



**Auditor of State
Betty Montgomery**

WARREN COUNTY
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WARREN COUNTY

SCHEDULE OF FEDERAL AWARDS EXPENDITURES
FOR THE YEAR ENDED DECEMBER 31, 2004

Federal Grantor/ Pass Through Grantor Program Title	Pass Through Entity Number	Federal CFDA Number	Expenditures
<u>U.S. DEPARTMENT OF AGRICULTURE</u>			
<i>Passed Through Ohio Department of Education</i>			
Nutrition Cluster			
National School Breakfast Program	05-PU-2004	10.553	\$13,193
	05-PU-2005		6,381
Total National School Breakfast Program			19,574
National School Lunch Program	LL-P4-2004	10.555	19,567
	LL-P4-2005		9,610
Total National School Lunch Program			29,177
Total Nutrition Cluster			48,751
<i>Total Passed Through Ohio Department of Education</i>			
			48,751
Total U.S. Department of Agriculture			48,751
<u>U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT</u>			
<i>Passed Through Ohio Department of Development</i>			
Community Development Block Grant	B-C-02-076-1	14.228	22,360
	B-F-02-076-1		109,962
	B-F-01-076-1		157,947
			290,269
Home Investment Partnerships Program	B-C-02-076-2	14.239	35,075
Total Community Development Block Grant			325,344
<i>Total Passed Through the Ohio Department of Development</i>			
			325,344
Total U.S. Department of Housing and Urban Development			325,344
<u>U.S. DEPARTMENT OF JUSTICE</u>			
<i>Passed Through Ohio Attorney General's Office</i>			
Crime Victim Assistance	2003VAGENE032T	16.575	42,754
	2004VAGENE032T		16,032
<i>Total Passed Through Ohio Attorney General's Office</i>			
			58,786
<i>Passed Through Ohio Office of Criminal Justice Services</i>			
Byrne Formula Grant	2004-DG-A01-7154	16.579	148,195
Total Byrne Formula Grant			148,195
<i>Total Passed Through Ohio Office of Criminal Justice Services</i>			
			148,195
<i>Passed Through Ohio Emergency Management Agency</i>			
State Domestic Preparedness Equipment Support Program	2002-TE-CX-0106	97.004	116,775
State Domestic Preparedness Equipment Support Program	2002-TE-CX-0049		56,188
State Homeland Security Grant	2003-TE-TX-0199		120,900
State Homeland Security Grant	2003-MUP-30015		106,709
			400,572
<i>Total Passed Through Ohio Emergency Management Agency</i>			
			400,572
Total U.S. Department of Justice			607,553

(Continued)

WARREN COUNTY

SCHEDULE OF FEDERAL AWARDS EXPENDITURES
FOR THE YEAR ENDED DECEMBER 31, 2004
(Continued)

U.S. DEPARTMENT OF LABOR

Passed Through Ohio Department of Job and Family Services
Workforce Investment Act Cluster

Workforce Investment Act-Adult			324,625
Workforce Investment Act-Adult Administration			21,915
Total Workforce Investment Act-Adult	N/A	17.258	<u>346,540</u>
Workforce Investment Act-Youth			258,058
Workforce Investment Act-Youth Administration			29,479
Total Workforce Investment Act-Youth	N/A	17.259	<u>287,537</u>
Workforce Investment Act-Dislocated Worker	N/A	17.260	406,985

Total Passed Through Ohio Department of Job and Family Services 1,041,062

Total U.S. Department of Labor 1,041,062

U.S. DEPARTMENT OF TRANSPORTATION

Passed Through Ohio Department of Transportation
Public Transportation for Nonurbanized Areas

RPT-4083-023-041	20.509	446,448
RPT-0083-023-042		87,958
		<u>534,406</u>

Total Passed Through Ohio Department of Transportation

Passed Through Ohio Department of Public Safety
State and Community Highway Safety

2003-STP-G/3	20.600	10,375
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Total Passed Through Ohio Department of Public Safety 10,375

Total U.S. Department of Transportation 544,781

**U.S. DEPARTMENT OF FEDERAL EMERGENCY
MANAGEMENT ASSISTANCE**

Passed Through Ohio Department of Public Safety

Emergency Management Performance Grant	N/A	97.042	52,378
Total Emergency Performance Grant			<u>52,378</u>

Total Passed Through Ohio Department of Public Safety 52,378

Passed Through Ohio Emergency Management Agency

Federal Emergency Management Supplemental Planning Grant	EMC-2003-GR-7026	83.562	16,230
Total Federal Emergency Management Supplemental Planning Grant			<u>16,230</u>

Total Passed Through Ohio Emergency Management Agency 16,230

Total U.S. Department of Federal Emergency Management Assistance 68,608

U.S. DEPARTMENT OF EDUCATION

Passed Through Ohio Department of Education
Special Education Cluster

Special Education Grants to States	6B-SF-02P	84.027	90,829
Total Special Education Grants to States			<u>90,829</u>

(Continued)

WARREN COUNTY

SCHEDULE OF FEDERAL AWARDS EXPENDITURES
FOR THE YEAR ENDED DECEMBER 31, 2004
(Continued)

Special Education - Preschool Grant	PG-S1-2002P	84.173	34,320
Total Special Education - Preschool Grant			<u>34,320</u>
Total Special Education Cluster			<u>125,149</u>
Innovative Education Program (ESEA Title VI)	C2-S1-2002	84.298	997
			<u>997</u>
<i>Total Passed Through Ohio Department of Education</i>			<u>126,146</u>
Total U.S. Department of Education			<u>126,146</u>
<u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>			
<i>Passed Through Ohio Department of Job and Family Services</i>			
Child Welfare Services: State Grants	N/A	93.645	65,854
Independent Living	2004	93.674	19,993
<i>Total Passed Through Ohio Department of Job and Family Services</i>			<u>85,847</u>
<i>Passed Through Ohio Department of Mental Retardation and Developmental Disabilities</i>			
Title XX Social Service Block Grant	N/A	93.667	102,361
Title XIX Medical Assistance Program	N/A	93.778	651,533
<i>Total Passed Through Ohio Department of Mental Retardation and Developmental Disabilities</i>			<u>753,894</u>
Total U.S. Department of Health and Human Services			<u>839,740</u>
Total			<u>\$3,601,984</u>

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

WARREN COUNTY

**NOTES TO SCHEDULE OF FEDERAL AWARDS EXPENDITURES
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2004**

NOTE A – SIGNIFICANT ACCOUNTING POLICIES

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

NOTE B – 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 expenditures. The expenditure of non-Federal matching funds is not included on the Schedule.

NOTE C – HOME LOAN BALANCES

The County has outstanding loans from the HOME Improvement Partnership Program (CFDA #14.239). These loans were made to County residents based on income eligibility. These loans were used to assist with the down payment and closing cost for first-time home buyers and the rehabilitation of private residences. Interest is not assessed on these loans. These loans are collateralized by mortgages. As of December 31, 2004, the balance of loans outstanding is \$405,540. The County will use repayments of loans to make additional loans to assist additional low and moderate income households in the County for HOME eligible activities.

NOTE D – CDBG LOAN BALANCES

The County has outstanding loans from recaptured Community Development Block Grant (CDBG) Program (CFDA #14.228) funds with an outstanding balance as of December 31, 2004 of \$94,455. These loans were made to CDBG eligible applicants. These loans were used to assist with the down payment and closing cost for first time home buyers and the rehabilitation of private residences. Interest is not assessed on the loans. These loans are collateralized by mortgages. The County will use repayments of loans to make additional loans to assist low and moderate income households in the County for CDBG eligible activities.

NOTE E – LOAN BALANCES

The total HOME Improvement Partnership Program and Community Development Block Grant Program outstanding loan balances as of December 31, 2004 is \$907,373. These loans are collateralized by mortgages.



Auditor of State Betty Montgomery

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

Warren County
406 Justice Drive
Lebanon, Ohio 45036

To the Board of County Commissioners:

We have audited the financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Warren County, Ohio (the County), as of and for the year ended December 31, 2004, which collectively comprise the County's basic financial statements and have issued our report thereon dated June 20, 2005. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in the Comptroller General of the United States' *Government Auditing Standards*. Other auditors audited the financial statements of the Component Unit (Production Services Unlimited) in accordance with auditing standards generally accepted in the United States of America and not in accordance with *Government Auditing Standards* and accordingly this report does not extend to that Production Services Unlimited.

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 in order to express our opinion on the financial statements and not to opine on the internal control over financial reporting. However, we noted a certain matter involving the internal control over financial reporting and its operation that we consider a reportable condition. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control over financial reporting that, in our judgment, could adversely affect the County's ability to record, process, summarize, and report financial data consistent with management's assertions in the financial statements. A reportable condition is described in the accompanying schedule of findings as items 2004-001.

A material weakness is a reportable 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 caused by error or fraud in amounts material to the financial statements we audited may occur and not be timely detected by employees when performing their assigned functions. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered material weaknesses. However, we do not believe the reportable condition described above is a material weakness. In a separate letter to the County's management dated June 20, 2005, we reported other matters involving internal control over financial reporting which we did not deem reportable conditions.

Compliance and Other Matters

As part of reasonably assuring whether the County's financial statements are free of material misstatement, we tested its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could directly and materially affect the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express an opinion. The results of our tests disclosed no instances of noncompliance or other matters we must report under *Government Auditing Standards*. In a separate letter to the County's management dated June 20, 2005, we reported other matters related to noncompliance we deemed immaterial.

We intend this report solely for the information and use of the audit committee, management, the Board of County Commissioners, federal awarding agencies, and pass-through entities. It is not intended for anyone other than these specified parties.



Betty Montgomery
Auditor of State

June 20, 2005



Auditor of State Betty Montgomery

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

Warren County
406 Justice Drive
Lebanon, Ohio 45036

To the Board of County Commissioners:

Compliance

We have audited the compliance of Warren County, Ohio (the County), with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133, Compliance Supplement that apply to each of its major federal programs for the year ended December 31, 2004. The summary of auditor's results section of the accompanying schedule of findings identifies the County's major federal programs. The County's management is responsible for complying with the requirements of laws, regulations, contracts, and grants applicable to each major federal program. Our responsibility is to express an opinion on the County's compliance based on our audit.

