085 | \$724,304 | \$809,628 | \$85,324 |

Portage County, Ohio
*Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Agricultural Easement Purchase Program Fund
For the Year Ended December 31, 2003*

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>Variance with Final Budget Positive (Negative)</u> |
|---|-------------------------|--------------|---------------|---|
| | <u>Original</u> | <u>Final</u> | | |
| Revenues | | | | |
| Intergovernmental | \$1,002,061 | \$1,002,061 | \$1,002,061 | \$0 |
| Expenditures | | | | |
| Current: | | | | |
| General Government - Legislative and Executive: | | | | |
| OCDNA Agricultural Easement Purchase: | | | | |
| Contractual Services | 1,002,061 | 1,002,061 | 1,002,061 | 0 |
| <i>Net Change in Fund Balance</i> | 0 | 0 | 0 | 0 |
| <i>Fund Balance Beginning of Year</i> | 0 | 0 | 0 | 0 |
| <i>Fund Balance End of Year</i> | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> |

Portage County, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Computer Legal Research Fund
For the Year Ended December 31, 2003

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive (Negative) |
|-----------------------------------|------------------|-------------|-------------|---|
| | Original | Final | | |
| Revenues | | | | |
| Charges for Services | \$601,800 | \$652,227 | \$661,692 | \$9,465 |
| Expenditures | | | | |
| Current: | | | | |
| General Government - Judicial: | | | | |
| Municipal Court: | | | | |
| Contractual Services | 116,532 | 116,532 | 107,829 | 8,703 |
| Capital Outlay | 327,378 | 327,378 | 327,378 | 0 |
| Total Municipal Court | 443,910 | 443,910 | 435,207 | 8,703 |
| Common Pleas Court: | | | | |
| Contractual Services | 2,137 | 2,137 | 24 | 2,113 |
| Capital Outlay | 4,363 | 4,363 | 4,363 | 0 |
| Total Common Pleas Court | 6,500 | 6,500 | 4,387 | 2,113 |
| Clerk of Common Pleas Court: | | | | |
| Personal Services | 0 | 983 | 951 | 32 |
| Materials and Supplies | 0 | 22,000 | 6,437 | 15,563 |
| Contractual Services | 0 | 17,645 | 12,755 | 4,890 |
| Capital Outlay | 4,000 | 151,476 | 151,476 | 0 |
| Total Clerk of Common Pleas Court | 4,000 | 192,104 | 171,619 | 20,485 |
| Probate Court: | | | | |
| Materials and Supplies | 500 | 500 | 0 | 500 |
| Contractual Services | 5,200 | 5,200 | 0 | 5,200 |
| Other | 500 | 500 | 0 | 500 |
| Total Probate Court | 6,200 | 6,200 | 0 | 6,200 |
| Muni Court: | | | | |
| Personal Services | 2,454 | 56,422 | 25,525 | 30,897 |
| Materials and Supplies | 0 | 45,000 | 10,416 | 34,584 |
| Contractual Services | 0 | 938,888 | 829,651 | 109,237 |
| Capital Outlay | 34,350 | 369,870 | 369,870 | 0 |
| Total Muni Court | \$36,804 | \$1,410,180 | \$1,235,462 | \$174,718 |

(continued)

Portage County, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Computer Legal Research Fund (continued)
For the Year Ended December 31, 2003

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>Variance with Final Budget Positive (Negative)</u> |
|---------------------------------------|-------------------------|------------------|------------------|---|
| | <u>Original</u> | <u>Final</u> | | |
| Juvenile Court: | | | | |
| Materials and Supplies | \$500 | \$500 | \$0 | \$500 |
| Contractual Services | 7,000 | 7,000 | 0 | 7,000 |
| Other | 500 | 500 | 0 | 500 |
| Total Juvenile Court | <u>8,000</u> | <u>8,000</u> | <u>0</u> | <u>8,000</u> |
| <i>Total Expenditures</i> | <u>505,414</u> | <u>2,066,894</u> | <u>1,846,675</u> | <u>220,219</u> |
| <i>Net Change in Fund Balance</i> | 96,386 | (1,414,667) | (1,184,983) | 229,684 |
| <i>Fund Balance Beginning of Year</i> | 1,823,334 | 1,989,857 | 1,989,857 | 0 |
| Prior Year Encumbrances Appropriated | <u>860</u> | <u>860</u> | <u>860</u> | <u>0</u> |
| <i>Fund Balance End of Year</i> | <u>\$1,920,580</u> | <u>\$576,050</u> | <u>\$805,734</u> | <u>\$229,684</u> |

Portage County, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Mediation and Dispute Fund
For the Year Ended December 31, 2003

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | Variance with |
|---------------------------------------|-------------------------|--------------|----------------|--|
| | <u>Original</u> | <u>Final</u> | | Final Budget Positive (Negative) |
| Revenues | | | | |
| Fines and Forfeitures | \$0 | \$0 | \$4,800 | \$4,800 |
| Expenditures | <u>0</u> | <u>0</u> | <u>0</u> | <u>0</u> |
| <i>Net Change in Fund Balance</i> | 0 | 0 | 4,800 | 4,800 |
| <i>Fund Balance Beginning of Year</i> | <u>0</u> | <u>0</u> | <u>0</u> | <u>0</u> |
| <i>Fund Balance End of Year</i> | <u>\$0</u> | <u>\$0</u> | <u>\$4,800</u> | <u>\$4,800</u> |

Portage County, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Probate Court Conduct Fund
For the Year Ended December 31, 2003

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>Variance with Final Budget Positive (Negative)</u> |
|---------------------------------------|-------------------------|----------------|----------------|---|
| | <u>Original</u> | <u>Final</u> | | |
| Revenues | | | | |
| Fines and Forfeitures | \$1,000 | \$900 | \$884 | (\$16) |
| Expenditures | | | | |
| Current: | | | | |
| Public Safety: | | | | |
| Probate Court Conduct: | | | | |
| Materials and Supplies | 2,100 | 2,100 | 377 | 1,723 |
| Contractual Services | 1,500 | 1,500 | 0 | 1,500 |
| <i>Total Expenditures</i> | <u>3,600</u> | <u>3,600</u> | <u>377</u> | <u>3,223</u> |
| <i>Net Change in Fund Balance</i> | (2,600) | (2,700) | 507 | 3,207 |
| <i>Fund Balance Beginning of Year</i> | <u>4,111</u> | <u>7,218</u> | <u>7,218</u> | <u>0</u> |
| <i>Fund Balance End of Year</i> | <u>\$1,511</u> | <u>\$4,518</u> | <u>\$7,725</u> | <u>\$3,207</u> |

Portage County, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Probation Services Fund
For the Year Ended December 31, 2003

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>Variance with Final Budget Positive (Negative)</u> |
|---------------------------------------|-------------------------|-------------------------|-------------------------|---|
| | <u>Original</u> | <u>Final</u> | | |
| Revenues | | | | |
| Charges for Services | \$91,500 | \$82,000 | \$87,181 | \$5,181 |
| Expenditures | | | | |
| Current: | | | | |
| Public Safety: | | | | |
| Probation Services: | | | | |
| Personal Services | 88,845 | 88,845 | 56,257 | 32,588 |
| Contractual Services | 10,000 | 10,000 | 2,122 | 7,878 |
| Other | 1,500 | 1,500 | 496 | 1,004 |
| <i>Total Expenditures</i> | <u>100,345</u> | <u>100,345</u> | <u>58,875</u> | <u>41,470</u> |
| <i>Net Change in Fund Balance</i> | (8,845) | (18,345) | 28,306 | 46,651 |
| <i>Fund Balance Beginning of Year</i> | <u>193,294</u> | <u>210,144</u> | <u>210,144</u> | <u>0</u> |
| <i>Fund Balance End of Year</i> | <u><u>\$184,449</u></u> | <u><u>\$191,799</u></u> | <u><u>\$238,450</u></u> | <u><u>\$46,651</u></u> |

Portage County, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Adult Probation Fund
For the Year Ended December 31, 2003

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | Variance with |
|---------------------------------------|-------------------------|-----------------|-----------------|--|
| | <u>Original</u> | <u>Final</u> | | Final Budget Positive (Negative) |
| Revenues | | | | |
| Intergovernmental | \$259,592 | \$269,873 | \$253,102 | (\$16,771) |
| Expenditures | | | | |
| Current: | | | | |
| Public Safety: | | | | |
| Adult Probation: | | | | |
| Personal Services | 117,183 | 240,109 | 224,888 | 15,221 |
| Materials and Supplies | 4,659 | 4,394 | 4,305 | 89 |
| Contractual Services | 10,100 | 20,300 | 18,050 | 2,250 |
| <i>Total Expenditures</i> | <u>131,942</u> | <u>264,803</u> | <u>247,243</u> | <u>17,560</u> |
| <i>Net Change in Fund Balance</i> | 127,650 | 5,070 | 5,859 | 789 |
| <i>Fund Balance Beginning of Year</i> | 16,555 | 26,327 | 26,327 | 0 |
| Prior Year Encumbrances Appropriated | <u>850</u> | <u>850</u> | <u>850</u> | <u>0</u> |
| <i>Fund Balance End of Year</i> | <u>\$145,055</u> | <u>\$32,247</u> | <u>\$33,036</u> | <u>\$789</u> |

Portage County, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Juvenile Probation Fund
For the Year Ended December 31, 2003

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | Variance with Final Budget Positive (Negative) |
|---------------------------------------|-------------------------|------------------|------------------|---|
| | <u>Original</u> | <u>Final</u> | | |
| Revenues | | | | |
| Intergovernmental | \$954,074 | \$777,356 | \$777,305 | (\$51) |
| Expenditures | | | | |
| Current: | | | | |
| Public Safety: | | | | |
| Felony Delinquent Care and Custody: | | | | |
| Personal Services | 472,088 | 550,082 | 434,019 | 116,063 |
| Materials and Supplies | 3,000 | 9,387 | 4,012 | 5,375 |
| Contractual Services | 513,367 | 548,486 | 365,978 | 182,508 |
| <i>Total Expenditures</i> | <u>988,455</u> | <u>1,107,955</u> | <u>804,009</u> | <u>303,946</u> |
| <i>Net Change in Fund Balance</i> | (34,381) | (330,599) | (26,704) | 303,895 |
| <i>Fund Balance Beginning of Year</i> | 289,933 | 296,222 | 296,222 | 0 |
| Prior Year Encumbrances Appropriated | <u>34,380</u> | <u>34,380</u> | <u>34,380</u> | <u>0</u> |
| <i>Fund Balance End of Year</i> | <u>\$289,932</u> | <u>\$3</u> | <u>\$303,898</u> | <u>\$303,895</u> |

Portage County, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Motor Vehicle and Gas Tax Fund
For the Year Ended December 31, 2003

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>Variance with Final Budget Positive (Negative)</u> |
|---|-------------------------|--------------------|--------------------|---|
| | <u>Original</u> | <u>Final</u> | | |
| Revenues | | | | |
| Intergovernmental | \$5,334,000 | \$5,334,000 | \$5,664,595 | \$330,595 |
| Interest | 133,600 | 133,600 | 72,426 | (61,174) |
| Licenses and Permits | 400 | 400 | 75 | (325) |
| Fines and Forfeitures | 100,000 | 100,000 | 117,277 | 17,277 |
| Charges for Services | 30,000 | 30,000 | 47,832 | 17,832 |
| Other | 250,000 | 250,000 | 0 | (250,000) |
| <i>Total Revenues</i> | <u>5,848,000</u> | <u>5,848,000</u> | <u>5,902,205</u> | <u>54,205</u> |
| Expenditures | | | | |
| Current: | | | | |
| Public Works: | | | | |
| Engineer Administration: | | | | |
| Personal Services | 3,350,148 | 3,526,100 | 3,214,793 | 311,307 |
| Materials and Supplies | 1,308,528 | 2,087,828 | 1,236,615 | 851,213 |
| Contractual Services | 918,721 | 839,153 | 581,666 | 257,487 |
| Capital Outlay | 408,704 | 408,704 | 408,704 | 0 |
| Other | 165,385 | 175,901 | 150,912 | 24,989 |
| <i>Total Expenditures</i> | <u>6,151,486</u> | <u>7,037,686</u> | <u>5,592,690</u> | <u>1,444,996</u> |
| <i>Excess of Revenues Over (Under) Expenditures</i> | <u>(303,486)</u> | <u>(1,189,686)</u> | <u>309,515</u> | <u>1,499,201</u> |
| Other Financing Sources (Uses) | | | | |
| Sale of Capital Assets | 0 | 0 | 23,742 | 23,742 |
| Transfers Out | (200,000) | (36,024) | 0 | 36,024 |
| <i>Total Other Financing Sources (Uses)</i> | <u>(200,000)</u> | <u>(36,024)</u> | <u>23,742</u> | <u>59,766</u> |
| <i>Net Change in Fund Balance</i> | (503,486) | (1,225,710) | 333,257 | 1,558,967 |
| <i>Fund Balance Beginning of Year</i> | 2,106,706 | 2,170,165 | 2,170,165 | 0 |
| Prior Year Encumbrances Appropriated | 503,486 | 503,486 | 503,486 | 0 |
| <i>Fund Balance End of Year</i> | <u>\$2,106,706</u> | <u>\$1,447,941</u> | <u>\$3,006,908</u> | <u>\$1,558,967</u> |

Portage County, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Ditch Maintenance Fund
For the Year Ended December 31, 2003

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>Variance with Final Budget Positive (Negative)</u> |
|---------------------------------------|-------------------------|-----------------|-----------------|---|
| | <u>Original</u> | <u>Final</u> | | |
| Revenues | | | | |
| Special Assessments | \$0 | \$1,275 | \$1,275 | \$0 |
| Expenditures | | | | |
| Current: | | | | |
| Public Works: | | | | |
| Engineer Administration: | | | | |
| Contractual Services | <u>0</u> | <u>400</u> | <u>2</u> | <u>398</u> |
| <i>Net Change in Fund Balance</i> | 0 | 875 | 1,273 | 398 |
| <i>Fund Balance Beginning of Year</i> | <u>0</u> | <u>31,470</u> | <u>31,470</u> | <u>0</u> |
| <i>Fund Balance End of Year</i> | <u>\$0</u> | <u>\$32,345</u> | <u>\$32,743</u> | <u>\$398</u> |

Portage County, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Community Development Fund
For the Year Ended December 31, 2003

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>Variance with Final Budget Positive (Negative)</u> |
|--|-------------------------|------------------|------------------|---|
| | <u>Original</u> | <u>Final</u> | | |
| Revenues | | | | |
| Intergovernmental | \$488,000 | \$625,994 | \$544,462 | (\$81,532) |
| Interest | 0 | 4 | 0 | (4) |
| <i>Total Revenues</i> | <u>488,000</u> | <u>625,998</u> | <u>544,462</u> | <u>(81,536)</u> |
| Expenditures | | | | |
| Current: | | | | |
| Public Works: | | | | |
| Engineer Administration: | | | | |
| Contractual Services | 741,091 | 847,746 | 840,468 | 7,278 |
| Other | | 5,531 | 5,530 | 1 |
| <i>Total Expenditures</i> | <u>741,091</u> | <u>853,277</u> | <u>845,998</u> | <u>7,279</u> |
| <i>Excess of Revenues Under Expenditures</i> | <u>(253,091)</u> | <u>(227,279)</u> | <u>(301,536)</u> | <u>(74,257)</u> |
| Other Financing Sources (Uses) | | | | |
| Advances In | 0 | 0 | 12,500 | 12,500 |
| Advances Out | 0 | (80,000) | (80,000) | 0 |
| <i>Total Other Financing Sources (Uses)</i> | <u>0</u> | <u>(80,000)</u> | <u>(67,500)</u> | <u>12,500</u> |
| <i>Net Change in Fund Balance</i> | (253,091) | (307,279) | (369,036) | (61,757) |
| <i>Fund Balance Beginning of Year</i> | 0 | 134,189 | 134,189 | 0 |
| Prior Year Encumbrances Appropriated | 253,091 | 253,091 | 253,091 | 0 |
| <i>Fund Balance End of Year</i> | <u>\$0</u> | <u>\$80,001</u> | <u>\$18,244</u> | <u>(\$61,757)</u> |