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

In our opinion, Warren County complied, in all material respects, with the requirements referred to above that apply to each of its major federal programs for the year ended December 31, 2004.

Internal Control Over Compliance

The County's management is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the County's internal control over compliance with requirements that could directly and materially affect a major federal program 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 reportable 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 caused by error or fraud that would be material in relation to a major federal program being audited may occur and not be timely detected by employees when 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 one matter involving the internal controls structure over compliance that does not require inclusion in the report that we have reported to management to the County in a separate letter dated June 20, 2005

Federal Awards Expenditures Schedule

We have audited the financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund and the aggregate remaining fund information of Warren County as of and for the year ended December 31, 2004, and have issued our report thereon dated June 20, 2005, wherein we noted the County follows the accounting practices the Auditor of State prescribes rather than accounting principles generally accepted in the United States of America. Our audit was performed to form an opinion on the financial statements that collectively comprise the County's basic financial statements taken as a whole. The accompanying federal awards expenditures schedule provides additional information as required by OMB Circular A-133 and is not a required part of the basic financial statements. We subjected this information to the auditing procedures applied in the audit of the basic financial statements. In our opinion, this information is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

We intend this report solely for the information and use of the audit committee, management, the Board of the County Commissioners, federal awarding agencies, and pass-through entities. It is not intended for anyone other than these specified parties.



Betty Montgomery
Auditor of State

June 20, 2005

WARREN COUNTY

SCHEDULE OF FINDINGS
 OMB CIRCULAR A -133 § .505
 DECEMBER 31, 2004

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)?	Yes
(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):	CFDA #93.778: Title XIX: Medical Assistance Program CFDA #97.004 Homeland Security Grant
(d)(1)(viii)	Dollar Threshold: Type A\B Programs	Type A: > \$300,000 Type B: all others
(d)(1)(ix)	Low Risk Auditee?	Yes

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

FINDING NUMBER 2004-001

Reportable Condition

Warren County has delegated prescription claims processing, which is a significant accounting function, to Pharmacare, a third-party administrator. The County has not established procedures to reasonably determine that prescription claims have been completely and accurately processed in accordance with the prescription contract.

We recommend that the County implement procedures to reasonably assure the completeness, and accuracy (including eligibility and allowability) of prescription claims processed by their third-party administrator. Statement on Auditing Standards No. 70 (SAS 70) as amended by SAS's No. 78 and 88, prescribes testing and reporting standards for audits of claims processing controls which should satisfy this requirement. As described in those Statements, we suggest that the County obtain a "Report on Policies and Procedures Placed in Operation and Tests of Operating Effectiveness" from the third-party administrator. Such a report, if unqualified, would provide evidence to the County's management that prescription claims were being processed in conformance with the contract.

Alternatively, the County can use reports of claims Pharmacare processes to help assure that Pharmacare pays benefits only to eligible individuals for amounts and medication the plan covers. The County should document their reviews on these reports.

3. FINDINGS FOR FEDERAL AWARDS

None.

WARREN COUNTY

SCHEDULE OF PRIOR AUDIT FINDINGS
DECEMBER 31, 2004

Finding Number	Finding Summary	Fully Corrected?	Not Corrected, Partially Corrected; Significantly Different Corrective Action Taken; or Finding No Longer Valid; <i>Explain:</i>
2003-001	No SAS 70 relating to claims processing Pharmacare	No	Reissued as Finding 2004-001

*County Seat
Lebanon, Ohio*



COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED
DECEMBER 31, 2004



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COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED
DECEMBER 31, 2004

*Nick Nelson
County Auditor*

*Prepared by the
Warren County Auditor's Office*



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INTRODUCTORY SECTION



WARREN COUNTY AUDITOR

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June 20, 2005

To the Citizens of Warren County, Ohio:

I am pleased to submit the Comprehensive Annual Financial Report (CAFR) for Warren County, Ohio (the "County") for the fiscal year ended December 31, 2004. The report has been prepared in conformity with generally accepted accounting principles (GAAP) and guidelines recommended by the Government Finance Officers Association of the United States and Canada (GFOA).

Introduction

While there is no legal requirement for the preparation of this report, it represents a commitment by Warren County to conform to nationally recognized standards of excellence in financial reporting. Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the County, especially the County Auditor's Office. To the best of our knowledge and belief, the enclosed data, as presented, is accurate in all material respects, is presented in a manner designed to fairly set forth the financial position and results of operations of the County and includes all disclosures necessary to enable the reader to gain an understanding of the County's financial activity.

The Report:

This Comprehensive Annual Financial Report (CAFR) is designed to assist and guide the reader in understanding its contents. The report is comprised of the following three major sections:

1. *The Introductory Section* includes this letter of transmittal which presents the County's organization, operational structure and accomplishments; an organizational chart, a list of elected officials; and the Certificate of Achievement for Excellence in Financial Reporting.
2. *The Financial Section* contains the Independent Accountants' Report, Management's Discussion and Analysis, the Basic Financial Statements and Notes that provide an overview of the County's financial position and operating results, the Combining Statements for nonmajor funds and other schedules that provide detailed information relative to the Basic Financial Statements.
3. *The Statistical Section* presents social, economic, and historical data in a multi-year format which can be used to identify financial trends and data relative to the fiscal capacity of the County.

***Letter of Transmittal
For the Year Ended December 31, 2004***

The Reporting Entity:

The accompanying basic financial statements comply with the provisions of the Governmental Accounting Standards Board (the "GASB") Statement No. 14, "The Financial Reporting Entity," in that the financial statements include all the organizations, activities and functions of the primary government (the County) and legally separate entities (component unit) for which the County is financially accountable. Production Services Unlimited, an adult workshop, has been included as a discretely presented component unit of the County due to its significant relationship with the County.

A thorough presentation of the County's reporting entity is contained in Note 1 of the basic financial statements.

County Organization and Services:

Warren County is located in the southwestern part of the state, approximately 20 miles north of Cincinnati and 15 miles south of Dayton. Its 408 square mile area serves a residential population estimated at 158,383 (2000 U.S. Bureau of Census) and is classified as the 14th most populated county in the state. The County includes 11 townships, 11 villages and 6 cities. The County has only those powers conferred upon it by Ohio statutes. A three member Board of County Commissioners is elected at large in even numbered years for overlapping four-year terms. The Board of County Commissioners serves as the taxing authority, the contracting body, and the chief administrator of public services for the County. The Board of County Commissioners prepares and adopts the annual operating budget and makes the annual appropriation measure for expenditures of all County funds. In addition to the Board of County Commissioners, the offices of the County Auditor and County Treasurer are included in the category of general government and are of particular importance to the financial affairs of the County.

The County Auditor is elected to a four-year term and serves as the chief fiscal officer for the County and the tax assessor for all political subdivisions within the County. According to state law, a complete reappraisal must be conducted every six years as well as a triennial update every third year between reappraisals. Upon collection by the County Treasurer, the County Auditor is responsible for distributing certain taxes to various political subdivisions including municipalities, villages, townships, school and library districts, special districts and county agencies. As chief fiscal officer, the County Auditor must certify that funds for all contracts and obligations of the County have been lawfully appropriated and are available or in the process of collection before the contract or obligation is binding upon the County. In addition, the Auditor is also the central disbursing agent, who by the issuance of County warrants distributes funds to creditors in payment of liabilities incurred by the County. The Auditor is also responsible for the County payroll and has other statutory accounting responsibilities. He is, by state law, Secretary of the County Board of Revision and the County Budget Commission and the Administrator and Supervisor of the County Data Processing Board.

The County Treasurer is also elected to a four-year term and is the custodian of all County funds. The Treasurer is responsible for collecting all tax monies, applying payments to the appropriate tax accounts and investing all available idle County funds as specified by Ohio law. The Treasurer is the distributing agent for expenditures authorized by the Board of County Commissioners upon the Auditor's warrant. The Treasurer must submit daily reports showing receipts, payments and balances to the County Auditor. The Treasurer is a member of the County Board of Revision and the County Budget Commission. The Budget Commission plays an important part in the financial administration of the County government, as well as all political subdivisions throughout the County.

***Letter of Transmittal
For the Year Ended December 31, 2004***

The other elected officials serving four year terms are the Prosecuting Attorney who serves as the third and final member of the County Budget Commission, the Clerk of Courts, the Recorder, the Sheriff, the Engineer, the Coroner and two County Court Judges. Four Common Pleas Court Judges are elected to six-year terms.

The County provides its citizens with a wide range of services that include human and social services, health and community assistance related services, law enforcement, civil and criminal justice system services, road and bridge maintenance and other general and administrative support services. The County also operates a water distribution system and a wastewater collection and treatment system which are accounted for as enterprise funds.

Economic Outlook

As the economic strength in Ohio and the nation teeter with uncertainty, Warren County's prospects for 2005 and beyond look promising. We have the third highest per capita income at \$58,000 and the second lowest poverty rate in the State at 4.2%.

Warren County has experienced a 19.5% increase in population since the 2000 census of 158,383 persons and a 66.1% increase in population since 1990. Our population as of July 2004 is 189,276, making us the 13th largest and the second fastest growing county in Ohio. Warren County is also ranked as the 45th fastest growing county in the nation out of 3,141 counties.

Warren County is gaining in population by about 6,000 to 7,000 people annually and with that population growth has come an abundance of new housing and businesses. Warren County has a 78.5% Home Ownership rate and is the highest rate in the Dayton-Cincinnati Region while the State average is 69.1%. Despite our housing boom, 62% of the land in Warren County is still in open green space and farmland (52% farmland and 10% parkland).

Warren County's location in the southwestern part of Ohio between two large cities – Cincinnati and Dayton – which act like urban magnets, attracts population and new development. Warren County will continue to provide the greater metropolitan areas with an environment that offers the pleasures of small town and country living within minutes of two urban communities.

Metropolitan Cincinnati's northerly expansion into Warren County, particularly the rapid development along I-71 in the City of Mason and Deerfield Township, has also contributed to Warren County's economic development. Greater Dayton's growth south has prompted strong growth along I-75 in Franklin and Clearcreek Townships and particularly in the City of Springboro. Many of the businesses locating to the County are high technology, research and development, and service related industries.

WARREN COUNTY, OHIO

Letter of Transmittal For the Year Ended December 31, 2004

A summary of Warren County's growth is demonstrated in the following tables:

Year	Number of County Building Permits Issued	Projected Cost
1995	1,527	174,742,338
1996	1,542	153,790,226
1997	1,919	196,852,435
1998	2,220	222,905,827
1999	2,356	232,267,756
2000	2,204	210,864,401
2001	2,446	253,755,166
2002	2,414	277,780,036
2003	2,582	297,523,925
2004	2,886	306,680,539

Source: Warren County Building Inspection Department

During 2004 new construction assessed values overall increased by 13.9%. Residential new construction was up 8.7%, industrial construction increased by 109.1% and commercial construction increased by 66.8% as shown in the following table:

Warren County New Construction Assessed Values

Tax Year	Residential	Industrial	Commercial	Total
1995	69,595,830	922,190	12,227,360	82,745,380
1996	69,591,850	4,843,680	17,950,590	92,386,120
1997	88,417,830	2,778,620	22,863,520	114,059,970
1998	109,634,700	1,414,640	15,925,340	126,974,680
1999	131,663,210	1,956,840	14,448,820	148,068,870
2000	164,996,060	1,788,100	15,204,600	181,988,760
2001	156,540,920	3,086,230	18,040,820	177,667,970
2002	166,345,470	1,205,920	14,659,910	182,211,300
2003	172,025,920	2,100,170	13,153,070	187,279,160
2004	186,940,160	4,390,530	21,936,110	213,266,800

Industrial/Commercial new construction assessed values do not include abated or exempted property
Source: Warren County Auditor's Office

The State of Ohio continues to have issues with its budget and at the time of the preparation of this narrative, the Governor is proposing a reduction or "cut" in the Local Government Funds which would reduce revenue for the county by an estimated \$750,000. While Warren County remains in strong financial shape, we are not immune from the effects of the State deficit and looming budget cuts.

WARREN COUNTY, OHIO

Letter of Transmittal For the Year Ended December 31, 2004

The County's 1% sales tax revenues in 2004 increased 6.5% over 2003 and generated \$22,964,671. Warren County sales tax revenue has increased consistently since 1991 even in recent years when sales tax revenue declined elsewhere in the region and state. For a period of time, the growth in sales tax revenue allowed the County to gradually phase out its share of property taxes. The County's inside millage entitlement is 2.57 mills per \$1,000 of tax value. In 1997, the County reduced its levy to 1.0 mills followed by subsequent reductions to 0.75 mills in 1999 and finally to zero in 2000. In 2003 this action saved County taxpayers over \$10.6 million. For tax year 2003, payable in 2004 and for the tax year 2004 payable in 2005, the County did levy 1.57 of the 2.57 mills to offset any shortfall in revenues from other sources. At the end of the first quarter of 2005, our sales tax is showing a 5.23% increase over the first quarter of 2004, indicating continued growth.

Tourism is one of Warren County's largest industries and has played a significant role in keeping our county economy strong. Attractions include Paramount's Kings Island Amusement Park (known as the Midwest's largest theme park), TPC Riverbend Golf Course (home of the Kroger PGA Senior's Classic), The Golf Center at Kings Island (home of the Great American Insurance ATP Championship), and the Beach Water Park, all near Mason. Starting construction this summer is the Great Wolf Lodge, a 400 suite resort hotel with a 760,000 square foot indoor water park and 60,000 square foot conference center. This is a year-round attraction and an \$80 million dollar investment in the Mason area.

Waynesville, located in the northwest part of the County has been recognized by USA Today as "The Antique Capital of the Midwest." Caesar Creek State Park is also located near Waynesville. The park consists of 7,940 acres of beautiful terrain and a 2,830 acre lake with 5 boat ramps. The park offers an abundance of trails for horseback riding, mountain biking and hiking. The park also includes a campground with 287 campsites and a 1400' beach. Waynesville's Sauerkraut Festival attracts over 300,000 visitors over 3 days in October each year.

Lebanon is the home to The Golden Lamb, Ohio's oldest inn, dating from 1803 and boasting an extraordinary guest list of many famous Americans including Henry Clay, Mark Twain, Charles Dickens and eleven Presidents of the United States, most recently visited on May 4, 2004 by our current President, George W. Bush.

Lebanon is known for its many antique stores, specialty shops and its quaint historical atmosphere. Walking tours through historical districts are available throughout the year. Lebanon's Christmas Festival which features Ohio's largest Horse Drawn Carriage Parade with 160+ units has become a seasonal favorite attracting 70,000+ for the one-day event.

Warren County hosts numerous communities that offer an abundance of restaurants, shopping, scenic train rides, and several annual festivals including the Applefest, Sauerkraut Festival, Wine Festival, Heritage Festival and Renaissance Festival. There are bike trails and hiking trails along the Little Miami Scenic River, as well as several canoe liveries offering a variety of canoe trips on the river. There are also several museums depicting the rich history in our Shaker and Quaker heritages.

In 2004, Tourism generated \$596 million in direct sales from travel, a 45% increase over 2001. It also realized a 21% increase in tourism related jobs (15,800). The 2004 attendance at attractions, festivals and sporting events reached 6,770,767 an increase of 363,695 over 2004.

Major Initiatives and Future Outlook

Warren County has several major initiatives in process that will result in a continued strong and vibrant future outlook. Many of the initiatives listed below are a direct result of the high growth the county continues to experience, that impacts roads, planning, and county office facilities.

- Our County Engineer's Office worked on over \$13 million worth of roadway improvements in 2004 and has an estimated \$10 million of scheduled road improvements in 2005.
- The Water and Sewer Department had approximately 1,581 new connections to the waterworks systems and 984 new connections to the sewer system in 2004. These additional connections bring the total water system connections to 21,485 and the total sewer system connections to 15,815.
- The County Commissioners hired a Growth Management Consultant who is currently finishing up on a variety of growth capacity reports on build-out numbers for housing, roads, water, sewer, storm water management and schools. Revisions in the County's Subdivision Regulations and Zoning Codes will take place in 2005 as the Board of Commissioners strive to assure quality development, preservation of open space and new economic resources to maintain a high quality of life.
- The Board of Commissioners have partnered with the Delaware County Commissioners in drafting state legislation that would authorize Commissioners with the authority to implement impact fees on new residential housing. This legislation is currently in draft form and is being sponsored by State Representatives John Peterson (Delaware County) and Michelle Schneider (Warren County). We are hoping to have this legislation presented to the General Assembly in 2005.
- The continued growth in Warren County has once again created a need for expansion within our facilities. In spring of 2005, the Board of Commissioners will be hiring an architect to design the expansion of our Common Pleas Court Building to allow for more space to the current occupants and new space to bring the County Court operation into this facility. No cost estimates are available for this project at this time but several million is anticipated.
- Our County Jail was doubled in size in 1996 to accommodate 200 prisoners. Overcrowding began in 2000. While the Sheriff has been able to manage his jail population, in coordination with the Judges, through alternative sentencing and early release programs, the Judges have now officially asked the County to expand the jail. There is adequate room to add an additional 48 bed minimum pod to the existing jail. Once County Court vacates their premises in the Sheriff's facility, additional renovation can be done to create more jail space also. This project will be under consideration in 2005.

Letter of Transmittal

For the Year Ended December 31, 2004

- In 2005 the Board of Commissioners will be focused on revitalizing our Economic Development efforts and coordinating with the existing Economic Development efforts from our various cities and townships to create more visibility and productivity in new job creation. From 1992 to 2002, our Economic Development office helped bring in more than 20,000 new jobs and realized an average of 350 new business starts annually. Eighty-percent of these projects involved manufacturing, research and development or service sector companies who pay high wages and sustain the quality of living we are so proud of in Warren County. In 2004, our Economic Development Department reported working with 10 companies (6 expansions, 2 intra-regional relocations and 2 new companies) resulting in 581 new jobs, 793 retained jobs and a total investment by the companies of \$113.9 million.
- Our Tourism numbers are expected to continue increasing over the next few years as new marketing effort for sporting events pays off. In addition, the 400 suite Great Wolf Lodge with a year-round indoor water park and 60,000 sq. ft. Convention Center is expected to open in the fall of 2006.

Financial Information

This is the second 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."

As part of this new reporting model, management is responsible for preparing Management's Discussion and Analysis (MD&A) of the County. This discussion appears after the Independent Accountants' Report in the financial section of this report. MD&A provides an assessment of the County's finances for 2004. The analysis in MD&A focus is on major funds, therefore nonmajor funds are discussed briefly in this letter.

Fiduciary Funds

Fiduciary funds account for assets held by Warren County in a trustee capacity or as an agent for individuals, private organizations and other government units. The fiduciary funds which Warren County maintains are agency funds and an Unclaimed Money fund which is a private purpose fund. At December 31, 2004, assets in agency funds totaled \$199,368,198 and assets of the Unclaimed Money fund totaled \$621,288.

Internal Control, Budgetary Control and the Accounting System:

Development of the County's accounting system included substantial consideration of the adequacy of the internal accounting controls. Internal accounting controls are designed to provide reasonable but not absolute assurance that:

1. The County's assets are protected against loss and unauthorized use or disposition; and
2. Reliable financial reports for preparing financial statements and providing accountability for assets are maintained.

***Letter of Transmittal
For the Year Ended December 31, 2004***

The concept of reasonable assurance states that internal controls should be evaluated applying the following criteria:

1. The expense associated with providing the internal controls should not exceed the benefits likely to be derived from their implementation; and
2. The evaluation of the offsetting costs and benefits involves estimates and judgment by the County Administration and members of the Auditor's office.

All internal control evaluations occur within this framework. It is the belief of the administrative and financial management personnel that the County's financial controls adequately safeguard existing assets and provide reasonable assurance of the proper recording of financial transactions.

The Accounting Department of the County Auditor's Office is responsible for the auditing and analysis of all purchase orders and vouchers of the County. Accounting Department personnel review the purchase orders and vouchers to ensure the availability of monies in the proper funds and accounts prior to the certification and payment of approved invoices. The County utilizes a fully automated accounting system as well as an automated system of controls for fixed assets, accounting and payroll. These systems, coupled with the review and examination performed by the County Auditor's Office, ensure that the financial information generated is both accurate and reliable.