Portage County, Ohio
*Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
No Passing Zone Update Study Fund
For the Year Ended December 31, 2003*

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>Variance with Final Budget Positive (Negative)</u> |
|--|-------------------------|-------------------|-------------------|---|
| | <u>Original</u> | <u>Final</u> | | |
| Revenues | | | | |
| Intergovernmental | \$0 | \$10,645 | \$0 | (\$10,645) |
| Expenditures | | | | |
| Current: | | | | |
| Public Works: | | | | |
| No Passing Zone Update Study: | | | | |
| Contractual Services | <u>0</u> | <u>10,645</u> | <u>10,645</u> | <u>0</u> |
| <i>Excess of Revenues Under Expenditures</i> | 0 | 0 | (10,645) | (10,645) |
| Other Financing Sources | | | | |
| Advances In | <u>0</u> | <u>0</u> | <u>10,645</u> | <u>10,645</u> |
| <i>Net Change in Fund Balance</i> | 0 | 0 | 0 | 0 |
| <i>Fund Balance Beginning of Year</i> | <u>0</u> | <u>0</u> | <u>0</u> | <u>0</u> |
| <i>Fund Balance End of Year</i> | <u><u>\$0</u></u> | <u><u>\$0</u></u> | <u><u>\$0</u></u> | <u><u>\$0</u></u> |

Portage County, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Marriage License Fund
For the Year Ended December 31, 2003

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>Variance with Final Budget Positive (Negative)</u> |
|---------------------------------------|-------------------------|--------------|-----------------|---|
| | <u>Original</u> | <u>Final</u> | | |
| Revenues | | | | |
| Licenses and Permits | \$35,000 | \$35,000 | \$33,937 | (\$1,063) |
| Expenditures | | | | |
| Current: | | | | |
| Health: | | | | |
| Marriage License: | | | | |
| Contractual Services | 35,000 | 35,000 | 22,034 | 12,966 |
| <i>Net Change in Fund Balance</i> | 0 | 0 | 11,903 | 11,903 |
| <i>Fund Balance Beginning of Year</i> | 0 | 782 | 782 | 0 |
| <i>Fund Balance End of Year</i> | <u>\$0</u> | <u>\$782</u> | <u>\$12,685</u> | <u>\$11,903</u> |

Portage County, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Dog and Kennel Fund
For the Year Ended December 31, 2003

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive (Negative) |
|---------------------------------------|------------------|----------------|-----------------|---|
| | Original | Final | | |
| Revenues | | | | |
| Licenses and Permits | \$180,000 | \$180,000 | \$216,786 | \$36,786 |
| Fines and Forfeitures | 1,000 | 1,000 | 1,942 | 942 |
| Charges for Services | 30,000 | 30,000 | 31,224 | 1,224 |
| <i>Total Revenues</i> | <u>211,000</u> | <u>211,000</u> | <u>249,952</u> | <u>38,952</u> |
| Expenditures | | | | |
| Current: | | | | |
| Health: | | | | |
| Dog Warden: | | | | |
| Personal Services | 162,546 | 155,346 | 144,307 | 11,039 |
| Materials and Supplies | 10,808 | 7,808 | 5,957 | 1,851 |
| Contractual Services | 16,893 | 36,493 | 29,882 | 6,611 |
| Capital Outlay | 6,929 | 6,929 | 6,929 | 0 |
| Other | 500 | 15,500 | 15,000 | 500 |
| Total Dog Warden | <u>197,676</u> | <u>222,076</u> | <u>202,075</u> | <u>20,001</u> |
| Auditor: | | | | |
| Personal Services | 18,854 | 18,854 | 18,612 | 242 |
| Materials and Supplies | 5,000 | 5,000 | 2,349 | 2,651 |
| Contractual Services | 2,500 | 2,500 | 2,126 | 374 |
| Total Auditor | <u>26,354</u> | <u>26,354</u> | <u>23,087</u> | <u>3,267</u> |
| <i>Total Expenditures</i> | <u>224,030</u> | <u>248,430</u> | <u>225,162</u> | <u>20,001</u> |
| <i>Net Change in Fund Balance</i> | (13,030) | (37,430) | 24,790 | 62,220 |
| <i>Fund Balance Beginning of Year</i> | 13,430 | 39,303 | 39,303 | 0 |
| Prior Year Encumbrances Appropriated | <u>430</u> | <u>430</u> | <u>430</u> | <u>0</u> |
| <i>Fund Balance End of Year</i> | <u>\$830</u> | <u>\$2,303</u> | <u>\$64,523</u> | <u>\$62,220</u> |

Portage County, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Child Health Services Fund
For the Year Ended December 31, 2003

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | Variance with |
|---------------------------------------|-------------------------|-----------------|------------------|--|
| | <u>Original</u> | <u>Final</u> | | Final Budget Positive (Negative) |
| Revenues | | | | |
| Intergovernmental | \$247,624 | \$213,287 | \$209,590 | (\$3,697) |
| Charges for Services | 9,212 | 1,114 | 7,561 | 6,447 |
| Other | 4,832 | 2 | 5,757 | 5,755 |
| <i>Total Revenues</i> | <u>261,668</u> | <u>214,403</u> | <u>222,908</u> | <u>8,505</u> |
| Expenditures | | | | |
| Current: | | | | |
| Health: | | | | |
| Immunization Program: | | | | |
| Materials and Supplies | 2,500 | 2,500 | 0 | 2,500 |
| Contractual Services | 1,500 | 1,500 | 1,186 | 314 |
| Total Immunization Program | <u>4,000</u> | <u>4,000</u> | <u>1,186</u> | <u>2,814</u> |
| Health Services: | | | | |
| Materials and Supplies | 1,000 | 998 | 0 | 998 |
| Contractual Services | 0 | 195 | 0 | 195 |
| Other | 0 | 4,048 | 4,048 | 0 |
| Total Health Services | <u>1,000</u> | <u>5,241</u> | <u>4,048</u> | <u>1,193</u> |
| Federal Grants: | | | | |
| Personal Services | 144,241 | 217,552 | 213,274 | 4,278 |
| Materials and Supplies | 18,378 | 33,516 | 29,728 | 3,788 |
| Contractual Services | 25,571 | 42,413 | 36,084 | 6,329 |
| Total Federal Grants | <u>188,190</u> | <u>293,481</u> | <u>279,086</u> | <u>14,395</u> |
| <i>Total Expenditures</i> | <u>193,190</u> | <u>302,722</u> | <u>284,320</u> | <u>18,402</u> |
| <i>Net Change in Fund Balance</i> | 68,478 | (88,319) | (61,412) | 26,907 |
| <i>Fund Balance Beginning of Year</i> | 71,110 | 167,925 | 167,925 | 0 |
| Prior Year Encumbrances Appropriated | <u>982</u> | <u>982</u> | <u>982</u> | <u>0</u> |
| <i>Fund Balance End of Year</i> | <u>\$140,570</u> | <u>\$80,588</u> | <u>\$107,495</u> | <u>\$26,907</u> |

Portage County, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Women, Infants and Children Fund
For the Year Ended December 31, 2003

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | Variance with Final Budget Positive (Negative) |
|---------------------------------------|-------------------------|------------------|------------------|---|
| | <u>Original</u> | <u>Final</u> | | |
| Revenues | | | | |
| Intergovernmental | \$794,911 | \$794,911 | \$801,721 | \$6,810 |
| Expenditures | | | | |
| Current: | | | | |
| Health: | | | | |
| Women, Infants and Children: | | | | |
| Personal Services | 532,143 | 715,594 | 696,344 | 19,250 |
| Materials and Supplies | 31,857 | 49,592 | 44,227 | 5,365 |
| Contractual Services | 52,541 | 68,708 | 62,811 | 5,897 |
| <i>Total Expenditures</i> | <u>616,541</u> | <u>833,894</u> | <u>803,382</u> | <u>30,512</u> |
| <i>Net Change in Fund Balance</i> | 178,370 | (38,983) | (1,661) | 37,322 |
| <i>Fund Balance Beginning of Year</i> | 161,050 | 224,078 | 224,078 | 0 |
| Prior Year Encumbrances Appropriated | <u>4,153</u> | <u>4,153</u> | <u>4,153</u> | <u>0</u> |
| <i>Fund Balance End of Year</i> | <u>\$343,573</u> | <u>\$189,248</u> | <u>\$226,570</u> | <u>\$37,322</u> |

Portage County, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Public Assistance Fund
For the Year Ended December 31, 2003

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive (Negative) |
|---------------------------------------|---------------------------|-------------------------|---------------------------|---|
| | Original | Final | | |
| Revenues | | | | |
| Intergovernmental | \$11,476,936 | \$9,940,500 | \$9,951,281 | \$10,781 |
| Charges for Services | 0 | 0 | 73 | 73 |
| <i>Total Revenues</i> | <u>11,476,936</u> | <u>9,940,500</u> | <u>9,951,354</u> | <u>10,854</u> |
| Expenditures | | | | |
| Current: | | | | |
| Human Services: | | | | |
| Public Assistance: | | | | |
| Personal Services | 3,582,054 | 3,589,976 | 3,102,050 | 487,926 |
| Materials and Supplies | 350,000 | 188,500 | 125,203 | 63,297 |
| Contractual Services | 5,762,206 | 5,947,906 | 5,009,113 | 938,793 |
| Capital Outlay | 0 | 18,231 | 18,231 | 0 |
| Other | 15,000 | 22,500 | 16,780 | 5,720 |
| Total Public Assistance | <u>9,709,260</u> | <u>9,767,113</u> | <u>8,271,377</u> | <u>1,495,736</u> |
| Other Allocations: | | | | |
| Personal Services | 141,287 | 175,134 | 175,131 | 3 |
| Materials and Supplies | 49,532 | 23,699 | 13,968 | 9,731 |
| Contractual Services | 1,713,423 | 1,097,121 | 863,273 | 233,848 |
| Other | 2,000 | 195 | 195 | 0 |
| Total Other Allocations | <u>1,906,242</u> | <u>1,296,149</u> | <u>1,052,567</u> | <u>243,582</u> |
| <i>Total Expenditures</i> | <u>11,615,502</u> | <u>11,063,262</u> | <u>9,323,944</u> | <u>1,739,318</u> |
| <i>Net Change in Fund Balance</i> | (138,566) | (1,122,762) | 627,410 | 1,750,172 |
| <i>Fund Balance Beginning of Year</i> | 2,512,371 | 1,099,363 | 1,099,363 | 0 |
| Prior Year Encumbrances Appropriated | <u>138,566</u> | <u>138,566</u> | <u>138,566</u> | <u>0</u> |
| <i>Fund Balance End of Year</i> | <u><u>\$2,512,371</u></u> | <u><u>\$115,167</u></u> | <u><u>\$1,865,339</u></u> | <u><u>\$1,750,172</u></u> |

Portage County, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Child Support Administration Fund
For the Year Ended December 31, 2003

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>Variance with Final Budget Positive (Negative)</u> |
|---------------------------------------|-------------------------|------------------|------------------|---|
| | <u>Original</u> | <u>Final</u> | | |
| Revenues | | | | |
| Intergovernmental | \$1,986,000 | \$1,606,376 | \$1,909,875 | \$303,499 |
| Charges for Services | 180,000 | 180,000 | 329,050 | 149,050 |
| Other | 334,000 | 334,000 | 2,610 | (331,390) |
| <i>Total Revenues</i> | <u>2,500,000</u> | <u>2,120,376</u> | <u>2,241,535</u> | <u>121,159</u> |
| Expenditures | | | | |
| Current: | | | | |
| Human Services: | | | | |
| Child Support: | | | | |
| Personal Services | 1,331,644 | 1,617,747 | 1,565,580 | 52,167 |
| Materials and Supplies | 40,000 | 63,024 | 37,160 | 25,864 |
| Contractual Services | 1,122,921 | 1,037,688 | 699,163 | 338,525 |
| Capital Outlay | 7,835 | 7,835 | 7,835 | 0 |
| <i>Total Expenditures</i> | <u>2,502,400</u> | <u>2,726,294</u> | <u>2,309,738</u> | <u>416,556</u> |
| <i>Net Change in Fund Balance</i> | (2,400) | (605,918) | (68,203) | 537,715 |
| <i>Fund Balance Beginning of Year</i> | 744,378 | 603,518 | 603,518 | 0 |
| Prior Year Encumbrances Appropriated | <u>2,400</u> | <u>2,400</u> | <u>2,400</u> | <u>0</u> |
| <i>Fund Balance End of Year</i> | <u>\$744,378</u> | <u>\$0</u> | <u>\$537,715</u> | <u>\$537,715</u> |

Portage County, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Victim Assistance Fund
For the Year Ended December 31, 2003

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>Variance with Final Budget Positive (Negative)</u> |
|---------------------------------------|-------------------------|------------------------|------------------------|---|
| | <u>Original</u> | <u>Final</u> | | |
| Revenues | | | | |
| Intergovernmental | \$224,698 | \$209,115 | \$240,118 | \$31,003 |
| Expenditures | | | | |
| Current: | | | | |
| Human Services: | | | | |
| Victim Assistance: | | | | |
| Personal Services | 145,984 | 192,245 | 192,098 | 147 |
| Contractual Services | 10,198 | 39,908 | 26,151 | 13,757 |
| <i>Total Expenditures</i> | <u>156,182</u> | <u>232,153</u> | <u>218,249</u> | <u>13,904</u> |
| <i>Net Change in Fund Balance</i> | 68,516 | (23,038) | 21,869 | 44,907 |
| <i>Fund Balance Beginning of Year</i> | 2,139 | 34,551 | 34,551 | 0 |
| Prior Year Encumbrances Appropriated | <u>5,487</u> | <u>5,487</u> | <u>5,487</u> | <u>0</u> |
| <i>Fund Balance End of Year</i> | <u><u>\$76,142</u></u> | <u><u>\$17,000</u></u> | <u><u>\$61,907</u></u> | <u><u>\$44,907</u></u> |

Portage County, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Indigent Guardianship Fund
For the Year Ended December 31, 2003

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | Variance with |
|---------------------------------------|-------------------------|-----------------|------------------|--|
| | <u>Original</u> | <u>Final</u> | | Final Budget Positive (Negative) |
| Revenues | | | | |
| Fines and Forfeitures | \$12,000 | \$15,510 | \$16,780 | \$1,270 |
| Expenditures | | | | |
| Current: | | | | |
| Human Services: | | | | |
| Indigent Guardianship: | | | | |
| Materials and Supplies | 15,000 | 15,000 | 629 | 14,371 |
| Contractual Services | 50,000 | 50,000 | 11,402 | 38,598 |
| <i>Total Expenditures</i> | <u>65,000</u> | <u>65,000</u> | <u>12,031</u> | <u>52,969</u> |
| <i>Net Change in Fund Balance</i> | (53,000) | (49,490) | 4,749 | 54,239 |
| <i>Fund Balance Beginning of Year</i> | <u>82,523</u> | <u>130,930</u> | <u>130,930</u> | <u>0</u> |
| <i>Fund Balance End of Year</i> | <u>\$29,523</u> | <u>\$81,440</u> | <u>\$135,679</u> | <u>\$54,239</u> |