Budgetary appropriations for the operation of the County's departments are established through the adoption of the annual appropriation resolution by the Board of County Commissioners. All disbursements and transfers of cash between funds require appropriation authority from the County Commissioners. Budgets are controlled at the object level within the department or organizational unit, by function and by fund. Purchase orders are requested by the department head and encumbered prior to their release to vendors. A computerized certification system allows the Auditor's Office to ascertain the status of appropriations prior to authorizing purchases.

Accounting System and Budgetary Control

The County's accounting system is organized on a "fund" basis. Each fund is a distinct self-balancing accounting entity. Day-to-day accounting records are maintained on a basis other than GAAP. For financial reporting purposes, the accounting records are converted to the modified and full accrual basis for all applicable funds. On the modified accrual basis, revenues are recognized when measurable and available, and expenditures are recognized when goods and services are received. On the full accrual basis, revenues are recognized when measurable and earned; expenses are recognized when incurred.

The Board of County Commissioners adopts the annual budget for the County by March 31. All disbursements and transfers of cash between funds require appropriation authority from the Commissioners. Budgets are controlled at the major object level within a department and fund. All purchase orders must be approved by a majority of the Board of Commissioners, then the necessary funds are encumbered and the purchase order released to the vendor. Those purchase orders which exceed the available appropriation are rejected until additional funds are secured. The accounting system used by the County provides daily updates to expenditure and encumbrance files making available to all users details on year-to-date expenditures and encumbrances versus the original appropriations plus any additional appropriations made to date. These files are used to ascertain the status of a division's appropriation prior to authorizing additional purchases.

WARREN COUNTY, OHIO

Letter of Transmittal For the Year Ended December 31, 2004

The basis of accounting and the presentation of the various funds utilized by Warren County are fully described in Note 1 of the basic financial statements.

Cash Management

The County pools its cash to simplify cash management. All idle monies are invested, with the earnings being paid into the Undivided Interest Agency Fund and then allocated to the General Fund and other qualifying funds as prescribed by Ohio law. The County invests in certificates of deposit which vary in length from one to 90 days. The County Treasurer makes such commitments of County resources only with federally insured financial institutions. Interest earnings of the County (primary government) in 2004 totaled \$2,128,208.

Risk Management

Warren County is self-insured for employee health care benefits utilizing a \$300 in-network annual per person deductible (\$600 per family) and an annual \$600 out-of network per person deductible (\$1200 per family); thereafter, in network insurance payment is 90% with a 10% co-insurance to a maximum total out of pocket in-network of \$500 per person (\$1000 per family), and out-of network insurance payment is 70% with a 30% co-insurance to a maximum out-of-pocket out-of-network of \$1800 per person (\$3,600 per family). Excess loss coverage, carried through Medical Mutual of Ohio, becomes effective after \$100,000 per year per specific claim. There is a lifetime maximum coverage per person of \$2,000,000.

Each County department makes monthly payments to the self-insurance fund.

The County contracted with County Risk Sharing Authority (CORSA) to provide for general liability, public officials liability, and auto liability coverage. CORSA was established by the County Commissioner's Association of Ohio in 1987 to provide counties with comprehensive property and liability coverage. Warren County's coverage provides liability limits of \$10,000,000, with a \$2,500 per occurrence deductible. Maximum per occurrence liability limit for CORSA is \$1,000,000, with an additional \$9,000,000 available from excess coverage purchased from Royal Sun Alliance. Any additional liability incurred in excess of the \$10,000,000 coverage is the responsibility of the County.

Debt Administration

At December 31, 2004, gross general obligation bonds outstanding, excluding debt reported in the enterprise funds, totaled \$6,145,000. Ratios related to the County's debt position are presented below:

Net General Obligation Bonded Debt	\$6,145,000
Net Debt Per Capita	\$38.80
Net Debt to Assessed Value	.133%
Net Debt to Estimated Actual Value	.0459%

The outstanding debt is primarily related to repayment of the proceeds of monies used to construct or renovate water and sewer facilities operated by the County, construction of an addition to the County's East Street Building, construction of the County Courts Building Addition, and an extension to Justice Drive.

The County maintains an "Aa2" rating from Moody's Investors Service, Inc. All bonds of the County are general obligation debt and are backed by its full faith and credit, except water and sewer bonds which are backed by utility billings.

WARREN COUNTY, OHIO

Letter of Transmittal For the Year Ended December 31, 2004

Other Information

Independent Auditor's Opinion

The County had an independent audit of all funds performed by the State Auditor for the year ended December 31, 2004. The opinion of the Auditor appears in the financial section of this report.

GFOA Certificate of Achievement

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Warren County for its Comprehensive Annual Financial Report for the fiscal year ended December 31, 2003. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report whose contents conform to program standards. Such comprehensive annual financial reports must also satisfy both generally accepted accounting principles (GAAP) and applicable legal requirements.

A Certificate of Achievement is valid for one year only. Warren County has received a Certificate of Achievement for the last 13 years (1991 - 2003). We believe our current report continues to conform to the Certificate of Achievement program requirements, and we are submitting it to the GFOA for consideration for a Certificate of Achievement for 2004.

Acknowledgments

The publication of this report is a continuation of the level of professionalism the Warren County Auditor's office has strived to attain, and it significantly increases the accountability of Warren County government to its taxpayers.

The preparation of this comprehensive annual financial report would not have been possible without the cooperation of the County elected officials and their staffs. I would also like to recognize the following people for their exceptional contribution to this effort.

Robyn Crisenbery, Auditor's Office, Director Financial Operations	
Patti Taulbee, Auditor's Office	Gary Browning, Data Processing Director
Brenda Quillen, Auditor's Office	Donald J. Schonhardt and Associates, Inc.
Vicki J. Warnock, Auditor's Office	

Sincerely,



Nick Nelson,
Warren County Auditor

WARREN COUNTY, OHIO

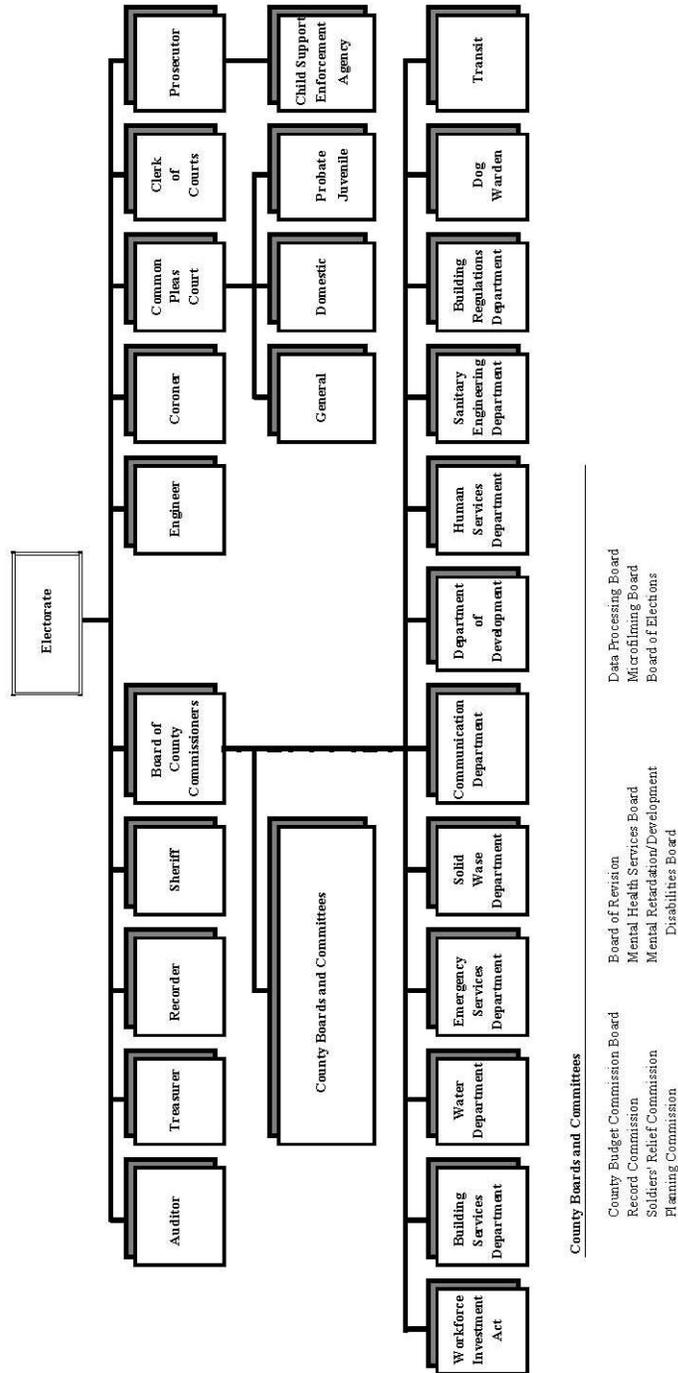
*List of Elected Officials
For the Year Ended December 31, 2004*

Office Held	Name of Official
Auditor	Nick Nelson
Clerk of Courts	James L. Spaeth
Commissioners	Pat Arnold South C. Michael Kilburn Larry Crisenbery
Coroner	Warren C. Young Jr.
Engineer	Neil Tunison
Prosecutor	Rachel Hutzal
Recorder	Beth Deckard
Sheriff	William Thomas Ariss
Treasurer	Jim LeFevers

JUDGES

Common Please Judges: General Division	Neil B. Bronson James L. Flannery
Domestic Relations	Tim Oliver
Juvenile/Probate	Michael E. Powell
County Court Judges	Dallas Powers James Heath

County Organizational Chart
For the Year Ended December 31, 2004



**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**Warren County,
Ohio**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
December 31, 2003

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.



Nancy L. Ziehl

President

Jeffrey R. Emer

Executive Director



FINANCIAL SECTION





Auditor of State Betty Montgomery

INDEPENDENT ACCOUNTANTS' REPORT

Warren County
406 Justice Drive
Lebanon, Ohio 45036

To the Board of County Commissioners:

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Warren County, Ohio (the County), as of and for the year ended December 31, 2004, 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 component unit (Production Services Unlimited, Inc.). Other auditors audited those financial statements. They have furnished their report thereon to us, and we base our opinion, insofar as it relates to the amounts included for the component unit (Production Services Unlimited, Inc.) on the report 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 the Comptroller General of the United States' *Government Auditing Standards*. Those standards require that we plan and perform the audit to reasonably assure whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe our audit provides a reasonable basis for our opinions.