Portage County, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Senior Center Fund
For the Year Ended December 31, 2003

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive (Negative) |
|---------------------------------------|-----------------------|------------------------|------------------------|---|
| | Original | Final | | |
| Revenues | | | | |
| Intergovernmental | \$16,400 | \$13,359 | \$17,887 | \$4,528 |
| Contributions and Donations | 4,000 | 1,150 | 1,000 | (150) |
| <i>Total Revenues</i> | <u>20,400</u> | <u>14,509</u> | <u>18,887</u> | <u>4,378</u> |
| Expenditures | | | | |
| Current: | | | | |
| Human Services: | | | | |
| Senior Center: | | | | |
| Contractual Services | 5,000 | 5,000 | 1,600 | 3,400 |
| Other | 16,438 | 25,923 | 22,543 | 3,380 |
| <i>Total Expenditures</i> | <u>21,438</u> | <u>30,923</u> | <u>24,143</u> | <u>6,780</u> |
| <i>Net Change in Fund Balance</i> | (1,038) | (16,414) | (5,256) | 11,158 |
| <i>Fund Balance Beginning of Year</i> | 9,294 | 32,594 | 32,594 | 0 |
| Prior Year Encumbrances Appropriated | <u>38</u> | <u>38</u> | <u>38</u> | <u>0</u> |
| <i>Fund Balance End of Year</i> | <u><u>\$8,294</u></u> | <u><u>\$16,218</u></u> | <u><u>\$27,376</u></u> | <u><u>\$11,158</u></u> |

Portage County, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Fast Track Fund
For the Year Ended December 31, 2003

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>Variance with Final Budget Positive (Negative)</u> |
|---------------------------------------|-------------------------|-------------------|-----------------------|---|
| | <u>Original</u> | <u>Final</u> | | |
| Revenues | | | | |
| Intergovernmental | \$91,825 | \$21,425 | \$30,955 | \$9,530 |
| Expenditures | | | | |
| Current: | | | | |
| Human Services: | | | | |
| Fast Track: | | | | |
| Contractual Services | <u>0</u> | <u>21,425</u> | <u>21,425</u> | <u>0</u> |
| <i>Net Change in Fund Balance</i> | 91,825 | 0 | 9,530 | 9,530 |
| <i>Fund Balance Beginning of Year</i> | <u>0</u> | <u>0</u> | <u>0</u> | <u>0</u> |
| <i>Fund Balance End of Year</i> | <u><u>\$91,825</u></u> | <u><u>\$0</u></u> | <u><u>\$9,530</u></u> | <u><u>\$9,530</u></u> |

Portage County, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Enforcement and Education Fund
For the Year Ended December 31, 2003

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>Variance with Final Budget Positive (Negative)</u> |
|---------------------------------------|-------------------------|-----------------|-----------------|---|
| | <u>Original</u> | <u>Final</u> | | |
| Revenues | | | | |
| Fines and Forfeitures | \$3,000 | \$2,240 | \$2,434 | \$194 |
| Expenditures | | | | |
| Current: | | | | |
| Public Safety: | | | | |
| Enforcement and Education: | | | | |
| Materials and Supplies | 2,000 | 2,000 | 233 | 1,767 |
| Contractual Services | 1,000 | 1,000 | 0 | 1,000 |
| <i>Total Expenditures</i> | <u>3,000</u> | <u>3,000</u> | <u>233</u> | <u>2,767</u> |
| <i>Net Change in Fund Balance</i> | 0 | (760) | 2,201 | 2,961 |
| <i>Fund Balance Beginning of Year</i> | <u>19,906</u> | <u>21,757</u> | <u>21,757</u> | <u>0</u> |
| <i>Fund Balance End of Year</i> | <u>\$19,906</u> | <u>\$20,997</u> | <u>\$23,958</u> | <u>\$2,961</u> |

Portage County, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Electronic Home Monitoring Fund
For the Year Ended December 31, 2003

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | Variance with |
|---------------------------------------|-------------------------|-----------------|-----------------|--|
| | <u>Original</u> | <u>Final</u> | | Final Budget Positive (Negative) |
| Revenues | | | | |
| Fines and Forfeitures | \$32,000 | \$10,290 | \$11,003 | \$713 |
| Expenditures | | | | |
| Current: | | | | |
| Public Safety: | | | | |
| Electronic Home Monitoring: | | | | |
| Contractual Services | 31,000 | 31,000 | 4,512 | 26,488 |
| <i>Net Change in Fund Balance</i> | 1,000 | (20,710) | 6,491 | 27,201 |
| <i>Fund Balance Beginning of Year</i> | 65,703 | 57,741 | 57,741 | 0 |
| <i>Fund Balance End of Year</i> | <u>\$66,703</u> | <u>\$37,031</u> | <u>\$64,232</u> | <u>\$27,201</u> |

Portage County, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Hazardous Materials Fund
For the Year Ended December 31, 2003

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive (Negative) |
|--|------------------|------------------|------------------|---|
| | Original | Final | | |
| Revenues | | | | |
| Intergovernmental | \$124,000 | \$339,508 | \$248,495 | (\$91,013) |
| Gifts and Donations | 0 | 0 | 50 | 50 |
| <i>Total Revenues</i> | <u>124,000</u> | <u>339,508</u> | <u>248,545</u> | <u>(90,963)</u> |
| Expenditures | | | | |
| Current: | | | | |
| Public Safety: | | | | |
| Hazmat Operations: | | | | |
| Materials and Supplies | 10,000 | 10,000 | 8,141 | 1,859 |
| Contractual Services | 16,143 | 16,143 | 5,073 | 11,070 |
| Total Hazmat Operations | <u>26,143</u> | <u>26,143</u> | <u>13,214</u> | <u>12,929</u> |
| Terrorist Training: | | | | |
| Contractual Services | 37,917 | 107,895 | 16,167 | 91,728 |
| Capital Outlay | 84,840 | 84,840 | 84,840 | 0 |
| Total Terrorist Training | <u>122,757</u> | <u>192,735</u> | <u>101,007</u> | <u>91,728</u> |
| FEMA Planning Administration: | | | | |
| Personal Services | 0 | 42,688 | 41,785 | 903 |
| Contractual Services | 0 | 962 | 0 | 962 |
| Capital Outlay | 0 | 2,180 | 2,180 | 0 |
| Total FEMA Planning Administration | <u>0</u> | <u>45,830</u> | <u>43,965</u> | <u>1,865</u> |
| Local Emergency Planning Committee: | | | | |
| Personal Services | 11,305 | 13,305 | 9,652 | 3,653 |
| Materials and Supplies | 725 | 1,725 | 397 | 1,328 |
| Contractual Services | 7,970 | 33,799 | 8,768 | 25,031 |
| Total Local Emergency Planning Committee | <u>20,000</u> | <u>48,829</u> | <u>18,817</u> | <u>30,012</u> |
| <i>Total Expenditures</i> | <u>\$168,900</u> | <u>\$313,537</u> | <u>\$177,003</u> | <u>\$136,534</u> |

(continued)

Portage County, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Hazardous Materials Fund (continued)
For the Year Ended December 31, 2003

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | Variance with Final Budget Positive (Negative) |
|---|-------------------------|------------------|------------------|---|
| | <u>Original</u> | <u>Final</u> | | |
| <i>Excess of Revenues Over (Under) Expenditures</i> | (\$44,900) | \$25,971 | \$71,542 | \$45,571 |
| Other Financing Sources | | | | |
| Advances In | <u>0</u> | <u>0</u> | <u>5,500</u> | <u>5,500</u> |
| <i>Net Change in Fund Balance</i> | (44,900) | 25,971 | 77,042 | 51,071 |
| <i>Fund Balance Beginning of Year</i> | 46,656 | 102,631 | 102,631 | 0 |
| Prior Year Encumbrances Appropriated | <u>47,757</u> | <u>47,757</u> | <u>47,757</u> | <u>0</u> |
| <i>Fund Balance End of Year</i> | <u>\$49,513</u> | <u>\$176,359</u> | <u>\$227,430</u> | <u>\$51,071</u> |

Portage County, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Truency Reduction Fund
For the Year Ended December 31, 2003

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>Variance with Final Budget Positive (Negative)</u> |
|---------------------------------------|-------------------------|--------------|---------------|---|
| | <u>Original</u> | <u>Final</u> | | |
| Revenues | \$0 | \$0 | \$0 | \$0 |
| Expenditures | | | | |
| Current: | | | | |
| Public Safety: | | | | |
| Truency Reduction: | | | | |
| Other | <u>0</u> | <u>4,207</u> | <u>4,207</u> | <u>0</u> |
| <i>Net Change in Fund Balance</i> | 0 | (4,207) | (4,207) | 0 |
| <i>Fund Balance Beginning of Year</i> | <u>0</u> | <u>4,207</u> | <u>4,207</u> | <u>0</u> |
| <i>Fund Balance End of Year</i> | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> |

Portage County, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Kids in Treatment Fund
For the Year Ended December 31, 2003

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | Variance with |
|---------------------------------------|-------------------------|-----------------|-----------------|--|
| | <u>Original</u> | <u>Final</u> | | Final Budget Positive (Negative) |
| Revenues | | | | |
| Intergovernmental | \$0 | \$42,254 | \$39,625 | (\$2,629) |
| Expenditures | | | | |
| Current: | | | | |
| Public Safety: | | | | |
| Kids in Treatment: | | | | |
| Contractual Services | 37,671 | 45,673 | 31,594 | 14,079 |
| <i>Net Change in Fund Balance</i> | (37,671) | (3,419) | 8,031 | 11,450 |
| <i>Fund Balance Beginning of Year</i> | 26,125 | 19,127 | 19,127 | 0 |
| Prior Year Encumbrances Appropriated | 11,546 | 11,546 | 11,546 | 0 |
| <i>Fund Balance End of Year</i> | <u>\$0</u> | <u>\$27,254</u> | <u>\$38,704</u> | <u>\$11,450</u> |

Portage County, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Local Law Enforcement Fund
For the Year Ended December 31, 2003

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>Variance with Final Budget Positive (Negative)</u> |
|---------------------------------------|-------------------------|---------------|---------------|---|
| | <u>Original</u> | <u>Final</u> | | |
| Revenues | | | | |
| Intergovernmental | \$79,080 | \$31,230 | \$30,949 | (\$281) |
| Expenditures | | | | |
| Current: | | | | |
| Public Safety: | | | | |
| Local Law Enforcement: | | | | |
| Contractual Services | 79,080 | 30,951 | 30,670 | 281 |
| Other | 0 | 279 | 279 | 0 |
| <i>Total Expenditures</i> | <u>79,080</u> | <u>31,230</u> | <u>30,949</u> | <u>281</u> |
| <i>Net Change in Fund Balance</i> | 0 | 0 | 0 | 0 |
| <i>Fund Balance Beginning of Year</i> | <u>0</u> | <u>0</u> | <u>0</u> | <u>0</u> |
| <i>Fund Balance End of Year</i> | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> |

Portage County, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Assessment Officer Fund
For the Year Ended December 31, 2003

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | Variance with |
|---------------------------------------|-------------------------|---------------|----------------|--|
| | <u>Original</u> | <u>Final</u> | | Final Budget Positive (Negative) |
| Revenues | | | | |
| Intergovernmental | \$0 | \$15,000 | \$15,000 | \$0 |
| Expenditures | | | | |
| Current: | | | | |
| Public Safety: | | | | |
| Assessment Officer: | | | | |
| Contractual Services | <u>0</u> | <u>15,000</u> | <u>7,114</u> | <u>7,886</u> |
| <i>Net Change in Fund Balance</i> | 0 | 0 | 7,886 | 7,886 |
| <i>Fund Balance Beginning of Year</i> | <u>0</u> | <u>0</u> | <u>0</u> | <u>0</u> |
| <i>Fund Balance End of Year</i> | <u>\$0</u> | <u>\$0</u> | <u>\$7,886</u> | <u>\$7,886</u> |

Portage County, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Sheriff Grants Fund
For the Year Ended December 31, 2003

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive (Negative) |
|--|------------------|------------------|------------------|---|
| | Original | Final | | |
| Revenues | | | | |
| Intergovernmental | \$122,000 | \$84,838 | \$103,666 | \$18,828 |
| Contributions and Donations | 0 | 7,000 | 5,530 | (1,470) |
| Total Revenues | 122,000 | 91,838 | 109,196 | 17,358 |
| Expenditures | | | | |
| Current: | | | | |
| Public Safety: | | | | |
| Traffic Enforcement Program: | | | | |
| Personal Services | 0 | 17,165 | 8,374 | 8,791 |
| Contractual Services | 0 | 4 | 0 | 4 |
| Capital Outlay | 0 | 4,996 | 4,996 | 0 |
| Total Traffic Enforcement Program | 0 | 22,165 | 13,370 | 8,795 |
| Marine Patrol: | | | | |
| Personal Services | 30,000 | 12,890 | 12,890 | 0 |
| Materials and Supplies | 8,911 | 1,492 | 435 | 1,057 |
| Contractual Services | 7,717 | 10,558 | 0 | 10,558 |
| Capital Outlay | 7,295 | 7,295 | 7,295 | 0 |
| Total Marine Patrol | 53,923 | 32,235 | 20,620 | 11,615 |
| DARE Program: | | | | |
| Personal Services | 70,000 | 66,550 | 66,550 | 0 |
| Materials and Supplies | 0 | 7,000 | 2,831 | 4,169 |
| Contractual Services | 0 | 2,500 | 1,455 | 1,045 |
| Other | 0 | 280 | 75 | 205 |
| Total DARE Program | 70,000 | 76,330 | 70,911 | 5,419 |
| Safety Belt Program: | | | | |
| Personal Services | 460 | 457 | 457 | 0 |
| Materials and Supplies | 1,340 | 533 | 533 | 0 |
| Contractual Services | 200 | 96 | 96 | 0 |
| Total Safety Belt Program | 2,000 | 1,086 | 1,086 | 0 |
| Total Expenditures | \$125,923 | \$131,816 | \$105,987 | \$25,829 |

(continued)

Portage County, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Sheriff Grants Fund (continued)
For the Year Ended December 31, 2003

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | Variance with |
|---|-------------------------|--------------|-----------------|--|
| | <u>Original</u> | <u>Final</u> | | Final Budget Positive (Negative) |
| <i>Excess of Revenues Over (Under) Expenditures</i> | (\$3,923) | (\$39,978) | \$3,209 | \$43,187 |
| Other Financing Sources | | | | |
| Advances In | <u>0</u> | <u>0</u> | <u>10,000</u> | <u>10,000</u> |
| <i>Net Change in Fund Balance</i> | (3,923) | (39,978) | 13,209 | 53,187 |
| <i>Fund Balance Beginning of Year</i> | 3,780 | 36,290 | 36,290 | 0 |
| Prior Year Encumbrances Appropriated | <u>3,923</u> | <u>3,923</u> | <u>3,923</u> | <u>0</u> |
| <i>Fund Balance End of Year</i> | <u>\$3,780</u> | <u>\$235</u> | <u>\$53,422</u> | <u>\$53,187</u> |

Portage County, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Drug Law Enforcement Fund
For the Year Ended December 31, 2003

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>Variance with Final Budget Positive (Negative)</u> |
|---------------------------------------|-------------------------|---------------|---------------|---|
| | <u>Original</u> | <u>Final</u> | | |
| Revenues | | | | |
| Intergovernmental | \$37,303 | \$17,080 | \$17,078 | (\$2) |
| Expenditures | | | | |
| Current: | | | | |
| Public Safety: | | | | |
| Trumbull and Portage: | | | | |
| Personal Services | 35,787 | 36,423 | 36,421 | 2 |
| Other | 0 | 2,743 | 2,743 | 0 |
| <i>Total Expenditures</i> | <u>35,787</u> | <u>39,166</u> | <u>39,164</u> | <u>2</u> |
| <i>Net Change in Fund Balance</i> | 1,516 | (22,086) | (22,086) | 0 |
| <i>Fund Balance Beginning of Year</i> | <u>8,713</u> | <u>22,086</u> | <u>22,086</u> | <u>0</u> |
| <i>Fund Balance End of Year</i> | <u>\$10,229</u> | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> |

Portage County, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Bond Retirement Fund
For the Year Ended December 31, 2003

| | Budgeted Amounts | | | Variance with Final Budget Positive (Negative) |
|--|--------------------|--------------------|--------------------|---|
| | Original | Final | Actual | |
| Revenues | | | | |
| Property and Other Taxes | \$1,373,172 | \$1,370,836 | \$1,370,836 | \$0 |
| Permissive Sales Tax | 0 | 11,918 | 11,918 | 0 |
| Rentals and Royalties | 162,629 | 173,137 | 183,412 | 10,275 |
| Other | 0 | 20,350 | 20,350 | 0 |
| <i>Total Revenues</i> | <u>1,535,801</u> | <u>1,576,241</u> | <u>1,586,516</u> | <u>10,275</u> |
| Expenditures | | | | |
| Debt Service: | | | | |
| Principal Retirement: | | | | |
| 1997 County Buildings | 440,068 | 440,068 | 440,068 | 0 |
| County Notes | 544,000 | 61,000 | 61,000 | 0 |
| Riddle Block | 35,000 | 35,000 | 35,000 | 0 |
| 2001 County Buildings | 180,000 | 180,000 | 180,000 | 0 |
| USDA | 8,519 | 11,547 | 11,547 | 0 |
| Jail | 925,000 | 925,000 | 925,000 | 0 |
| <i>Total Principal Retirement</i> | <u>2,132,587</u> | <u>1,652,615</u> | <u>1,652,615</u> | <u>0</u> |
| Interest and Fiscal Charges: | | | | |
| 1997 County Buildings | 487,336 | 487,336 | 487,336 | 0 |
| County Notes | 10,696 | 31,331 | 31,331 | 0 |
| Riddle Block | 127,629 | 127,629 | 127,629 | 0 |
| 2001 County Buildings | 240,858 | 240,858 | 240,858 | 0 |
| USDA | 14,056 | 18,397 | 18,394 | 3 |
| Jail | 55,500 | 55,500 | 55,500 | 0 |
| <i>Total Interest and Fiscal Charges</i> | <u>936,075</u> | <u>961,051</u> | <u>961,048</u> | <u>3</u> |
| <i>Total Expenditures</i> | <u>3,068,662</u> | <u>2,613,666</u> | <u>2,613,663</u> | <u>3</u> |
| <i>Excess of Revenues Under Expenditures</i> | <u>(1,532,861)</u> | <u>(1,037,425)</u> | <u>(1,027,147)</u> | <u>10,278</u> |
| Other Financing Sources (Uses) | | | | |
| Bond Anticipation Notes Issued | 554,696 | 32,000 | 32,000 | 0 |
| Transfers In | 0 | 30,006 | 30,006 | 0 |
| Transfers Out | 0 | (1,237,232) | (1,237,232) | 0 |
| <i>Total Other Financing Sources (Uses)</i> | <u>554,696</u> | <u>(1,175,226)</u> | <u>(1,175,226)</u> | <u>0</u> |
| <i>Net Change in Fund Balance</i> | (978,165) | (2,212,651) | (2,202,373) | 10,278 |
| <i>Fund Balance Beginning of Year</i> | <u>1,733,107</u> | <u>2,326,926</u> | <u>2,326,926</u> | <u>0</u> |
| <i>Fund Balance End of Year</i> | <u>\$754,942</u> | <u>\$114,275</u> | <u>\$124,553</u> | <u>\$10,278</u> |

Portage County, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Special Assessment Bond Retirement Fund
For the Year Ended December 31, 2003

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive (Negative) |
|---|------------------|-----------|-----------|---|
| | Original | Final | | |
| Revenues | | | | |
| Special Assessments | \$145,729 | \$119,160 | \$119,254 | \$94 |
| Expenditures | | | | |
| Debt Service: | | | | |
| Principal Retirement: | | | | |
| Portage County Sewer Various | 32,000 | 32,000 | 32,000 | 0 |
| Portage County Sewer District Improvements | 10,000 | 10,000 | 10,000 | 0 |
| Portage County Sewer Brimfield State Route 43 | 18,411 | 18,411 | 18,411 | 0 |
| Portage County Water Sandy Lake | 5,000 | 5,000 | 5,000 | 0 |
| Portage County Sewer Various | 997 | 997 | 997 | 0 |
| Portage County Water Fairacres Avenue | 1,239 | 1,239 | 1,239 | 0 |
| Streetsboro Sewer Hale-McCracken | 6,517 | 6,517 | 6,517 | 0 |
| Total Principal Retirement | 74,164 | 74,164 | 74,164 | 0 |
| Interest and Fiscal Charges: | | | | |
| Portage County Sewer Various | 29,719 | 29,719 | 29,696 | 23 |
| Portage County Sewer District Improvements | 3,625 | 3,625 | 2,817 | 808 |
| Portage County Sewer Brimfield State Route 43 | 21,327 | 39,400 | 39,261 | 139 |
| Portage County Water Sandy Lake | 4,546 | 4,546 | 4,546 | 0 |
| Portage County Sewer Various | 1,080 | 1,080 | 1,080 | 0 |
| Portage County Water Fairacres Avenue | 1,347 | 1,347 | 1,347 | 0 |
| Streetsboro Sewer Hale-McCracken | 9,817 | 9,817 | 9,690 | 127 |
| Total Interest and Fiscal Charges | 71,461 | 89,534 | 88,437 | 1,097 |
| <i>Total Expenditures</i> | 145,625 | 163,698 | 162,601 | 1,097 |
| <i>Excess of Revenues Over (Under) Expenditures</i> | 104 | (44,538) | (43,347) | 1,191 |
| Other Financing Sources | | | | |
| Transfers In | 0 | 1,242 | 1,242 | 0 |
| <i>Net Change in Fund Balance</i> | 104 | (43,296) | (42,105) | 1,191 |
| <i>Fund Balance Beginning of Year</i> | 201,777 | 304,761 | 304,761 | 0 |
| <i>Fund Balance End of Year</i> | \$201,881 | \$261,465 | \$262,656 | \$1,191 |

Portage County, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Special Assessment OWDA Loans Fund
For the Year Ended December 31, 2003

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive (Negative) |
|---------------------------------------|------------------|-----------------|-----------------|---|
| | Original | Final | | |
| Revenues | | | | |
| Intergovernmental | \$0 | \$0 | \$70 | \$70 |
| Special Assessments | 69,316 | 75,165 | 75,157 | (8) |
| Other | 0 | 17,925 | 17,925 | 0 |
| <i>Total Revenues</i> | <u>69,316</u> | <u>93,090</u> | <u>93,152</u> | <u>62</u> |
| Expenditures | | | | |
| Debt Service: | | | | |
| Principal Retirement: | | | | |
| Rivermoor | 3,122 | 3,122 | 3,122 | 0 |
| Kent Park | 2,646 | 2,646 | 2,646 | 0 |
| Tonsing | 1,724 | 1,724 | 1,724 | 0 |
| Horning /Rhodes | 3,192 | 3,192 | 3,192 | 0 |
| Hudson | 2,600 | 2,600 | 2,600 | 0 |
| Patricia Avenue | 7,863 | 7,863 | 7,863 | 0 |
| Mantua Corners | 20,242 | 20,242 | 20,242 | 0 |
| Total Principal Retirement | <u>41,389</u> | <u>41,389</u> | <u>41,389</u> | <u>0</u> |
| Interest and Fiscal Charges: | | | | |
| Rivermoor | 1,176 | 1,061 | 1,035 | 26 |
| Kent Park | 1,578 | 1,477 | 1,306 | 171 |
| Tonsing | 1,022 | 1,022 | 1,022 | 0 |
| Horning /Rhodes | 2,719 | 2,717 | 2,717 | 0 |
| Hudson | 696 | 696 | 696 | 0 |
| Patricia Avenue | 7,236 | 7,238 | 7,168 | 70 |
| Mantua Corners | 13,636 | 13,636 | 13,636 | 0 |
| Total Interest and Fiscal Charges | <u>28,063</u> | <u>27,847</u> | <u>27,580</u> | <u>267</u> |
| <i>Total Expenditures</i> | <u>69,452</u> | <u>69,236</u> | <u>68,969</u> | <u>267</u> |
| <i>Net Change in Fund Balance</i> | (136) | 23,854 | 24,183 | 329 |
| <i>Fund Balance Beginning of Year</i> | <u>27,735</u> | <u>31,519</u> | <u>31,519</u> | <u>0</u> |
| <i>Fund Balance End of Year</i> | <u>\$27,599</u> | <u>\$55,373</u> | <u>\$55,702</u> | <u>\$329</u> |

Portage County, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Building Improvements Fund
For the Year Ended December 31, 2003

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive (Negative) |
|--|------------------|-------------|-------------|---|
| | Original | Final | | |
| Revenues | | | | |
| Interest | \$0 | \$34,247 | \$34,246 | (\$1) |
| Expenditures | | | | |
| Capital Outlay: | | | | |
| County Buildings | 385,847 | 2,149,360 | 2,097,043 | 52,317 |
| County Buildings Renovations | 11,900 | 179,700 | 179,001 | 699 |
| Multi-Purpose Building | 61,018 | 104,715 | 86,893 | 17,822 |
| County Engineers Building | 9,200 | 9,200 | 9,184 | 16 |
| Total Capital Outlay | 467,965 | 2,442,975 | 2,372,121 | 70,854 |
| Debt Service: | | | | |
| Principal | 0 | 436,000 | 436,000 | 0 |
| Interest | 0 | 7,194 | 7,194 | 0 |
| Total Debt Service | 0 | 443,194 | 443,194 | 0 |
| <i>Total Expenditures</i> | 467,965 | 2,886,169 | 2,815,315 | 70,854 |
| <i>Excess of Revenues Under Expenditures</i> | (467,965) | (2,851,922) | (2,781,069) | 70,853 |
| Other Financing Sources | | | | |
| General Obligation Bonds Issued | 0 | 0 | 78,344 | 78,344 |
| Bond Anticipation Notes Issued | 0 | 839,345 | 761,000 | (78,345) |
| <i>Total Other Financing Sources</i> | 0 | 839,345 | 839,344 | (1) |
| <i>Net Change in Fund Balance</i> | (467,965) | (2,012,577) | (1,941,725) | 70,852 |
| <i>Fund Balance Beginning of Year</i> | 2,462,247 | 1,799,365 | 1,799,365 | 0 |
| Prior Year Encumbrances Appropriated | 367,965 | 367,965 | 367,965 | 0 |
| <i>Fund Balance End of Year</i> | \$2,362,247 | \$154,753 | \$225,605 | \$70,852 |

Portage County, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Permanent Improvements Fund
For the Year Ended December 31, 2003

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | Variance with |
|--|-------------------------|--------------------|--------------------|--|
| | <u>Original</u> | <u>Final</u> | | Final Budget Positive (Negative) |
| Revenues | | | | |
| Intergovernmental | \$0 | \$93,523 | \$556,485 | \$462,962 |
| Expenditures | | | | |
| Capital Outlay: | | | | |
| MRDD Capital Projects | 282,562 | 1,458,796 | 995,345 | 463,451 |
| Local Public Agency | 0 | 93,523 | 471,058 | (377,535) |
| Aurora East Storm Sewer | 0 | 67,059 | 67,059 | 0 |
| Judson Road Bridge Replacement | 0 | 69,716 | 69,716 | 0 |
| Other | 0 | 28,592 | 28,592 | 0 |
| <i>Total Expenditures</i> | <u>282,562</u> | <u>1,717,686</u> | <u>1,631,770</u> | <u>85,916</u> |
| <i>Excess of Revenues Under Expenditures</i> | <u>(282,562)</u> | <u>(1,624,163)</u> | <u>(1,075,285)</u> | <u>548,878</u> |
| Other Financing Sources | | | | |
| Advances In | 0 | 0 | 93,523 | 93,523 |
| Transfers In | 200,000 | 378,950 | 200,000 | (178,950) |
| <i>Total Other Financing Sources</i> | <u>200,000</u> | <u>378,950</u> | <u>293,523</u> | <u>(85,427)</u> |
| <i>Net Change in Fund Balance</i> | (82,562) | (1,245,213) | (781,762) | 463,451 |
| <i>Fund Balance Beginning of Year</i> | 224,526 | 1,341,601 | 1,341,601 | 0 |
| Prior Year Encumbrances Appropriated | 82,562 | 82,562 | 82,562 | 0 |
| <i>Fund Balance End of Year</i> | <u>\$224,526</u> | <u>\$178,950</u> | <u>\$642,401</u> | <u>\$463,451</u> |

Portage County, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Roadwork Improvements Fund
For the Year Ended December 31, 2003

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive (Negative) |
|--|------------------|-----------------|-----------------|---|
| | Original | Final | | |
| Revenues | | | | |
| Intergovernmental | \$0 | \$286,041 | \$286,039 | (\$2) |
| Expenditures | | | | |
| Capital Outlay: | | | | |
| May Road Storm Sewer | 72,651 | 94,307 | 82,477 | 11,830 |
| 2000 Bridge Program | 3,175 | 134,224 | 133,041 | 1,183 |
| Road Improvements | 0 | 4,982 | 4,982 | 0 |
| 2004 Bridge Program | 0 | 105,906 | 105,906 | 0 |
| <i>Total Expenditures</i> | <u>75,826</u> | <u>339,419</u> | <u>326,406</u> | <u>13,013</u> |
| <i>Excess of Revenues Under Expenditures</i> | (75,826) | (53,378) | (40,367) | 13,011 |
| Other Financing Uses | | | | |
| Advances Out | 0 | (41,645) | (41,645) | 0 |
| <i>Net Change in Fund Balance</i> | (75,826) | (95,023) | (82,012) | 13,011 |
| <i>Fund Balance Beginning of Year</i> | 318,678 | 35,720 | 35,720 | 0 |
| Prior Year Encumbrances Appropriated | <u>75,826</u> | <u>75,826</u> | <u>75,826</u> | <u>0</u> |
| <i>Fund Balance End of Year</i> | <u>\$318,678</u> | <u>\$16,523</u> | <u>\$29,534</u> | <u>\$13,011</u> |

Portage County, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Computer Acquisition and Installation Fund
For the Year Ended December 31, 2003

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive (Negative) |
|--|------------------|-------------|-------------|---|
| | Original | Final | | |
| Revenues | | | | |
| Interest | \$0 | \$0 | \$3,146 | \$3,146 |
| Expenditures | | | | |
| Capital Outlay: | | | | |
| Security Grant | 0 | 2,203,803 | 2,020,023 | 183,780 |
| Debt Service: | | | | |
| Principal | 0 | 3,000,000 | 3,000,000 | 0 |
| Interest | 0 | 49,496 | 49,496 | 0 |
| Total Debt Service | 0 | 3,049,496 | 3,049,496 | 0 |
| <i>Total Expenditures</i> | 0 | 5,253,299 | 5,069,519 | 183,780 |
| <i>Excess of Revenues Under Expenditures</i> | 0 | (5,253,299) | (5,066,373) | 186,926 |
| Other Financing Sources | | | | |
| Bond Anticipation Notes Issued | 0 | 2,200,000 | 2,200,000 | 0 |
| Transfers In | 0 | 53,337 | 53,337 | 0 |
| <i>Total Other Financing Sources</i> | 0 | 2,253,337 | 2,253,337 | 0 |
| <i>Net Change in Fund Balance</i> | 0 | (2,999,962) | (2,813,036) | 186,926 |
| <i>Fund Balance Beginning of Year</i> | 0 | 3,000,000 | 3,000,000 | 0 |
| <i>Fund Balance End of Year</i> | \$0 | \$38 | \$186,964 | \$186,926 |