In our opinion, based on our audit and the report of the other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Warren County, Ohio, as of December 31, 2004, and the respective changes in financial position and cash flows, where applicable, thereof and the respective budgetary comparisons for the General Fund and Board of Mental Retardation Fund 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 20, 2005, on our consideration of the Government's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. While we did not opine on the internal control over financial reporting or on compliance, that report describes the scope of our testing of internal control over financial reporting and compliance and the results of that testing. That report is an integral part of an audit performed in accordance with *Government Auditing Standards*. You should read it in conjunction with this report in assessing the results of our audit.

The Management Discussion and Analysis is not a required part of the basic financial statements but is supplementary information accounting principles generally accepted in the United States of America requires. We have applied certain limited procedures, consisting principally of inquiries of management regarding the methods of measuring and presenting the required supplementary information. However, we did not audit the information and express no opinion on it.

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

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 20, 2005

The discussion and analysis of Warren County's financial performance provides an overall review of the County's financial activities for the year ended December 31, 2004. The intent of this discussion and analysis is to look at the County's financial performance as a whole; readers should also review the transmittal letter, notes to the basic financial statements and financial statements to enhance their understanding of the County's financial performance.

FINANCIAL HIGHLIGHTS

Key financial highlights for 2004 are as follows:

- In total, net assets increased \$27 million. Net assets of governmental activities increased \$12.2 million, which represents a 9.1% increase from net assets of 2003. Net assets of business-type activities increased \$14.8 million or 9.8% from net assets of 2003.
- General revenues accounted for \$70.2 million in revenue or 49% of all revenues. Program specific revenues in the form of charges for services and grants and contributions accounted for \$73.6 million or 51% of total revenues of \$143.8 million.
- The County had \$94.4 million in expenses related to governmental activities; only \$36.5 million of these expenses were offset by program specific charges for services, grants or contributions.
- Among major funds, the general fund had \$49.5 million in revenues and \$38 million in expenditures. The general fund's fund balance increased \$5.5 million to a balance of \$21.5 million. This increase is attributable to the over \$6.5 million in revenue received from the reinstated property tax levy of 1.57 mills of assessed value.
- Net assets for enterprise funds increased by \$14.8 million. This increase is attributable to capital contributions received from tap-in-fees and private developments.

OVERVIEW OF THE FINANCIAL STATEMENTS

This annual report consists of three parts – *management's discussion and analysis*, the *basic financial statements*, and an optional section that presents *combining statements* for nonmajor governmental funds. The basic financial statements include two kinds of statements that present different views of the County:

These statements are as follows:

The Government-Wide Financial Statements – These statements provide both long-term and short-term information about the County's overall financial status.

The Fund Financial Statements – These statements focus on individual parts of the County, reporting the County's operations in more detail than the government-wide statements.

The financial statements also include notes that provide more detailed data and explain some of the information in the financial statements.

Government-wide Statements

The government-wide statements report information about the County as a whole, including Production Services Unlimited, Inc. the County's discretely presented component unit, using accounting methods similar to those used by private-sector companies. The statement of net assets includes all of the County's assets and liabilities. All of the current year's revenues and expenses are accounted for in the statement of activities regardless of when cash is received or paid.

The two government-wide statements report the County's net assets and how they have changed. Net-assets (the difference between the County's assets and liabilities) are one way to measure the County's financial health or position.

- Over time, increases or decreases in the County's net assets are an indicator of whether its financial health is improving or deteriorating, respectively.
- To assess the overall health of the County you need to consider additional nonfinancial factors such as changes in the County's tax base and the condition of County capital assets.

The government-wide financial statements of the County are divided into two categories:

- *Governmental Activities* – Most of the County's programs and services are reported here including public safety, health, human services, community and economic development and public works.
- *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. All of the County's enterprise activities are reported as business-type activities.

A separately issued audit report containing financial statements is available from Production Services Unlimited, Inc. at 575 Columbus Avenue, Lebanon, Ohio 45036.

Fund Financial Statements

The fund financial statements provide more detailed information about the County's most significant funds, not the County as a whole. Funds are accounting devices that the County uses to keep track of specific sources of funding and spending for particular purposes. The County's major governmental funds are the General Fund, the Board of Mental Retardation Fund and the Special Assessment Fund. The County's major enterprise funds are the Water Fund, Sewer Fund, Storm Water Fund, Sheriff's Fund, and the Communications Rotary Fund.

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 expendable resources, as well as on balances of expendable resources available at the end of the 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.

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 five enterprise funds to account for water, sewer, storm water, sheriff, and the communications rotary operations. All five of the enterprise funds are reported as major funds.

Internal Service funds are an accounting device used to accumulate and allocate costs internally among the County's various functions. The County's internal service funds report on County department's vehicle maintenance, gasoline purchases and self-insurance programs for employee medical benefits.

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 a private purpose trust fund and agency funds.

WARREN COUNTY, OHIO**Management's Discussion and Analysis
For the Year Ended December 31, 2004****Unaudited****FINANCIAL ANALYSIS OF THE COUNTY AS A WHOLE**

This is the second year for government-wide financial statements using the full accrual basis of accounting. The table below provides a comparison of 2004 to 2003 for both the Governmental and Business-type activities.

	Governmental Activities		Business-type Activities		Total	
	2004	Restated 2003	2004	2003	2004	2003
Current and other assets	\$129,585,164	\$119,809,104	\$38,519,556	\$42,462,154	\$168,104,720	\$162,271,258
Capital assets, Net	86,177,087	83,659,879	149,057,753	140,453,942	235,234,840	224,113,821
Total assets	215,762,251	203,468,983	187,577,309	182,916,096	403,339,560	386,385,079
Long-term debt outstanding	33,265,519	34,113,186	19,752,274	29,261,623	53,017,793	63,374,809
Other liabilities	36,143,754	35,245,729	1,250,373	1,918,893	37,394,127	37,164,622
Total liabilities	69,409,273	69,358,915	21,002,647	31,180,516	90,411,920	100,539,431
Net assets						
Invested in capital assets, net of related debt	78,444,697	75,939,187	131,385,110	113,424,773	209,829,807	189,363,960
Restricted	69,109,801	65,290,504	315,601	391,989	69,425,402	65,682,493
Unrestricted (Deficit)	(1,201,520)	(7,119,623)	34,873,951	37,918,818	33,672,431	30,799,195
Total net assets	\$146,352,978	\$134,110,068	\$166,574,662	\$151,735,580	\$312,927,640	\$285,845,648

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WARREN COUNTY, OHIO

**Management's Discussion and Analysis
For the Year Ended December 31, 2004**

Unaudited

Changes in Net Assets – The following table shows the changes in net assets for the fiscal year 2003 and 2004:

	Governmental Activities		Business-type Activities		Total	Total
	2004	2003	2004	2003	2004	2003
Revenues						
Program revenues:						
Charges for Services and Sales	\$14,130,716	\$15,708,084	\$16,812,554	\$15,524,768	\$30,943,270	\$31,232,852
Operating Grants and Contributions	16,378,470	15,848,191	173,182	399,701	16,551,652	16,247,892
Capital Grants and Contributions	5,983,261	5,471,404	20,092,628	14,315,030	26,075,889	19,786,434
General revenues:						
Property Taxes	31,378,957	24,144,523	0	0	31,378,957	24,144,523
Sales Taxes	22,964,671	21,559,525	0	0	22,964,671	21,559,525
Other Local Taxes	351,176	223,732	0	0	351,176	223,732
Motor Vehicle and Gasoline Taxes	6,871,498	6,547,876	0	0	6,871,498	6,547,876
Shared Revenues	6,547,992	5,826,401	0	0	6,547,992	5,826,401
Investment Earnings	2,054,124	1,816,825	74,084	26,829	2,128,208	1,843,654
Miscellaneous	20,132	3,251	0	0	20,132	3,251
Total revenues	106,680,997	97,149,812	37,152,448	30,266,328	143,833,445	127,416,140
Program Expenses						
General Government:						
Legislative and Executive	16,094,889	15,801,327	0	0	16,094,889	15,801,327
Judicial	8,859,116	7,385,089	0	0	8,859,116	7,385,089
Public Safety	17,312,747	19,427,597	0	0	17,312,747	19,427,597
Public Works	11,543,019	6,108,609	0	0	11,543,019	6,108,609
Health	838,628	638,477	0	0	838,628	638,477
Human Services	37,562,356	35,895,122	0	0	37,562,356	35,895,122
Community and Economic Development	791,039	856,785	0	0	791,039	856,785
Interest and Fiscal Charges	1,436,293	1,391,801	0	0	1,436,293	1,391,801
Business Type Activities:						
Water	0	0	10,791,794	8,776,350	10,791,794	8,776,350
Sewer	0	0	9,641,749	8,642,247	9,641,749	8,642,247
Sheriff	0	0	1,843,104	1,759,694	1,843,104	1,759,694
Communications Rotary	0	0	36,719	37,337	36,719	37,337
Storm Water Fund	0	0	0	0	0	0
Total expenses	94,438,087	87,504,807	22,313,366	19,215,628	116,751,453	106,720,435
Total Change in Net Assets	12,242,910	9,645,005	14,839,082	11,050,700	27,081,992	20,695,705
Restated Beginning Net Assets	134,110,068	124,465,063	151,735,580	140,684,880	285,845,648	265,149,943
Ending Net Assets	\$146,352,978	\$134,110,068	\$166,574,662	\$151,735,580	\$312,927,640	\$285,845,648

WARREN COUNTY, OHIO

Management's Discussion and Analysis For the Year Ended December 31, 2004

Unaudited

Governmental Activities

Net assets of the County's governmental activities increased by \$12,242,910.

Shared revenue accounts were up \$1,045,213 over 2003. This is an 8.4% increase. Of this amount \$323,622 was additional Motor Vehicle and Gas Tax Revenue and \$721,591 was additional intergovernmental revenue not considered as program revenues.