Portage County, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Special Assessment Sewer Construction Fund
For the Year Ended December 31, 2003

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive (Negative) |
|--|------------------|------------------|------------------|---|
| | Original | Final | | |
| Revenues | | | | |
| Intergovernmental | \$0 | \$52,464 | \$51,453 | (\$1,011) |
| Interest | 0 | 1,231 | 1,311 | 80 |
| Special Assessments | 0 | 27,294 | 27,294 | 0 |
| <i>Total Revenues</i> | <u>0</u> | <u>80,989</u> | <u>80,058</u> | <u>(931)</u> |
| Expenditures | | | | |
| Capital Outlay: | | | | |
| Various Projects Portage County Sewer | 85,896 | 144,727 | 141,191 | 3,536 |
| Debt Service: | | | | |
| Principal | 0 | 70,000 | 70,000 | 0 |
| Interest | 0 | 1,155 | 1,155 | 0 |
| <i>Total Debt Service</i> | <u>0</u> | <u>71,155</u> | <u>71,155</u> | <u>0</u> |
| <i>Total Expenditures</i> | <u>85,896</u> | <u>215,882</u> | <u>212,346</u> | <u>3,536</u> |
| <i>Excess of Revenues Under Expenditures</i> | <u>(85,896)</u> | <u>(134,893)</u> | <u>(132,288)</u> | <u>2,605</u> |
| Other Financing Sources (Uses) | | | | |
| Bond Anticipation Notes Issued | 0 | 81,000 | 81,000 | 0 |
| Advances Out | 0 | (34,097) | (34,096) | 1 |
| Transfers In | 0 | 23,164 | 23,164 | 0 |
| Transfers Out | 0 | (31,250) | (31,248) | 2 |
| <i>Total Other Financing Sources (Uses)</i> | <u>0</u> | <u>38,817</u> | <u>38,820</u> | <u>3</u> |
| <i>Net Change in Fund Balance</i> | <u>(85,896)</u> | <u>(96,076)</u> | <u>(93,468)</u> | <u>2,608</u> |
| <i>Fund Balance Beginning of Year</i> | 0 | 11,409 | 11,409 | 0 |
| Prior Year Encumbrances Appropriated | 85,896 | 85,896 | 85,896 | 0 |
| <i>Fund Balance End of Year</i> | <u>\$0</u> | <u>\$1,229</u> | <u>\$3,837</u> | <u>\$2,608</u> |

Portage County, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Other Capital Projects Fund
For the Year Ended December 31, 2003

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | Variance with Final Budget Positive (Negative) |
|---------------------------------------|-------------------------|---------------|-----------------|---|
| | <u>Original</u> | <u>Final</u> | | |
| Revenues | | | | |
| Intergovernmental | \$58,015 | \$58,015 | \$57,857 | (\$158) |
| Refunds and Reimbursements | 0 | 190 | 0 | (190) |
| Total Revenues | <u>58,015</u> | <u>58,205</u> | <u>57,857</u> | <u>(348)</u> |
| Expenditures | | | | |
| Capital Outlay: | | | | |
| Help America Vote | 57,858 | 57,858 | 24,705 | 33,153 |
| Security Grant | 745 | 949 | 759 | 190 |
| <i>Total Expenditures</i> | <u>58,603</u> | <u>58,807</u> | <u>25,464</u> | <u>33,343</u> |
| <i>Net Change in Fund Balance</i> | (588) | (602) | 32,393 | 32,995 |
| <i>Fund Balance Beginning of Year</i> | 0 | 14 | 14 | 0 |
| Prior Year Encumbrances Appropriated | <u>745</u> | <u>745</u> | <u>745</u> | <u>0</u> |
| <i>Fund Balance End of Year</i> | <u>\$157</u> | <u>\$157</u> | <u>\$33,152</u> | <u>\$32,995</u> |

Portage County, Ohio
Schedule of Revenues, Expenses and Changes
in Fund Equity - Budget (Non-GAAP Basis) and Actual
Central Services Fund
For the Year Ended December 31, 2003

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>Variance with Final Budget Positive (Negative)</u> |
|---|-------------------------|------------------------|-------------------------|---|
| | <u>Original</u> | <u>Final</u> | | |
| Revenues | | | | |
| Charges for Services | \$2,025,000 | \$2,420,410 | \$2,186,254 | (\$234,156) |
| Expenses | | | | |
| Personal Services | 516,790 | 545,530 | 484,545 | 60,985 |
| Contractual Services | 1,172,310 | 1,382,157 | 1,364,319 | 17,838 |
| Materials and Supplies | 341,069 | 439,854 | 418,293 | 21,561 |
| Capital Outlay | 10,351 | 10,351 | 10,351 | 0 |
| Other | 3,000 | 2,000 | 1,978 | 22 |
| <i>Total Expenses</i> | <u>2,043,520</u> | <u>2,379,892</u> | <u>2,279,486</u> | <u>100,406</u> |
| <i>Excess of Revenues Over (Under) Expenses</i> | (18,520) | 40,518 | (93,232) | (133,750) |
| Advances In | <u>0</u> | <u>0</u> | <u>244,000</u> | <u>244,000</u> |
| <i>Net Change in Fund Equity</i> | (18,520) | 40,518 | 150,768 | 110,250 |
| <i>Fund Equity (Deficit) Beginning of Year</i> | 84,165 | (14,684) | (14,684) | 0 |
| Prior Year Encumbrances Appropriated | <u>10,469</u> | <u>10,469</u> | <u>10,469</u> | <u>0</u> |
| <i>Fund Equity End of Year</i> | <u><u>\$76,114</u></u> | <u><u>\$36,303</u></u> | <u><u>\$146,553</u></u> | <u><u>\$110,250</u></u> |

Portage County, Ohio
Schedule of Revenues, Expenses and Changes
in Fund Equity - Budget (Non-GAAP Basis) and Actual
Health Benefits Fund
For the Year Ended December 31, 2003

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>Variance with Final Budget Positive (Negative)</u> |
|--------------------------------------|-------------------------|--------------------|--------------------|---|
| | <u>Original</u> | <u>Final</u> | | |
| Revenues | | | | |
| Charges for Services | \$8,077,300 | \$8,096,115 | \$8,107,777 | \$11,662 |
| Expenses | | | | |
| Personal Services | 428,909 | 447,006 | 443,473 | 3,533 |
| Contractual Services | 611,909 | 1,211,872 | 1,012,900 | 198,972 |
| Materials and Supplies | 4,500 | 4,500 | 4,310 | 190 |
| Claims | 7,775,000 | 7,775,000 | 7,676,408 | 98,592 |
| Other | 4,200 | 3,200 | 339 | 2,861 |
| <i>Total Expenses</i> | <u>8,824,518</u> | <u>9,441,578</u> | <u>9,137,430</u> | <u>304,148</u> |
| <i>Net Change in Fund Equity</i> | (747,218) | (1,345,463) | (1,029,653) | 315,810 |
| <i>Fund Equity Beginning of Year</i> | 936,182 | 3,602,560 | 3,602,560 | 0 |
| Prior Year Encumbrances Appropriated | <u>13,609</u> | <u>13,609</u> | <u>13,609</u> | <u>0</u> |
| <i>Fund Equity End of Year</i> | <u>\$202,573</u> | <u>\$2,270,706</u> | <u>\$2,586,516</u> | <u>\$315,810</u> |

Portage County, Ohio
Schedule of Revenues, Expenses and Changes
in Fund Equity - Budget (Non-GAAP Basis) and Actual
Workers' Compensation Fund
For the Year Ended December 31, 2003

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>Variance with Final Budget Positive (Negative)</u> |
|---|---------------------------|---------------------------|---------------------------|---|
| | <u>Original</u> | <u>Final</u> | | |
| Revenues | | | | |
| Charges for Services | \$1,215,200 | \$593,007 | \$589,072 | (\$3,935) |
| Expenses | | | | |
| Personal Services | 64,917 | 64,917 | 64,111 | 806 |
| Contractual Services | 101,235 | 94,308 | 53,347 | 40,961 |
| Materials and Supplies | 5,000 | 4,700 | 944 | 3,756 |
| Claims | 805,000 | 831,680 | 446,911 | 384,769 |
| <i>Total Expenses</i> | <u>976,152</u> | <u>995,605</u> | <u>565,313</u> | <u>430,292</u> |
| <i>Excess of Revenues Over (Under) Expenses</i> | 239,048 | (402,598) | 23,759 | 426,357 |
| Transfers Out | <u>0</u> | <u>(168,506)</u> | <u>0</u> | <u>168,506</u> |
| <i>Net Change in Fund Equity</i> | 239,048 | (571,104) | 23,759 | 594,863 |
| <i>Fund Equity Beginning of Year</i> | <u>4,447,939</u> | <u>5,239,768</u> | <u>5,239,768</u> | <u>0</u> |
| <i>Fund Equity End of Year</i> | <u><u>\$4,686,987</u></u> | <u><u>\$4,668,664</u></u> | <u><u>\$5,263,527</u></u> | <u><u>\$594,863</u></u> |

Portage County, Ohio
Schedule of Revenues, Expenses and Changes
in Fund Equity - Budget (Non-GAAP Basis) and Actual
McIntosh Bequest Fund
For the Year Ended December 31, 2003

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>Variance with Final Budget Positive (Negative)</u> |
|--------------------------------------|-------------------------|----------------|----------------|---|
| | <u>Original</u> | <u>Final</u> | | |
| Revenues | | | | |
| Interest | \$0 | \$22 | \$26 | \$4 |
| Expenses | <u>0</u> | <u>0</u> | <u>0</u> | <u>0</u> |
| <i>Net Change in Fund Equity</i> | 0 | 22 | 26 | 4 |
| <i>Fund Equity Beginning of Year</i> | <u>0</u> | <u>1,103</u> | <u>1,103</u> | <u>0</u> |
| <i>Fund Equity End of Year</i> | <u>\$0</u> | <u>\$1,125</u> | <u>\$1,129</u> | <u>\$4</u> |

Portage County, Ohio
Schedule of Revenues, Expenses and Changes
in Fund Equity - Budget (Non-GAAP Basis) and Actual
Rodman Bequest Fund
For the Year Ended December 31, 2003

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>Variance with Final Budget Positive (Negative)</u> |
|--------------------------------------|-------------------------|----------------|----------------|---|
| | <u>Original</u> | <u>Final</u> | | |
| Revenues | | | | |
| Interest | \$0 | \$136 | \$162 | \$26 |
| Expenses | <u>0</u> | <u>0</u> | <u>0</u> | <u>0</u> |
| <i>Net Change in Fund Equity</i> | 0 | 136 | 162 | 26 |
| <i>Fund Equity Beginning of Year</i> | <u>3,555</u> | <u>6,292</u> | <u>6,292</u> | <u>0</u> |
| <i>Fund Equity End of Year</i> | <u>\$3,555</u> | <u>\$6,428</u> | <u>\$6,454</u> | <u>\$26</u> |

Portage County, Ohio
Governmental Activities
Revenues by Source and Expenses by Program - Full Accrual Basis
Last Three Years

| | 2003 | 2002 | 2001 |
|--|---------------------|---------------------|---------------------|
| Program Revenues | | | |
| Charges for Services and Sales | \$14,432,465 | \$12,776,601 | \$11,650,846 |
| Operating Grants, Contributions and Interest | 39,001,211 | 36,900,994 | 31,181,623 |
| Capital Grants and Contributions | 1,079,038 | 1,433,434 | 1,009,122 |
| General Revenues | | | |
| Property and Other Taxes | 22,520,710 | 22,025,512 | 21,431,405 |
| Sales Taxes | 13,187,642 | 12,627,087 | 12,941,834 |
| Grants and Entitlements not Restricted to Specific Programs | 2,393,322 | 4,999,366 | 6,901,116 |
| Investment Earnings | 1,828,958 | 2,659,075 | 5,237,558 |
| Gain on Sale of Capital Assets | 91,980 | 0 | 0 |
| Other | 528,224 | 824,621 | 536,479 |
| <i>Total</i> | <u>\$95,063,550</u> | <u>\$94,246,690</u> | <u>\$90,889,983</u> |
| Expenses | | | |
| General Government: | | | |
| Legislative and Executive | \$14,301,845 | \$16,279,408 | \$13,723,883 |
| Judicial | 9,269,388 | 8,957,470 | 8,521,188 |
| Public Safety | 14,040,893 | 15,067,326 | 14,044,650 |
| Public Works | 8,022,980 | 7,722,247 | 6,503,164 |
| Health | 29,460,973 | 26,562,168 | 26,227,784 |
| Human Services | 18,822,660 | 19,342,738 | 18,561,727 |
| Other | 335,613 | 225,241 | 272,516 |
| Intergovernmental | 13,676 | 8,294 | 3,416 |
| Interest and Fiscal Charges | 1,133,058 | 1,146,002 | 931,708 |
| <i>Total</i> | <u>\$95,401,086</u> | <u>\$95,310,894</u> | <u>\$88,790,036</u> |

Source: County Financial Records

Portage County, Ohio
*Governmental Fund Revenues by Source
and Expenditures by Function
Last Ten Years (1)*

| | 2003 | 2002 | 2001 | 2000 |
|-----------------------------|---------------------|---------------------|---------------------|---------------------|
| Revenues | | | | |
| Property and Other Taxes | \$22,383,208 | \$21,935,872 | \$21,230,022 | \$20,449,742 |
| Permissive Sales Tax | 13,187,642 | 12,629,467 | 12,364,276 | 12,170,365 |
| Intergovernmental | 41,183,340 | 41,778,028 | 37,867,715 | 38,796,403 |
| Interest | 1,833,114 | 2,805,181 | 5,502,424 | 5,893,460 |
| Licenses and Permits | 259,793 | 269,037 | 238,385 | 245,100 |
| Fines and Forfeitures | 1,727,970 | 1,783,792 | 1,542,758 | 1,951,427 |
| Rentals and Royalties | 654,636 | 465,630 | 429,533 | 0 |
| Charges for Services | 11,790,066 | 10,258,142 | 9,432,359 | 8,885,026 |
| Contributions and Donations | 19,790 | 17,263 | 14,630 | 41,742 |
| Special Assessments | 233,688 | 219,122 | 361,141 | 282,653 |
| Other | 528,224 | 824,621 | 544,290 | 511,637 |
| Total Revenues | \$93,801,471 | \$92,986,155 | \$89,527,533 | \$89,227,555 |
| Expenditures | | | | |
| General Government: | | | | |
| Legislative and Executive | \$14,088,090 | \$15,428,494 | \$12,338,037 | \$13,214,675 |
| Judicial | 9,684,687 | 8,785,009 | 8,076,513 | 7,402,107 |
| Public Safety | 13,797,999 | 14,152,243 | 12,764,867 | 12,598,543 |
| Public Works | 6,529,308 | 7,597,830 | 5,456,988 | 6,410,894 |
| Health | 28,894,714 | 26,640,149 | 25,987,511 | 23,816,617 |
| Human Services | 18,812,400 | 19,401,111 | 18,145,993 | 15,066,615 |
| Other | 335,613 | 225,241 | 272,516 | 210,913 |
| Capital Outlay | 4,586,885 | 2,097,956 | 7,795,362 | 13,685,502 |
| Intergovernmental | 13,676 | 8,294 | 3,416 | 3,416 |
| Debt Service | 2,847,165 | 2,686,118 | 2,293,235 | 2,633,019 |
| Total Expenditures | \$99,590,537 | \$97,022,445 | \$93,134,438 | \$95,042,301 |

(1) Includes general, special revenue, debt service and capital projects funds.

Source: Portage County Auditors Office

| 1999 | 1998 | 1997 | 1996 | 1995 | 1994 |
|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|
| \$19,916,806 | \$19,147,779 | \$17,907,322 | \$16,614,704 | \$15,405,447 | \$15,072,455 |
| 14,601,153 | 13,589,693 | 12,567,749 | 12,718,738 | 10,698,050 | 9,408,880 |
| 34,531,962 | 33,015,246 | 30,449,526 | 25,329,337 | 24,791,444 | 25,226,986 |
| 3,197,567 | 4,320,997 | 3,270,137 | 2,936,439 | 3,022,903 | 2,488,599 |
| 244,971 | 250,780 | 250,003 | 241,565 | 267,936 | 254,944 |
| 1,472,651 | 2,109,017 | 1,517,413 | 1,709,305 | 1,429,649 | 908,622 |
| 0 | 0 | 0 | 0 | 0 | 0 |
| 8,886,287 | 7,555,052 | 7,329,815 | 6,930,516 | 7,122,198 | 5,948,114 |
| 55,916 | 29,557 | 21,226 | 21,703 | 5,074 | 5,861 |
| 237,895 | 396,711 | 260,471 | 282,192 | 308,749 | 318,880 |
| 438,684 | 2,361,879 | 235,671 | 883,882 | 267,121 | 248,975 |
| <u>\$83,583,892</u> | <u>\$82,776,711</u> | <u>\$73,809,333</u> | <u>\$67,668,381</u> | <u>\$63,318,571</u> | <u>\$59,882,316</u> |
| \$12,255,471 | \$7,805,563 | \$7,204,982 | \$6,513,737 | \$7,948,082 | \$6,048,662 |
| 6,709,401 | 9,137,851 | 7,243,244 | 6,709,278 | 6,125,950 | 5,526,608 |
| 11,710,851 | 10,162,162 | 10,001,101 | 9,010,365 | 7,710,432 | 5,488,121 |
| 5,460,765 | 5,584,980 | 5,783,827 | 5,800,242 | 5,259,494 | 5,149,150 |
| 23,535,359 | 22,028,147 | 20,025,401 | 19,129,777 | 17,236,743 | 16,948,652 |
| 14,257,146 | 12,390,236 | 13,607,230 | 13,081,292 | 12,307,520 | 10,861,787 |
| 180,435 | 345,681 | 141,127 | 131,625 | 96,951 | 23,805 |
| 11,014,245 | 9,854,384 | 4,822,610 | 3,639,451 | 4,877,660 | 10,207,165 |
| 0 | 84,750 | 0 | 0 | 0 | 0 |
| 2,178,218 | 2,150,099 | 1,273,143 | 1,334,661 | 1,401,026 | 1,651,868 |
| <u>\$87,301,891</u> | <u>\$79,543,853</u> | <u>\$70,102,665</u> | <u>\$65,350,428</u> | <u>\$62,963,858</u> | <u>\$61,905,818</u> |

Portage County, Ohio
Property Tax Levies and Collections
Real and Public Utility Taxes
Last Ten Years

| Year | Current Tax Levy * | Total Collections | Outstanding Delinquent Taxes * | Percent of Total Collections to Current Tax Levy | Percent of Outstanding Delinquent Taxes to Current Tax Levy |
|------|-----------------------|----------------------|--------------------------------------|--|---|
| 2003 | \$19,504,693 | \$18,719,118 | \$1,221,467 | 95.97% | 6.26% |
| 2002 | 18,919,234 | 18,251,497 | 1,056,514 | 96.47 | 5.58 |
| 2001 | 18,557,252 | 17,950,598 | 947,410 | 96.73 | 5.11 |
| 2000 | 17,510,261 | 16,968,736 | 852,035 | 96.91 | 4.87 |
| 1999 | 17,092,406 | 16,556,002 | 556,407 | 96.86 | 3.26 |
| 1998 | 16,513,656 | 15,987,503 | 302,585 | 96.81 | 1.83 |
| 1997 | 15,775,276 | 15,265,464 | 378,295 | 96.77 | 2.40 |
| 1996 | 12,539,881 | 12,095,919 | 327,353 | 96.46 | 2.61 |
| 1995 | 10,824,414 | 10,479,852 | 274,834 | 96.82 | 2.54 |
| 1994 | 10,288,327 | 9,785,519 | 341,747 | 95.11 | 3.32 |

* Does not include state reimbursements of homestead and rollback exemptions.

Source: Portage County Auditors Office

Portage County, Ohio
Property Tax Levies and Collections
Tangible Personal Property Taxes
Last Ten Years

| Year | Current Tax Levy | Total Tax Collections | Outstanding Delinquent Taxes | Percent of Total Collections To Current Tax Levy | Percent of Outstanding Delinquent Taxes to Current Tax Levy |
|------|---------------------|--------------------------|------------------------------------|--|---|
| 2003 | \$3,211,149 | \$3,209,392 | \$323,340 | 99.95% | 10.07% |
| 2002 | 3,391,494 | 3,369,946 | 312,811 | 99.36 | 9.22 |
| 2001 | 3,294,801 | 3,221,784 | 243,803 | 97.78 | 7.40 |
| 2000 | 3,135,899 | 3,117,707 | 808,033 | 99.42 | 25.77 |
| 1999 | 2,885,533 | 2,852,364 | 914,623 | 98.85 | 31.70 |
| 1998 | 2,801,957 | 2,791,370 | 885,341 | 99.62 | 31.60 |
| 1997 | 2,734,524 | 2,778,986 | 856,059 | 101.63 | 31.31 |
| 1996 | 2,169,046 | 2,188,810 | 880,329 | 100.91 | 40.59 |
| 1995 | 1,808,373 | 1,904,538 | 728,038 | 105.32 | 40.26 |
| 1994 | 1,739,660 | 1,864,291 | 1,620,430 | 107.16 | 93.15 |

Source: Portage County Auditors Office

Portage County, Ohio
Assessed and Estimated Actual Value of Taxable Property
Last Ten Years

| Year | Real Property | | Public Utility Property | |
|------|-----------------|----------------------------|-------------------------|----------------------------|
| | Assessed Value | Estimated Actual Value (1) | Assessed Value | Estimated Actual Value (1) |
| 2003 | \$2,426,182,098 | \$6,931,948,851 | \$109,664,290 | \$124,618,511 |
| 2002 | 2,338,699,070 | 6,681,997,343 | 107,273,670 | 121,901,898 |
| 2001 | 2,234,288,710 | 6,383,682,029 | 118,101,020 | 134,205,705 |
| 2000 | 1,860,400,470 | 5,315,429,914 | 141,101,090 | 160,342,148 |
| 1999 | 1,796,156,740 | 5,131,876,400 | 142,925,190 | 162,414,989 |
| 1998 | 1,733,874,330 | 4,953,926,657 | 140,241,380 | 159,365,205 |
| 1997 | 1,494,008,400 | 4,268,595,429 | 140,709,940 | 159,897,659 |
| 1996 | 1,448,710,770 | 4,139,173,629 | 142,429,760 | 161,852,000 |
| 1995 | 1,397,810,010 | 3,993,742,886 | 162,861,030 | 185,069,352 |
| 1994 | 1,154,261,350 | 3,297,889,571 | 158,898,550 | 180,566,534 |

Source: Portage County Auditor

(1) This amount is calculated by dividing the assessed value by the assessment percentage. The percentages for 2003 were 35 percent for all real property, 88 percent for public utility property and 25 percent for tangible personal property capital assets and 23 percent for tangible personal property inventory.

| Tangible Personal Property | | Totals | | |
|----------------------------|----------------------------|-----------------|----------------------------|-------|
| Assessed Value | Estimated Actual Value (1) | Assessed Value | Estimated Actual Value (1) | Ratio |
| \$266,626,917 | \$1,066,507,668 | \$2,802,473,305 | \$8,123,075,031 | 34.5% |
| 273,608,719 | 1,094,434,876 | 2,719,581,459 | 7,898,334,117 | 34.4 |
| 264,790,031 | 1,059,160,124 | 2,617,179,761 | 7,577,047,857 | 34.5 |
| 248,291,947 | 993,167,788 | 2,249,793,507 | 6,468,939,850 | 34.8 |
| 240,843,319 | 963,373,276 | 2,179,925,249 | 6,257,664,665 | 34.8 |
| 234,816,025 | 939,264,100 | 2,108,931,735 | 6,052,555,962 | 34.8 |
| 217,595,836 | 870,383,344 | 1,852,314,176 | 5,298,876,432 | 35.0 |
| 195,434,282 | 781,737,128 | 1,786,574,812 | 5,082,762,757 | 35.1 |
| 184,985,185 | 739,940,740 | 1,745,656,225 | 4,918,752,978 | 35.5 |
| 182,177,721 | 728,710,884 | 1,495,337,621 | 4,207,166,990 | 35.5 |

Portage County, Ohio
Property Tax Rates - Direct and Overlapping Governments
(Per \$1,000 Assessed Value)
Last Ten Years

| | 2003 | 2002 | 2001 | 2000 | 1999 | 1998 | 1997 | 1996 | 1995 | 1994 |
|---------------------------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|
| County Units | | | | | | | | | | |
| General Fund | \$2.00 | \$2.00 | \$2.00 | \$2.00 | \$2.00 | \$2.00 | \$2.00 | \$2.00 | \$2.00 | \$2.13 |
| Mental Health | 1.80 | 1.80 | 1.80 | 1.80 | 1.80 | 1.80 | 1.80 | 1.80 | 1.80 | 1.80 |
| MRDD | 7.68 | 7.68 | 7.68 | 7.68 | 7.68 | 7.68 | 7.68 | 5.88 | 5.88 | 5.88 |
| Child Welfare | 1.24 | 1.24 | 1.24 | 1.24 | 1.24 | 1.24 | 1.24 | 1.24 | 0.49 | 0.49 |
| <i>Total County Rate</i> | 12.72 | 12.72 | 12.72 | 12.72 | 12.72 | 12.72 | 12.72 | 10.92 | 10.17 | 10.30 |
| Cities | | | | | | | | | | |
| Aurora | 9.36 | 9.43 | 8.80 | 8.80 | 9.32 | 9.53 | 9.57 | 9.80 | 10.00 | 10.80 |
| Kent | 9.44 | 9.44 | 9.44 | 9.44 | 9.44 | 9.44 | 9.44 | 9.44 | 9.44 | 9.44 |
| Ravenna | 3.40 | 3.40 | 3.40 | 3.40 | 3.40 | 3.40 | 3.40 | 3.40 | 3.40 | 3.40 |
| Streetsboro | 2.90 | 2.90 | 2.90 | 2.90 | 2.90 | 2.90 | 2.90 | 2.90 | 2.90 | 2.90 |
| Tallmadge | 5.05 | 5.05 | 5.05 | 5.05 | 5.05 | 5.05 | 5.46 | 5.46 | N/A | N/A |
| Villages | | | | | | | | | | |
| Brady Lake | 11.75 | 13.75 | 13.75 | 13.75 | 9.75 | 9.75 | 9.75 | 9.75 | 9.75 | 9.75 |
| Garrettsville | 2.60 | 2.60 | 2.60 | 2.60 | 2.60 | 2.60 | 2.60 | 2.60 | 2.60 | 2.60 |
| Hiram | 9.20 | 9.20 | 9.20 | 9.20 | 8.90 | 8.90 | 8.90 | 8.90 | 7.20 | 7.20 |
| Mantua | 2.80 | 2.80 | 2.80 | 2.80 | 2.80 | 2.80 | 2.80 | 2.80 | 2.80 | 2.80 |
| Mogadore | 2.15 | 2.15 | 2.15 | 2.15 | 2.15 | 2.15 | 2.15 | 2.15 | 2.15 | 2.15 |
| Sugarbush Knolls | 8.20 | 8.20 | 8.20 | 8.20 | 8.20 | 8.20 | 8.20 | 8.20 | 8.20 | 8.20 |
| Windham | 3.50 | 3.50 | 3.50 | 3.50 | 3.50 | 3.50 | 3.50 | 3.50 | 3.50 | 3.45 |
| Townships | | | | | | | | | | |
| Atwater | 7.10 | 7.10 | 7.10 | 7.10 | 7.10 | 7.10 | 7.10 | 5.60 | 5.60 | 7.10 |
| Brimfield | 12.00 | 12.00 | 10.30 | 10.30 | 9.10 | 9.10 | 9.10 | 9.10 | 9.10 | 9.00 |
| Charleston | 8.10 | 8.10 | 8.10 | 8.10 | 5.60 | 5.60 | 5.60 | 5.60 | 5.60 | 5.60 |
| Deerfield | 5.40 | 5.40 | 5.40 | 5.40 | 5.40 | 5.40 | 5.40 | 5.40 | 5.40 | 5.40 |
| Edinburg | 6.70 | 6.70 | 6.70 | 6.70 | 4.70 | 4.70 | 4.70 | 4.70 | 4.70 | 4.70 |
| Franklin | 11.65 | 11.65 | 11.65 | 11.65 | 10.15 | 10.15 | 10.15 | 10.15 | 10.15 | 10.15 |
| Freedom | 2.60 | 2.60 | 2.60 | 2.60 | 2.60 | 2.60 | 2.60 | 2.60 | 2.60 | 2.60 |
| Hiram | 12.30 | 12.30 | 12.30 | 12.30 | 12.30 | 12.30 | 12.30 | 12.30 | 10.60 | 10.60 |
| Mantua | 4.30 | 4.30 | 4.30 | 4.30 | 4.30 | 4.30 | 4.30 | 4.30 | 4.30 | 4.30 |
| Nelson | 7.60 | 7.60 | 8.60 | 8.60 | 8.60 | 8.60 | 8.60 | 8.60 | 8.60 | 8.60 |
| Palmyra | 4.90 | 4.90 | 4.90 | 4.90 | 4.90 | 4.90 | 4.90 | 4.90 | 5.90 | 5.90 |
| Paris | 7.90 | 7.90 | 7.90 | 7.90 | 5.90 | 5.90 | 5.90 | 5.90 | 7.90 | 5.90 |
| Randolph | 7.70 | 7.70 | 7.70 | 7.70 | 7.70 | 7.70 | 7.70 | 7.70 | 7.71 | 7.76 |
| Ravenna | 11.90 | 11.90 | 11.50 | 11.50 | 11.50 | 11.50 | 15.00 | 10.40 | 10.15 | 9.73 |
| Rootstown | 8.53 | 8.53 | 8.53 | 8.53 | 7.45 | 7.45 | 7.45 | 4.60 | 4.20 | 4.20 |
| Shalersville | 2.80 | 2.80 | 2.80 | 2.80 | 2.80 | 2.80 | 2.80 | 2.80 | 2.80 | 2.80 |
| Suffield | 6.40 | 6.40 | 5.80 | 5.80 | 5.80 | 5.80 | 5.80 | 5.80 | 5.80 | 5.80 |
| Windham | 5.50 | 5.50 | 5.50 | 5.50 | 5.50 | 5.50 | 5.50 | 5.50 | 6.17 | 6.95 |
| Special Districts | | | | | | | | | | |
| Brimfield Park | 0.10 | 0.10 | 0.10 | 0.10 | 0.10 | 0.10 | 0.10 | 0.10 | 0.10 | 0.10 |
| Emergency Medical Service | 2.70 | 2.70 | 2.70 | 2.70 | 2.70 | 2.70 | 2.70 | 2.70 | 1.70 | 1.70 |
| Joint Fire | 3.20 | 3.20 | 3.20 | 3.20 | 3.20 | 3.20 | 3.20 | 3.20 | 3.20 | 3.20 |
| Fire and Ambulance | 7.66 | 7.74 | 6.14 | 6.14 | 6.14 | 6.14 | 6.14 | 6.14 | 6.14 | 4.64 |
| General Health | 0.40 | 0.40 | 0.40 | 0.40 | 0.40 | 0.40 | 0.40 | 0.40 | 0.40 | 0.40 |
| Akron Summit Library | 1.59 | 1.35 | 1.39 | 1.39 | 1.79 | 1.80 | 0.89 | 0.89 | 0.89 | 0.89 |
| Stark County Library | 0.00 | 0.00 | 0.70 | 0.70 | 0.75 | 0.75 | N/A | N/A | N/A | N/A |