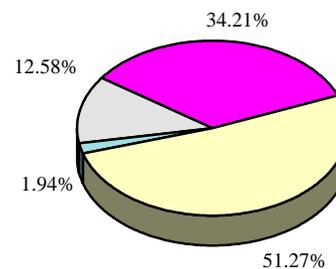
Program Revenues remained consistent with only a 1.5% decrease or \$535,232 less than 2003.

General tax revenue accounts for \$54,694,804 of the \$106,680,997 in total revenues for governmental activities. This is an increase of \$8.7 million over 2003. Of the total tax revenue, property tax accounted for \$31,378,957, sales tax accounted for \$22,964,671 and other tax revenue accounted for \$351,176. The percentage increases when compared to 2003 for the three categories were 30%, 6.5% and 57% respectively.

General Other revenue consisting of \$2,054,124 in investment earnings and \$20,132 in miscellaneous earning increased by \$254,180 or 14% over 2003.

The County's net charges to users of governmental services totaled \$57,945,640. This amount was subsidized by the County's general revenues of \$70,188,550.

Revenue Sources	2004	Percent of Total
Shared Revenues	\$13,419,490	12.58%
Program Revenues	36,492,447	34.21%
General Tax Revenues	54,694,804	51.27%
General Other	2,074,256	1.94%
Total Revenue	<u>\$106,680,997</u>	<u>100.00%</u>



Business-Type Activities

Net assets of the business-type activities increased by \$14,839,082. This increase is attributable to capital contributions received from tap-in-fees and private developments. These programs had revenues of \$37,078,364 and expenses of \$22,313,366 for fiscal year 2004. Business activities receive no support from tax revenues and remain self-supporting.

WARREN COUNTY, OHIO

*Management's Discussion and Analysis
For the Year Ended December 31, 2004*

Unaudited

FINANCIAL ANALYSIS OF THE COUNTY'S FUNDS

The County's governmental funds reported a combined fund balance of \$66,335,550, which exceeds last year's total of \$56,684,023. The schedule below indicates the fund balance and the total change in fund balance as of December 31, 2004 and 2003.

	Fund Balance December 31, 2004	Fund Balance December 31, 2003	Increase (Decrease)
General	\$21,571,625	\$16,017,331	\$5,554,294
Board of Mental Retardation	16,077,266	13,114,895	2,962,371
Special Assessment	1,890,301	1,834,055	56,246
Other Governmental	26,796,358	25,897,742	898,616
Total	<u>\$66,335,550</u>	<u>\$56,864,023</u>	<u>\$9,471,527</u>

General Fund – Although the County's General Fund revenues exceeded expenses by \$11.5 million, the General Fund's balance only increased by \$5.5 million primarily due to transfers out to other funds. The tables that follow assist in illustrating the financial activities and balance of the General Fund:

	2004 Revenues	2003 Revenues	Increase (Decrease)
Taxes	\$34,771,621	\$26,278,415	\$8,493,206
Intergovernmental Revenues	4,932,666	4,046,132	886,534
Charges for Services	6,116,449	6,648,533	(532,084)
Licenses and Permits	20,132	24,062	(3,930)
Investment Earnings	2,000,356	1,895,241	105,115
Fines and Forfeitures	377,222	405,258	(28,036)
All Other Revenue	1,280,101	1,063,976	216,125
Total	<u>\$49,498,547</u>	<u>\$40,361,617</u>	<u>\$9,136,930</u>

WARREN COUNTY, OHIO

Management's Discussion and Analysis For the Year Ended December 31, 2004

Unaudited

Tax revenues increased 32%. This was primarily due to \$5.8 million in property tax revenues resulting from the 2003 levy of 1.57 mills in property taxes and an additional \$1.4 million in sales tax collections. Intergovernmental Revenue generated a 22% increase. The majority of this increase was revenue received from the State of Ohio on the 10% rollback in property taxes that amounted to \$743,577.

	2004 Expenditures	2003 Expenditures	Increase (Decrease)
General Government:			
Legislative and Executive	\$14,112,416	\$14,563,185	(\$450,769)
Judicial	5,968,165	4,968,250	999,915
Public Safety	16,976,099	16,264,245	711,854
Human Services	897,032	836,424	60,608
Debt Service:			
Principal Retirement	16,288	13,543	2,745
Interest and Fiscal Charges	4,130	2,587	1,543
Total	<u>\$37,974,130</u>	<u>\$36,648,234</u>	<u>\$1,325,896</u>

General Fund Legislative and Executive expenses once again decreased. In 2004 the decrease was 3% whereas in 2003 the expenses were down 6%. Judicial expenses were up 20% primarily due to increases in personal services and contractual services categories. Public Safety expenses were up by 4% due to increases in personal services.

Board of Mental Retardation Fund – Revenues decreased by 6.9% over 2003 while expenditures increased 4.6%. Tax revenue accounted for 71.7% of the total revenues and intergovernmental revenue accounted for 27.1%. Personal services had the largest expenditure increase. The fund balance of this fund increased by \$2.9 million in 2004.

Special Assessment Fund – The fund balance reported in the County's Special Assessment Fund increased by nearly 3.1%, as a result of increase in assessments levied against affected property owners.

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

During the course of fiscal year 2004 the County amended its General Fund budget numerous times, none significant. This resulted in a net increase of \$2.6 million. The majority of the increase, \$2.3 million allowed for transfers to County construction projects.

For the General Fund, budget basis revenue of \$42.2 million did not change when compared to the original budget estimates. The General Fund had an adequate fund balance to cover expenditures.

CAPITAL ASSETS AND DEBT ADMINISTRATION**Capital Assets**

At the end of fiscal 2004 the County had \$235,234,840 net of accumulated depreciation invested in capital assets for its governmental and business type activities. Of this total, \$86,177,087 was related to governmental activities and \$149,057,753 to the business-type activities.

General Government's largest increase in excess \$1 million was in Infrastructure. The increase resulted from improvements to both roads and bridges within the county. General Government's Construction in Progress was up \$3.8 million of which 2.1 million was used to make improvements to county buildings and 1.7 million was used to make improvements to county roads and bridges.

Business Type's largest increase of \$26.8 million was in Land Improvements. The land improvements involved \$8.5 million in additional water lines, \$16.3 million in additional sewer lines and \$2.0 million in the development of five new wells. Buildings, Structures and Improvements increased \$9.2 million due to the construction of six additional sewer lift stations, two sewer lift station upgrades, one new elevated water storage tank, and one new water chemical feed building. Construction in Progress decreased by \$22.1 million with the completion of eight water projects and six sewer projects, all of which contributed to the above increases in Land Improvements and increases in Buildings, Structures and Improvements. Additional information on the County's capital assets can be found in Note 10.

The following table summarizes the County's capital assets as of December 31, 2004 and December 31, 2003:

	Governmental Activities		Increase (Decrease)
	2004	2003	
Land	\$4,915,451	\$4,915,451	\$0
Construction in Progress	5,074,122	1,273,740	3,800,382
Total Non-Depreciable Capital Assets	<u>9,989,573</u>	<u>6,189,191</u>	<u>3,800,382</u>
Land Improvements	496,516	330,192	166,324
Buildings, Structures and Improvements	48,700,311	48,700,311	0
Furniture, Fixtures and Equipment	13,971,349	14,004,867	(33,518)
Infrastructure	57,293,748	56,279,838	1,013,910
Less: Accumulated Depreciation	(44,274,410)	(41,844,520)	(2,429,890)
Total Depreciable Capital Assets	<u>76,187,514</u>	<u>77,470,688</u>	<u>(1,283,174)</u>
Totals	<u>\$86,177,087</u>	<u>\$83,659,879</u>	<u>\$2,517,208</u>

WARREN COUNTY, OHIO**Management's Discussion and Analysis
For the Year Ended December 31, 2004****Unaudited**

	Business-Type Activities		Increase (Decrease)
	2004	2003	
Land	\$2,152,507	\$2,024,321	\$128,186
Construction in Progress	883,063	23,013,979	(22,130,916)
Total Non-Depreciable Capital Assets	3,035,570	25,038,300	(22,002,730)
Land Improvements	134,120,879	107,353,084	26,767,795
Buildings, Structures and Improvements	55,240,587	46,055,413	9,185,174
Furniture, Fixtures and Equipment	2,853,361	2,842,093	11,268
Less: Accumulated Depreciation	(46,192,644)	(40,834,948)	(5,357,696)
Total Depreciable Capital Assets	146,022,183	115,415,642	30,606,541
Totals	\$149,057,753	\$140,453,942	\$8,603,811

Debt

At December 31, 2004, the County had general obligation debt outstanding of \$22.1 million in bonds. Of this amount, \$6.1 million comprises debt backed by the full faith and credit of the County and \$16 million is special assessment debt for which the County is liable in the event of default by the property owner subject to the assessment. The County also had outstanding principal of \$329,834 in an Ohio Public Works Commission loan and \$6.6 million of outstanding principal in an Ohio Department of Development Loan (State 166). The Water and Sewer enterprise funds had \$17.3 million of revenue bonds, \$665,244 in OWDA Loans, and \$1.2 million in Long-Term Contracts with Cincinnati Waterworks outstanding at December 31, 2004.

The County's long-term debt decreased by \$847,667 or 2.5% during the 2004 fiscal year, and the County's Water and Sewer debt decreased by \$9.5 million or 32.5%. The County maintains an "Aa2" rating from Moody's Investors Service, Inc. for general obligation debt.

In addition to the bonded debt, the County's long-term obligations include compensated absences. Additional information on the County's long-term debt can be found in Note 14 of this report.

The County currently has no bond anticipation notes outstanding as of December 31, 2004.