(continued)

Portage County, Ohio
Property Tax Rates - Direct and Overlapping Governments
(Per \$1,000 Assessed Value)
Last Ten Years (continued)

| | 2003 | 2002 | 2001 | 2000 | 1999 | 1998 | 1997 | 1996 | 1995 | 1994 |
|---------------------------------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|
| Joint Vocational Schools | | | | | | | | | | |
| Mahoning JVS | \$2.10 | \$2.10 | \$2.10 | \$2.10 | \$2.10 | \$2.10 | \$2.10 | \$2.10 | \$2.10 | \$2.10 |
| Maplewood JVS | 4.00 | 4.00 | 4.00 | 4.00 | 4.00 | 4.00 | 4.00 | 4.00 | 4.00 | 4.00 |
| Portage Lakes JVS | 4.35 | 4.35 | 4.35 | 4.35 | 4.35 | 4.35 | 4.35 | 4.35 | 4.35 | 4.35 |
| Schools | | | | | | | | | | |
| Aurora CSD | 68.96 | 69.09 | 69.29 | 69.29 | 69.54 | 69.80 | 69.80 | 69.98 | 70.20 | 66.89 |
| Crestwood LSD | 61.37 | 61.41 | 61.74 | 61.74 | 58.15 | 58.15 | 58.15 | 58.15 | 58.15 | 58.15 |
| Field LSD | 50.60 | 50.60 | 50.60 | 50.60 | 50.60 | 51.60 | 51.60 | 51.60 | 51.60 | 51.60 |
| Garfield LSD | 60.95 | 60.95 | 61.20 | 61.20 | 61.92 | 57.30 | 57.30 | 57.30 | 57.30 | 57.49 |
| Kent CSD | 94.48 | 86.35 | 86.60 | 86.60 | 86.70 | 87.42 | 87.60 | 82.98 | 83.02 | 74.15 |
| Lake LSD | 62.80 | 62.80 | 62.80 | 62.80 | 56.90 | 57.90 | 58.10 | 58.20 | 54.30 | 55.10 |
| Mogadore LSD | 67.50 | 67.50 | 67.50 | 67.50 | 67.50 | 67.70 | 58.30 | 58.40 | 58.40 | 58.74 |
| Ravenna CSD | 57.44 | 57.44 | 57.44 | 57.44 | 57.44 | 57.44 | 57.44 | 51.03 | 51.16 | 52.42 |
| Rootstown LSD | 57.32 | 57.36 | 57.43 | 57.43 | 55.28 | 57.70 | 57.81 | 57.93 | 53.05 | 53.55 |
| Southeast LSD | 46.61 | 46.68 | 47.29 | 47.29 | 42.93 | 42.93 | 42.93 | 42.93 | 37.11 | 37.41 |
| Springfield LSD | 48.54 | 49.52 | 50.10 | 50.10 | 46.10 | 46.10 | 47.80 | 47.40 | 47.70 | 47.70 |
| Stow CSD | 48.32 | 45.74 | 46.44 | 46.44 | 47.64 | 47.74 | 49.34 | 52.41 | 52.34 | 44.14 |
| Streetsboro CSD | 55.12 | 56.13 | 58.40 | 58.40 | 57.05 | 58.98 | 56.72 | 58.16 | 58.78 | 62.50 |
| Tallmadge CSD | 59.73 | 59.73 | 53.63 | 53.63 | 53.83 | 53.83 | 53.83 | N/A | N/A | N/A |
| Waterloo LSD | 59.71 | 59.92 | 60.85 | 60.85 | 53.20 | 53.29 | 53.87 | 53.73 | 45.45 | 46.19 |
| West Branch LSD | 34.35 | 34.50 | 34.50 | 34.50 | 30.00 | 35.85 | 35.85 | 36.20 | 36.60 | 36.60 |
| Windham EVSD | 47.16 | 47.27 | 47.70 | 47.70 | 49.00 | 49.42 | 48.73 | 48.83 | 49.65 | 43.80 |

Source: Portage County Auditor

Portage County, Ohio
Special Assessments Billed and Collected
Last Ten Years

| Year | Special Assessments Billed | Total Collected (1) | Outstanding Delinquent Assessments (2) | Percent of Total Collections to Amount Billed | Percent of Delinquent Assessments to Total Assessments Billed |
|------|----------------------------|---------------------|--|---|---|
| 2003 | \$921,696 | \$815,130 | \$398,477 | 88.44% | 43.23% |
| 2002 | 775,159 | 640,568 | 356,477 | 82.64 | 45.99 |
| 2001 | 649,095 | 525,452 | 286,729 | 80.95 | 44.17 |
| 2000 | 626,661 | 550,141 | 232,054 | 87.79 | 37.03 |
| 1999 | 645,867 | 573,608 | 238,313 | 88.81 | 36.90 |
| 1998 | 578,396 | 494,261 | 237,922 | 85.45 | 41.13 |
| 1997 | 563,574 | 358,548 | 215,402 | 63.62 | 38.22 |
| 1996 | 570,784 | 351,864 | 218,920 | 61.65 | 38.35 |
| 1995 | 752,732 | 572,213 | 180,518 | 76.02 | 23.98 |
| 1994 | 816,861 | 602,832 | 214,029 | 73.80 | 26.20 |

- (1) The assessments include debt assessments, service assessments and delinquent water and sewer assessments
(2) Outstanding delinquent assessments include accrued interest and are shown net of abatements.

Source: Portage County Auditor

Portage County, Ohio
*Ratio of Net General Bonded Debt to Assessed Value
and Net Bonded Debt Per Capita
Last Ten Years*

| Year | Population | Assessed Value | Gross Bonded Debt (1) | Debt Service Monies Available | Net Bonded Debt | Ratio of Net Bonded Debt to Assessed Value | Net Bonded Debt Per Capita |
|------|------------|-----------------|-----------------------|-------------------------------|-----------------|--|----------------------------|
| 2003 | 152,061 | \$2,802,473,305 | \$17,125,902 | \$124,553 | \$17,001,349 | 0.61% | \$111.81 |
| 2002 | 152,061 | 2,719,581,459 | 18,639,173 | 2,329,709 | 16,309,464 | 0.60 | 107.26 |
| 2001 | 152,061 | 2,617,179,761 | 19,896,827 | 2,783,519 | 17,113,308 | 0.65 | 112.54 |
| 2000 | 152,061 | 2,249,793,507 | 13,132,600 | 3,739,599 | 9,393,001 | 0.42 | 61.77 |
| 1999 | 151,222 | 2,179,925,249 | 14,297,627 | 4,643,854 | 9,653,773 | 0.44 | 63.84 |
| 1998 | 150,454 | 2,108,931,735 | 15,425,004 | 2,703,882 | 12,721,122 | 0.60 | 84.55 |
| 1997 | 149,630 | 1,852,314,176 | 16,155,000 | 544,718 | 15,610,282 | 0.84 | 104.33 |
| 1996 | 148,223 | 1,786,574,812 | 5,560,000 | 0 | 5,560,000 | 0.31 | 37.51 |
| 1995 | 146,806 | 1,745,656,225 | 6,215,000 | 0 | 6,215,000 | 0.36 | 42.33 |
| 1994 | 145,986 | 1,495,337,621 | 6,955,000 | 0 | 6,955,000 | 0.47 | 47.64 |

(1) Includes only general obligation bonds.

Source: Portage County Auditor
1994 - 2003 Population Estimated by US Census Bureau

Portage County, Ohio
Computation of Legal Debt Margin
December 31, 2003

| | Total Debt Limit (1) | Total Unvoted Debt Limit (2) |
|---|----------------------------|---------------------------------|
| Assessed Value of County, Collection Year 2003 | \$2,802,473,305 | \$2,802,473,305 |
| Debt Limitation | 68,561,833 | 28,024,733 |
| Total Outstanding Debt: | | |
| General Obligation Bonds | 17,125,902 | 17,125,902 |
| Special Assessment Bonds | 1,298,057 | 1,298,057 |
| Revenue Bonds | 20,329,767 | 20,329,767 |
| Long-Term Debt | 40,728,586 | 40,728,586 |
| OWDA Loans | 13,660,522 | 13,660,522 |
| OPWC Loans | 907,159 | 907,159 |
| Notes | 6,597,000 | 6,597,000 |
| Total | <u>100,646,993</u> | <u>100,646,993</u> |
| Exemptions: | | |
| Revenue Bonds | 20,329,767 | 20,329,767 |
| Long-Term Debt-Enterprise | 40,728,586 | 40,728,586 |
| Special Assessment Bonds | 1,298,057 | 1,298,057 |
| OWDA Loans | 13,660,522 | 13,660,522 |
| OPWC Loans | 907,159 | 907,159 |
| Amount Available in Debt Service Fund | 124,553 | 124,553 |
| Enterprise Fund Notes | 3,523,000 | 3,523,000 |
| Total | <u>80,571,644</u> | <u>80,571,644</u> |
| Net Debt | <u>20,075,349</u> | <u>20,075,349</u> |
| Total Legal Debt Margin (Debt Limitation Minus Net Debt) | <u><u>\$48,486,484</u></u> | <u><u>\$7,949,384</u></u> |

(1) The Debt Limitation is calculated as follows:

| | |
|--|----------------------------|
| Three percent of first \$100,000,000 of assessed value | \$3,000,000 |
| 1 1/2 percent of next \$200,000,000 of assessed value | 3,000,000 |
| 2 1/2 percent of amount of assessed value in excess of \$300,000,000 | 62,561,833 |
| | <u><u>\$68,561,833</u></u> |

(2) The Debt Limitation equals one percent of the assessed value.

Source: Portage County Auditors Office

Portage County, Ohio
Computation of Direct and Overlapping General Obligation Bonded Debt
 December 31, 2003

| Political Subdivision | General Obligation Debt Outstanding | Percentage Applicable To County (1) | Amount Applicable To County |
|--|---|---|-----------------------------------|
| Direct | | | |
| Portage County Non-Exempt | \$17,125,902 | 100.00% | \$17,125,902 |
| Overlapping | | | |
| Townships Wholly Within County | 1,597,500 | 100.00 | 1,597,500 |
| Cities Wholly Within the County | 34,646,030 | 100.00 | 34,646,030 |
| Villages Wholly Within the County | 443,418 | 100.00 | 443,418 |
| Schools Wholly Within the County | 81,007,951 | 100.00 | 81,007,951 |
| Tallmadge City | 12,290,000 | 3.10 | 380,990 |
| Mogadore Village | 1,313,322 | 22.13 | 290,638 |
| Aurora City School District | 9,355,000 | 98.67 | 9,230,579 |
| Stow-Munroe Falls City School District | 4,969,000 | 0.34 | 16,895 |
| Lake Local School District | 25,299,945 | 0.20 | 50,600 |
| Mogadore Local School District | 250,000 | .25.96 | 64,900 |
| West Branch Local School District | 8,284,999 | 0.91 | 75,393 |
| Akron-Summit Library District | 64,089,269 | 0.51 | 326,855 |
| Stark County Library District | 6,540,000 | 0.01 | 654 |
| Mantua-Shalersville Fire & Ambulance | 3,474,989 | 100.00 | 3,474,989 |
| Total Overlapping | <u>253,561,423</u> | | <u>131,607,392</u> |
| Totals | <u>\$270,687,325</u> | | <u>\$148,733,294</u> |

(1) Percentages were determined by dividing the assessed valuation of the political subdivisions located within the boundaries of the County by the total assessed valuation of the political subdivisions.

(2) Debt outstanding for School Districts is shown as of June 30, 2003.

Source: Portage County Auditor

Portage County, Ohio
*Ratio of Annual Debt Service Expenditures for
 General Bonded Debt to Total Governmental Fund Expenditures
 Last Ten Years*

| Year | Principal | Interest | Total Debt Service | Total Governmental Fund Expenditures | Ratio of Debt Service To Total Governmental Fund Expenditures |
|------|-------------|-----------|--------------------------|--|--|
| 2003 | \$1,591,615 | \$958,928 | \$2,550,543 | \$99,590,537 | 2.56% |
| 2002 | 1,452,409 | 1,043,827 | 2,496,236 | 97,022,445 | 2.57 |
| 2001 | 1,240,773 | 683,481 | 1,924,254 | 93,134,438 | 2.07 |
| 2000 | 1,176,892 | 742,323 | 1,919,215 | 95,042,301 | 2.02 |
| 1999 | 1,127,377 | 796,009 | 1,923,386 | 87,301,891 | 2.20 |
| 1998 | 891,027 | 1,018,191 | 1,909,218 | 79,543,853 | 2.40 |
| 1997 | 680,000 | 301,473 | 981,473 | 70,102,665 | 1.40 |
| 1996 | 655,000 | 330,293 | 985,293 | 65,350,428 | 1.51 |
| 1995 | 625,000 | 355,605 | 980,605 | 62,963,858 | 1.56 |
| 1994 | 802,000 | 388,385 | 1,190,385 | 61,905,818 | 1.92 |

Source: Portage County Auditor

Portage County, Ohio

Revenue Bond Coverage

Nursing Home

*Last Two Years **

| <u>Year</u> | <u>Operating Revenue</u> | <u>Expenses, Net of Depreciation and Interest **</u> | <u>Net Revenue Available for Debt Service</u> | <u>Debt Service Requirement ***</u> | | | <u>Coverage</u> |
|-------------|--------------------------|--|---|-------------------------------------|-----------------|--------------|-----------------|
| | | | | <u>Principal</u> | <u>Interest</u> | <u>Total</u> | |
| 2003 | \$5,959,615 | \$5,398,002 | \$561,613 | \$55,000 | \$383,617 | \$438,617 | 1.28 |
| 2002 | 1,456,679 | 5,050,527 | (3,593,848) | 0 | 432,636 | 432,636 | (8.31) |

* No activity prior to 2002.

** Total operating expenses exclusive of depreciation.

*** Includes principal and interest of revenue bonds only

Source: Portage County Auditor

Portage County, Ohio
Revenue Bond Coverage
Solid Waste Recycling Center
*Last Five Years**

| Year | Operating Revenue | Expenses, Net of Depreciation and Interest ** | Net Revenue Available for Debt Service | Debt Service Requirement *** | | | Coverage |
|------|-------------------|---|--|------------------------------|----------|-----------|----------|
| | | | | Principal | Interest | Total | |
| 2003 | \$2,886,138 | \$2,607,570 | \$278,568 | \$45,000 | \$57,089 | \$102,089 | 2.73 |
| 2002 | 2,737,944 | 2,351,801 | 386,143 | 45,000 | 63,860 | 108,860 | 3.55 |
| 2001 | 2,186,481 | 2,131,648 | 54,833 | 40,000 | 69,200 | 109,200 | 0.50 |
| 2000 | 2,743,879 | 1,811,699 | 932,180 | 5,000 | 54,340 | 59,340 | 15.71 |
| 1999 | 2,081,619 | 1,551,137 | 530,482 | 70,000 | 127,140 | 197,140 | 2.69 |

* Statistical information is not available prior to 1999.

** Total operating expenses exclusive of depreciation.

*** Includes principal and interest of revenue bonds only

Source: Portage County Auditor

Portage County, Ohio
Revenue Bond Coverage
Portage County Sewer
*Last Five Years**

| Year | Operating Revenue | Expenses, Net of Depreciation and Interest ** | Net Revenue Available for Debt Service | Debt Service Requirement *** | | | Coverage |
|------|-------------------|---|--|------------------------------|-----------|-----------|----------|
| | | | | Principal | Interest | Total | |
| 2003 | \$4,724,291 | \$2,378,323 | \$2,345,968 | \$238,386 | \$192,755 | \$431,141 | 5.44 |
| 2002 | 4,532,042 | 2,065,917 | 2,466,125 | 225,676 | 236,747 | 462,423 | 5.33 |
| 2001 | 4,391,631 | 1,291,885 | 3,099,746 | 95,741 | 148,513 | 244,254 | 12.69 |
| 2000 | 3,745,918 | 2,486,669 | 1,259,249 | 92,127 | 80,442 | 172,569 | 7.30 |
| 1999 | 3,316,468 | 1,746,633 | 1,569,835 | 91,709 | 103,926 | 195,635 | 8.02 |

* Statistical information is not available prior to 1999.

** Total operating expenses exclusive of depreciation.

*** Includes principal and interest of revenue bonds only

Source: Portage County Auditor

Portage County, Ohio

Revenue Bond Coverage

Portage County Water

*Last Five Years**

| Year | Operating Revenue | Expenses, Net of Depreciation and Interest ** | Net Revenue Available for Debt Service | Debt Service Requirement *** | | | Coverage |
|------|-------------------|---|--|------------------------------|-----------|-----------|----------|
| | | | | Principal | Interest | Total | |
| 2003 | \$2,762,779 | \$1,272,496 | \$1,490,283 | \$422,045 | \$411,735 | \$833,780 | 1.79 |
| 2002 | 2,552,695 | 1,651,671 | 901,024 | 401,671 | 414,545 | 816,216 | 1.10 |
| 2001 | 2,224,966 | 1,202,854 | 1,022,112 | 361,556 | 194,040 | 555,596 | 1.84 |
| 2000 | 2,200,077 | 1,263,852 | 936,225 | 336,262 | 434,435 | 770,697 | 1.21 |
| 1999 | 2,319,509 | 1,036,427 | 1,283,082 | 330,998 | 442,188 | 773,186 | 1.66 |

* Statistical information is not available prior to 1999.

** Total operating expenses exclusive of depreciation.

*** Includes principal and interest of revenue bonds only

Source: Portage County Auditor

Portage County, Ohio

Revenue Bond Coverage

Streetsboro Sewer

*Last Five Years**

| Year | Operating Revenue | Expenses, Net of Depreciation and Interest ** | Net Revenue Available for Debt Service | Debt Service Requirement *** | | | Coverage |
|------|-------------------|---|--|------------------------------|----------|----------|----------|
| | | | | Principal | Interest | Total | |
| 2003 | \$3,668,076 | \$991,642 | \$2,676,434 | \$45,540 | \$42,847 | \$88,387 | 30.28 |
| 2002 | 2,806,668 | 1,496,257 | 1,310,411 | 42,037 | 45,631 | 87,668 | 14.95 |
| 2001 | 1,918,505 | 1,545,875 | 372,630 | 32,659 | 68,723 | 101,382 | 3.68 |
| 2000 | 2,485,605 | 2,344,567 | 141,038 | 30,236 | 43,039 | 73,275 | 1.92 |
| 1999 | 2,022,564 | 1,168,167 | 854,397 | 29,816 | 27,566 | 57,382 | 14.89 |

* Statistical information is not available prior to 1999.

** Total operating expenses exclusive of depreciation.

*** Includes principal and interest of revenue bonds only

Source: Portage County Auditor

Portage County, Ohio
Revenue Bond Coverage
Robinson Memorial Portage County Hospital
*Last Five Years**

| Year | Operating Revenue | Expenses, Net of Depreciation and Interest ** | Net Revenue Available for Debt Service | Debt Service Requirement *** | | | Coverage |
|------|-------------------|---|--|------------------------------|-------------|-------------|----------|
| | | | | Principal | Interest | Total | |
| 2003 | \$121,140,063 | \$105,054,369 | \$16,085,694 | \$2,408,228 | \$2,344,536 | \$4,752,764 | 3.38 |
| 2002 | 117,391,601 | 101,176,247 | 16,215,354 | 2,338,383 | 2,409,083 | 4,747,466 | 3.42 |
| 2001 | 113,305,632 | 98,441,768 | 14,863,864 | 2,183,228 | 2,461,631 | 4,644,859 | 3.20 |
| 2000 | 110,760,016 | 92,407,067 | 18,352,949 | 2,510,319 | 2,062,345 | 4,572,664 | 4.01 |
| 1999 | 103,213,821 | 86,311,613 | 16,902,208 | 1,415,000 | 1,283,267 | 2,698,267 | 6.26 |

* Statistical information is not available prior to 1999.

** Total operating expenses exclusive of depreciation, interest operating expense and bad debt expense

*** Includes principal and interest of revenue bonds only

Source: Portage County Auditor

Portage County, Ohio

Demographic Statistics

December 31, 2003

Population Density

| <u>Census Year</u> | <u>Population In County</u> | <u>Square Miles (A)</u> | <u>Population Density</u> | <u>Increase (Decrease)</u> | <u>Percent Increase</u> |
|--------------------|-----------------------------|-------------------------|---------------------------|----------------------------|-------------------------|
| 2000 | 152,061 | 504 | 301.7 | 9.476 | 6.6% |
| 1990 | 142,585 | 504 | 282.9 | 6.729 | 5.0 |
| 1980 | 135,856 | 504 | 269.6 | 9.988 | 7.9 |
| 1970 | 125,868 | 504 | 249.7 | 34.070 | 37.1 |
| 1960 | 91,798 | 504 | 182.1 | not available | not available |

Employment Trends

| <u>Year</u> | <u>Employed</u> | <u>Unemployed</u> | <u>County</u> | <u>Ohio</u> | <u>United States</u> |
|-------------|-----------------|-------------------|---------------|-------------|----------------------|
| 2003 | 82,400 | 4,600 | 5.3% | 5.7% | 5.4% |
| 2002 | 80,700 | 3,900 | 4.6 | 5.0 | 5.7 |
| 2001 | 83,000 | 3,800 | 4.3 | 4.8 | 5.8 |
| 2000 | 82,700 | 3,100 | 3.6 | 3.7 | 3.7 |
| 1999 | 81,500 | 3,300 | 4.9 | 4.9 | 4.8 |
| 1998 | 79,200 | 3,100 | 3.7 | 4.2 | 4.5 |
| 1997 | 79,900 | 3,300 | 4.0 | 4.6 | 4.9 |
| 1996 | 79,100 | 3,600 | 4.2 | 4.9 | 5.4 |
| 1995 | 77,700 | 3,400 | 4.4 | 4.8 | 5.6 |
| 1994 | 76,000 | 4,100 | 6.1 | 5.5 | 6.1 |

Source: (A) Portage County Auditor
Office of Research, Assessment and Accountability Bureau of Labor Market
Information

Portage County, Ohio
Property Value, Construction and Bank Deposits
Last Ten Years

| Year | Real Property Value | | |
|------|------------------------------|---------------------------|-----------------|
| | Agricultural/ Residential | Commercial/ Industrial | Total Value |
| 2003 | \$1,929,756,549 | \$496,425,549 | \$2,426,182,098 |
| 2002 | 1,868,752,890 | 469,946,180 | 2,338,699,070 |
| 2001 | 1,795,648,890 | 438,639,820 | 2,234,288,710 |
| 2000 | 1,504,129,160 | 356,271,310 | 1,860,400,470 |
| 1999 | 1,456,240,420 | 339,916,320 | 1,796,156,740 |
| 1998 | 1,408,444,320 | 325,430,010 | 1,733,874,330 |
| 1997 | 1,200,083,670 | 293,924,730 | 1,494,008,400 |
| 1996 | 1,166,505,680 | 282,205,090 | 1,448,710,770 |
| 1995 | 1,123,443,410 | 274,366,600 | 1,397,810,010 |
| 1994 | 930,898,980 | 223,362,370 | 1,154,261,350 |

Sources: Portage County Auditor
 (1) Federal Deposit Insurance Corporation, Washington DC

| New Construction | | | |
|------------------------------|---------------------------|---------------------------|----------------------|
| Agricultural/ Residential | Commercial/ Industrial | Total New Construction | Bank Deposits (1) |
| \$52,460,990 | \$19,096,820 | \$71,557,810 | \$1,281,000,000 |
| 55,753,920 | 30,768,010 | 86,521,930 | 1,207,000,000 |
| 55,565,890 | 19,657,130 | 75,223,020 | 1,177,352,000 |
| 41,856,140 | 18,774,990 | 60,631,130 | 1,129,000,000 |
| 41,281,880 | 18,342,080 | 59,623,960 | 1,077,391,000 |
| 29,452,330 | 17,263,460 | 46,715,790 | 1,024,885,000 |
| 30,525,900 | 16,517,440 | 47,043,340 | 986,216,000 |
| 36,221,590 | 12,747,730 | 48,969,320 | 960,253,000 |
| 29,034,150 | 12,392,810 | 41,426,960 | 941,588,000 |
| 26,415,150 | 5,539,130 | 31,954,280 | 897,080,000 |

Portage County, Ohio
Ten Largest Real Property Taxpayers
 December 31, 2003

| Taxpayer | Type of Business | Total Assessed Valuation | Percent of Total County Valuation |
|---|---------------------|--------------------------|-----------------------------------|
| Chelsea GCA Realty | Retail Outlets | \$7,024,330 | 0.29% |
| AERC Barrington, Incorporated | Apartments | 5,810,000 | 0.24 |
| Portage County Board of Funtime, Incorporated | Six Flags | 5,517,350 | 0.23 |
| Metropolitan Life | Research Laboratory | 4,003,730 | 0.17 |
| Heritage Capital Corporation | Hotel Complex | 3,912,380 | 0.16 |
| Norton Brothers Holding | Apartment Complex | 3,718,270 | 0.15 |
| Barrington Golf Club, Incorporated | Private Golf Club | 3,042,960 | 0.13 |
| Hawthorn of Aurora | Apartment Complex | 2,485,390 | 0.10 |
| Lakes of Aurora | Apartment Complex | 2,371,880 | 0.10 |
| Cedar Fair LP | Hotel Complex | 2,200,050 | 0.09 |
| Total | | <u>\$40,086,340</u> | <u>1.65%</u> |
| Total County Valuation | | <u>\$2,426,182,098</u> | |

Source: Portage County Auditor

Portage County, Ohio
Ten Largest Personal Property Taxpayers
 December 31, 2003

| Taxpayer | Type of Business | Total Assessed Valuation | Percent of Total County Valuation |
|---|--|--------------------------|-----------------------------------|
| Parker Hannifin Corporation | Manufacturer of Hydraulic Components | \$6,778,240 | 2.54% |
| General Electric Company | Manufacturer of Lighting Products | 5,608,330 | 2.10 |
| Rotek Incorporated | Manufacturer of Large Bearings and Rings | 4,753,280 | 1.78 |
| Omnova Solutions, Incorporated | Builders Products | 4,851,490 | 1.82 |
| Swagelok Company | Manufacturer of Locks and Door Knobs | 4,567,160 | 1.71 |
| East Manufacturing Corporation | Manufacturer of Semi Truck Trailers | 4,632,460 | 1.74 |
| GE Lighting, Incorporated | Manufacturer of Lighting Products | 4,928,090 | 1.85 |
| Saint Gobain Performance Plastics Corporation | Manufacturer of Plastics | 4,236,510 | 1.59 |
| Gougler Industries, Incorporated | Manufacturer of Machinery | 2,966,400 | 1.11 |
| Press of Ohio, Incorporated | Printing of Books and Magazines | 4,334,400 | 1.63 |
| Total | | <u>\$47,656,360</u> | <u>17.87%</u> |
| Total County Valuation | | <u>\$266,626,917</u> | |

Source: Portage County Auditor

Portage County, Ohio
Ten Largest Public Utility Taxpayers
 December 31, 2003

| Taxpayer | Type of Business | Total Assessed Valuation | Percent of Total County Valuation |
|---------------------------------|----------------------|-----------------------------|-----------------------------------|
| Ohio Edison Company | Electric Company | \$40,778,030 | 37.18% |
| American Transmission | Electric Supplier | 14,809,430 | 13.50 |
| Ohio Bell Telephone Company | Telephone Service | 14,762,900 | 13.46 |
| East Ohio Gas Company | Natural Gas Supplier | 7,112,450 | 6.49 |
| MCI Telecommunications | Telephone Service | 5,371,250 | 4.90 |
| Western Reserve Telephone | Telephone Service | 4,121,560 | 3.76 |
| Norfolk Southern Combined | Railroad | 3,344,120 | 3.05 |
| Qwest Communication Corporation | Telephone Service | 1,733,570 | 1.58 |
| CSX Transportation, Inc. | Railroad | 1,724,420 | 1.57 |
| Ohio American Water Company | Water Works | <u>1,453,700</u> | <u>1.33</u> |
| Total | | <u>\$95,211,430</u> | <u>86.82%</u> |
| Total County Valuation | | <u><u>\$109,664,290</u></u> | |

Source: Portage County Auditor

Portage County, Ohio

Miscellaneous Statistics

December 31, 2003

| | |
|--|---------------|
| Date of Incorporation | 1808 |
| County Seat | Ravenna, Ohio |
| Voter Statistics, Election of November 4, 2003 | |
| Number of Registered Voters | 97,330 |
| Number of Voters, Last General Election | 34,761 |
| Percentage of Registered Voters Voting | 35.7% |

Major Attractions

Six Flags Worlds of Adventure Amusement and Marine Park

Higher Education

Bohecker's Business College
Hiram College
Kent State University
Northeastern Ohio College of Medicine

Hospitals

Robinson Memorial - Located in Ravenna with 285 beds

Communications

8 Newspapers - Gateway Press, Record Courier, Daily Kent Stater, Bingo Bulge,
Plane and Pilot News, Portage County Legal News, Mr. Thrifty, Garrettsville
Aurora Advocate and Villager
3 Radio Stations - WKSU-FM National Public Radio 89.7 FM
- WNIR-FM National Public Radio 100.1 FM
- WJMP-AM National Public Radio 1400 AM
3 Television Stations - 45/49 WNEO-WEAO
- 29/35 WAOH-WAX
- 67 WOACTV

Sources: Portage County Auditors Office



**Auditor of State
Betty Montgomery**

88 East Broad Street
P.O. Box 1140
Columbus, Ohio 43216-1140

Telephone 614-466-4514
800-282-0370

Facsimile 614-466-4490

PORTAGE COUNTY FINANCIAL CONDITION

PORTAGE 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
AUGUST 10, 2004**