WARREN COUNTY, OHIO

Management's Discussion and Analysis For the Year Ended December 31, 2004

Unaudited

The following table summarizes the County's debt outstanding as of December 31, 2004 and December 31, 2003:

	<u>2004</u>	<u>2003</u>
Governmental Activities:		
General Obligation Bonds	\$6,145,000	\$6,505,000
Special Assessment Bonds	15,958,950	16,746,000
Loans	6,889,813	6,761,696
Capital Leases	42,577	48,997
Compensated Absences	4,229,179	4,051,493
Total Governmental Activities	<u>33,265,519</u>	<u>34,113,186</u>
Business-Type Activities:		
Mortgage Revenue Bonds	\$17,291,845	\$26,116,194
Loans	665,244	1,074,125
Long-term Contracts	1,225,140	1,559,232
Compensated Absences	570,045	512,072
Total Business-Type Activities	<u>19,752,274</u>	<u>29,261,623</u>
Totals	<u>\$53,017,793</u>	<u>\$63,374,809</u>

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

Unemployment rates have risen nation-wide, however Warren County's employment rate has continued since 1990 to be better than both the state and national rate. During 2004 the County had a 4.0% unemployment rate as compared to a 5.10% national rate and a statewide rate of 5.5%. Warren County is credited with being one of the highest "new job" growth counties in the state.

While Warren County remains in strong financial shape, the County's budget for the general fund in 2005 is very conservative. Total revenues for 2005 are projected to be \$44.5 million which is actually 10.5% less than was actually received in fiscal year 2004. Due to an additional Common Pleas Court Judge, other criminal justice expenses, and the ever present increase in employee health care benefit costs, the General Fund's anticipated expenses have increased 6.7% from \$46.3 million in 2004 to \$49.4 million in 2005. Our County Sales Tax for 2005 is projected to be \$21 million, about \$1.7 million less than we actually received in 2004. Investment income is expected to remain low, a reflection of the existing low interest rates currently being experienced.

Although this conservative budget is a reflection of a volatile economic climate, local business development in the County continues to grow. In 2004, our Economic Development Department reported working with 10 new companies. Six were expansions, two were intra-regional relocations and 2 were new companies. The result was 581 new jobs and 793 retained jobs, with a total investment by the companies of \$113.9 million. 2004 was a record year for issuing Commercial Permits. With 563 Commercial permits issued, (valued at \$21.9 million) this supersedes the closest year of 1998 (157 Commercial permits issued) by 406 permits. This is mainly due to the Deerfield Towne Center outdoor mall complex, located in Deerfield Township.

REQUESTS FOR INFORMATION

This financial report is designed to provide our citizens, taxpayers, investors and creditors with a general overview of the County's finances and to show the County's accountability for the money it receives. If you have questions about this report or need additional financial information contact Nick Nelson, Warren County Auditor, 406 Justice Drive, Lebanon, Ohio 45036.

WARREN COUNTY, OHIO

**Statement of Net Assets
December 31, 2004**

	Primary Government			Component Unit
	Governmental Activities	Business-Type Activities	Total	Production Services Unlimited, Inc.
Assets:				
Cash and Cash Equivalents	\$ 64,708,367	\$ 30,016,050	\$ 94,724,417	\$ 132,395
Receivables:				
Taxes	32,641,240	0	32,641,240	0
Accounts	348,013	2,413,904	2,761,917	37,534
Intergovernmental	9,818,108	2,824	9,820,932	0
Interest	491,776	6,807	498,583	0
Special Assessments	20,707,588	0	20,707,588	0
Internal Balances	(41,893)	41,893	0	0
Inventory of Supplies at Cost	705,472	486,479	1,191,951	0
Prepaid Items	206,493	11,027	217,520	0
Restricted Assets:				
Cash and Cash Equivalents with Fiscal Agent	0	315,601	315,601	0
Prepaid Water Contract	0	3,715,385	3,715,385	0
Unamortized Bond Issuance Costs	0	354,214	354,214	0
Deferred Loss on Early Retirement of Debt	0	1,155,372	1,155,372	0
Non-Depreciable Capital Assets	9,989,573	3,035,570	13,025,143	0
Depreciable Capital Assets, Net	76,187,514	146,022,183	222,209,697	23,029
Total Assets	215,762,251	187,577,309	403,339,560	192,958
Liabilities:				
Accounts Payable	3,419,084	731,878	4,150,962	0
Accrued Wages and Benefits Payable	751,383	81,866	833,249	13,522
Intergovernmental Payable	1,252,143	371,041	1,623,184	0
Claims Payable	1,253,791	0	1,253,791	0
Deferred Revenue	29,369,302	0	29,369,302	0
Accrued Interest Payable	98,051	65,588	163,639	0
Long Term Liabilities:				
Due Within One Year	1,621,222	1,729,220	3,350,442	0
Due in More Than One Year	31,644,297	18,023,054	49,667,351	0
Total Liabilities	69,409,273	21,002,647	90,411,920	13,522
Net Assets:				
Invested in Capital Assets, Net of Related Debt	78,444,697	131,385,110	209,829,807	0
Restricted For:				
Capital Projects	3,355,161	0	3,355,161	0
Debt Service	23,692,901	315,601	24,008,502	0
Other Purposes	42,061,739	0	42,061,739	0
Unrestricted (Deficit)	(1,201,520)	34,873,951	33,672,431	179,436
Total Net Assets	\$ 146,352,978	\$ 166,574,662	\$ 312,927,640	\$ 179,436

See accompanying notes to the basic financial statements

WARREN COUNTY, OHIO

**Statement of Activities
For the Year Ended December 31, 2004**

	Expenses	Program Revenues		
		Charges for Services and Sales	Operating Grants and Contributions	Capital Grants and Contributions
Governmental Activities:				
General Government:				
Legislative and Executive	\$ 16,094,889	\$ 7,034,649	\$ 220,963	\$ 0
Judicial	8,859,116	2,341,374	46,362	0
Public Safety	17,312,747	2,523,847	1,861,009	1,277,840
Public Works	11,543,019	773,116	0	3,050,988
Health	838,628	451,074	94,900	120,000
Human Services	37,562,356	942,687	13,964,450	98,953
Community and Economic Development	791,039	63,969	190,786	1,435,480
Interest and Fiscal Charges	1,436,293	0	0	0
Total Governmental Activities	94,438,087	14,130,716	16,378,470	5,983,261
Business-Type Activities:				
Water	10,791,794	7,875,254	8,000	11,107,608
Sewer	9,641,749	6,904,423	165,182	8,978,717
Sheriff	1,843,104	1,989,786	0	0
Communications Rotary	36,719	43,091	0	0
Storm Water	0	0	0	6,303
Total Business-Type Activities	22,313,366	16,812,554	173,182	20,092,628
Total Primary Government	\$ 116,751,453	\$ 30,943,270	\$ 16,551,652	\$ 26,075,889
Component Unit:				
Production Services Unlimited, Inc.	\$ 309,225	\$ 341,346	\$ 0	\$ 0

General Revenues:

Property Taxes
Sales Taxes
Other Local Taxes
Motor Vehicle and Gasoline Taxes
Shared Revenues
Investment Earnings
Miscellaneous

Total General Revenues

Change in Net Assets

Net Assets Beginning of Year, Restated

Net Assets End of Year

See accompanying notes to the basic financial statements

WARREN COUNTY, OHIO

Net (Expense) Revenue and Changes in Net Assets			
Governmental Activities	Business-Type Activities	Total	Production Services Unlimited, Inc.
\$ (8,839,277)	\$ 0	\$ (8,839,277)	
(6,471,380)	0	(6,471,380)	
(11,650,051)	0	(11,650,051)	
(7,718,915)	0	(7,718,915)	
(172,654)	0	(172,654)	
(22,556,266)	0	(22,556,266)	
899,196	0	899,196	
<u>(1,436,293)</u>	<u>0</u>	<u>(1,436,293)</u>	
<u>(57,945,640)</u>	<u>0</u>	<u>(57,945,640)</u>	
0	8,199,068	8,199,068	
0	6,406,573	6,406,573	
0	146,682	146,682	
0	6,372	6,372	
<u>0</u>	<u>6,303</u>	<u>6,303</u>	
<u>0</u>	<u>14,764,998</u>	<u>14,764,998</u>	
<u>(57,945,640)</u>	<u>14,764,998</u>	<u>(43,180,642)</u>	
			\$ 32,121
31,378,957	0	31,378,957	0
22,964,671	0	22,964,671	0
351,176	0	351,176	0
6,871,498	0	6,871,498	0
6,547,992	0	6,547,992	0
2,054,124	74,084	2,128,208	1,695
<u>20,132</u>	<u>0</u>	<u>20,132</u>	<u>0</u>
<u>70,188,550</u>	<u>74,084</u>	<u>70,262,634</u>	<u>1,695</u>
12,242,910	14,839,082	27,081,992	33,816
<u>134,110,068</u>	<u>151,735,580</u>	<u>285,845,648</u>	<u>145,620</u>
<u>\$ 146,352,978</u>	<u>\$ 166,574,662</u>	<u>\$ 312,927,640</u>	<u>\$ 179,436</u>

WARREN COUNTY, OHIO

**Balance Sheet
Governmental Funds
December 31, 2004**

	General	Board of Mental Retardation	Special Assessment	Other Governmental Funds	Total Governmental Funds
Assets:					
Cash and Cash Equivalents	\$ 17,549,783	\$ 16,035,678	\$ 1,936,990	\$ 28,076,165	\$ 63,598,616
Receivables:					
Taxes	10,947,718	17,433,151	0	4,260,371	32,641,240
Accounts	157,396	0	0	182,506	339,902
Intergovernmental	2,143,428	1,290,669	0	6,364,648	9,798,745
Interest	490,591	0	0	1,185	491,776
Special Assessments	0	0	20,707,588	0	20,707,588
Due from Other Funds	113,691	0	0	206,566	320,257
Interfund Loans Receivable	25,000	0	0	47,167	72,167
Inventory of Supplies, at Cost	13,570	0	0	681,662	695,232
Prepaid Items	176,808	14,329	0	15,356	206,493
Total Assets	\$ 31,617,985	\$ 34,773,827	\$ 22,644,578	\$ 39,835,626	\$ 128,872,016
Liabilities:					
Accounts Payable	\$ 410,272	\$ 484,770	\$ 255	\$ 2,294,209	\$ 3,189,506
Accrued Wages and Benefits Payable	405,339	158,927	0	186,424	750,690
Intergovernmental Payable	469,804	166,901	0	615,334	1,252,039
Claims Payable	0	4,332	0	0	4,332
Due to Other Funds	23,896	12,387	0	283,263	319,546
Interfund Loans Payable	0	0	0	200,000	200,000
Deferred Revenue	8,666,332	17,864,304	20,754,022	9,421,364	56,706,022
Compensated Absences Payable	70,717	4,940	0	38,674	114,331
Total Liabilities	10,046,360	18,696,561	20,754,277	13,039,268	62,536,466
Fund Balances:					
Reserved for Encumbrances	2,019,841	605,409	0	6,731,656	9,356,906
Reserved for Prepaid Items	176,808	14,329	0	15,356	206,493
Reserved for Supplies Inventory	13,570	0	0	681,662	695,232
Reserved for Debt Service	0	0	1,890,301	996,961	2,887,262
Reserved for Interfund Loans Receivable	25,000	0	0	47,167	72,167
Undesignated, Unreserved in:					
General Fund	19,336,406	0	0	0	19,336,406
Special Revenue Funds	0	15,457,528	0	19,165,027	34,622,555
Capital Projects Funds	0	0	0	(881,971)	(881,971)
Permanent Fund	0	0	0	40,500	40,500
Total Fund Balances	21,571,625	16,077,266	1,890,301	26,796,358	66,335,550
Total Liabilities and Fund Balances	\$ 31,617,985	\$ 34,773,827	\$ 22,644,578	\$ 39,835,626	\$ 128,872,016

See accompanying notes to the basic financial statements

***Reconciliation Of Total Governmental Fund Balances
To Net Assets Of Governmental Activities
December 31, 2004***

Total Governmental Fund Balances \$ 66,335,550

***Amounts reported for governmental activities in the
statement of net assets are different because:***

Capital Assets used in governmental activities are not resources and
therefore are not reported in the funds. 86,177,087

Other long-term assets are not available to pay for current period
expenditures and therefore are deferred in the funds. 27,336,720

Long-term liabilities, including bonds payable, are not due and payable
in the current period and therefore are not reported in the funds. (33,438,196)

Internal Service Funds are used by management to charge the costs of
vehicle maintenance, insurance and gasoline to individual funds. The
assets and liabilities of the internal service funds are included in
governmental activities in the statement of net assets. This is the
amount that applies to the governmental activities. (58,183)

Net Assets of Governmental Funds \$ 146,352,978

See accompanying notes to the basic financial statements

WARREN COUNTY, OHIO

**Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended December 31, 2004**

	General	Board of Mental Retardation	Special Assessment	Other Governmental Funds	Total Governmental Funds
Revenues:					
Taxes	\$ 34,771,621	\$ 15,410,047	\$ 0	\$ 4,764,878	\$ 54,946,546
Intergovernmental Revenues	4,932,666	5,822,891	0	23,111,809	33,867,366
Charges for Services	6,116,449	52,122	51,950	4,980,313	11,200,834
Licenses and Permits	20,132	0	0	115	20,247
Investment Earnings	2,000,356	0	0	9,221	2,009,577
Special Assessments	0	0	1,903,056	116,950	2,020,006
Fines and Forfeitures	377,222	0	0	331,480	708,702
All Other Revenue	1,280,101	220,301	0	754,273	2,254,675
Total Revenue	49,498,547	21,505,361	1,955,006	34,069,039	107,027,953
Expenditures:					
Current:					
General Government:					
Legislative and Executive	14,112,416	0	0	1,198,945	15,311,361
Judicial	5,968,165	0	0	2,759,071	8,727,236
Public Safety	16,976,099	0	0	1,916,707	18,892,806
Public Works	0	0	0	6,708,772	6,708,772
Health	0	0	0	836,343	836,343
Human Services	897,032	18,542,990	0	17,934,365	37,374,387
Community and Economic Development	0	0	0	788,838	788,838
Capital Outlay	0	0	0	6,605,649	6,605,649
Debt Service:					
Principal Retirement	16,288	0	1,001,000	412,912	1,430,200
Interest and Fiscal Charges	4,130	0	897,760	360,748	1,262,638
Total Expenditures	37,974,130	18,542,990	1,898,760	39,522,350	97,938,230
Excess (Deficiency) of Revenues Over Expenditures	11,524,417	2,962,371	56,246	(5,453,311)	9,089,723
Other Financing Sources (Uses):					
Capital Lease Proceeds	12,036	0	0	0	12,036
Special Assessment Bonds Issued	0	0	0	213,950	213,950
Transfers In	0	0	0	6,041,025	6,041,025
Transfers Out	(5,990,281)	0	0	(50,744)	(6,041,025)
Total Other Financing Sources (Uses)	(5,978,245)	0	0	6,204,231	225,986
Net Change in Fund Balances	5,546,172	2,962,371	56,246	750,920	9,315,709
Fund Balances at Beginning of Year	16,017,331	13,114,895	1,834,055	25,897,742	56,864,023
Increase in Inventory Reserve	8,122	0	0	147,696	155,818
Fund Balances End of Year	\$ 21,571,625	\$ 16,077,266	\$ 1,890,301	\$ 26,796,358	\$ 66,335,550

See accompanying notes to the basic financial statements

WARREN COUNTY, OHIO

***Reconciliation Of The Statement Of Revenues, Expenditures
And Changes In Fund Balances Of Governmental Funds
To The Statement Of Activities
December 31, 2004***

Net Change in Fund Balances - Total Governmental Funds \$ 9,315,709

Amounts reported for governmental activities in the statement of activities are different because

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays and capital contributions exceeded depreciation. 2,449,021

Governmental funds only report the disposal of assets to the extent proceeds are received from the sale. In the statement of activities, a gain or loss is reported for each disposal. This is the amount of the loss on the disposal of fixed assets net of proceeds received. (118,118)

Revenues and transfers in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. (335,257)

The issuance of long-term debt (e.g. special assessment bonds, leases) provides current financial resources to governmental funds, while the repayment of principal of long-term debt consumes current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. 1,204,214

In the statement of activities, interest is accrued on outstanding bonds and loans, whereas in governmental funds, an interest expenditure is reported when due. (173,655)

Some expenses reported in the statement of activities, such as change in inventory and compensated absences, do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds. 53,318

The Internal Service Funds, which are used to charge the cost of services to individual funds, are not included in the statement of activities. Governmental fund expenditures and related internal service fund revenues are eliminated. The net revenue (expense) of the County's Internal Service Funds are allocated among the governmental and business-type activities. (152,322)

Change in Net Assets of Governmental Activities \$ 12,242,910

See accompanying notes to the basic financial statements

WARREN COUNTY, OHIO**Statement of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
General Fund
For the Year Ended December 31, 2004**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Taxes	\$ 29,410,500	\$ 29,410,500	\$ 34,487,658	\$ 5,077,158
Intergovernmental Revenues	4,033,734	4,033,734	5,153,163	1,119,429
Charges for Services	5,520,188	5,520,188	6,130,112	609,924
Licenses and Permits	10,600	10,600	20,094	9,494
Investment Earnings	2,007,500	2,007,500	1,792,586	(214,914)
Fines and Forfeitures	229,000	229,000	383,071	154,071
All Other Revenues	957,590	957,590	1,802,252	844,662
Total Revenues	<u>42,169,112</u>	<u>42,169,112</u>	<u>49,768,936</u>	<u>7,599,824</u>
Expenditures:				
Current:				
General Government:				
Legislative and Executive	16,831,960	18,728,959	16,782,723	1,946,236
Judicial	6,235,240	6,545,144	6,191,936	353,208
Public Safety	18,241,563	18,701,379	17,751,658	949,721
Human Services	987,661	1,144,356	928,957	215,399
Total Expenditures	<u>42,296,424</u>	<u>45,119,838</u>	<u>41,655,274</u>	<u>3,464,564</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(127,312)	(2,950,726)	8,113,662	11,064,388
Other Financing Sources (Uses):				
Transfers Out	(3,988,163)	(6,510,066)	(6,332,574)	177,492
Advances In	48,000	48,000	102,000	54,000
Advances Out	0	0	(79,000)	(79,000)
Total Other Financing Sources (Uses):	<u>(3,940,163)</u>	<u>(6,462,066)</u>	<u>(6,309,574)</u>	<u>152,492</u>
Net Change in Fund Balance	(4,067,475)	(9,412,792)	1,804,088	11,216,880
Fund Balance at Beginning of Year	10,362,594	10,362,594	10,362,594	0
Prior Year Encumbrances	2,757,835	2,757,835	2,757,835	0
Fund Balance at End of Year	<u>\$ 9,052,954</u>	<u>\$ 3,707,637</u>	<u>\$ 14,924,517</u>	<u>\$ 11,216,880</u>

See accompanying notes to the basic financial statements

WARREN COUNTY, OHIO

**Statement of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Special Revenue – Board of Mental Retardation Fund
For the Year Ended December 31, 2004**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Taxes	\$ 14,998,648	\$ 14,998,648	\$ 15,407,211	\$ 408,563
Intergovernmental Revenues	9,424,689	9,424,689	8,415,072	(1,009,617)
Charges for Services	20,000	20,000	52,122	32,122
All Other Revenues	220,000	220,000	296,141	76,141
Total Revenues	<u>24,663,337</u>	<u>24,663,337</u>	<u>24,170,546</u>	<u>(492,791)</u>
Expenditures:				
Current:				
Human Services	25,747,743	26,413,601	22,969,811	3,443,790
Total Expenditures	<u>25,747,743</u>	<u>26,413,601</u>	<u>22,969,811</u>	<u>3,443,790</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,084,406)	(1,750,264)	1,200,735	2,950,999
Other Financing Sources (Uses):				
Transfers In	110,000	110,000	0	(110,000)
Total Other Financing Sources (Uses):	<u>110,000</u>	<u>110,000</u>	<u>0</u>	<u>(110,000)</u>
Net Change in Fund Balance	(974,406)	(1,640,264)	1,200,735	2,840,999
Fund Balance at Beginning of Year	12,377,887	12,377,887	12,377,887	0
Prior Year Encumbrances	1,183,658	1,183,658	1,183,658	0
Fund Balance at End of Year	<u>\$ 12,587,139</u>	<u>\$ 11,921,281</u>	<u>\$ 14,762,280</u>	<u>\$ 2,840,999</u>

See accompanying notes to the basic financial statements

WARREN COUNTY, OHIO

***Statement of Net Assets
Proprietary Funds
December 31, 2004***

	Business-type activities - Enterprise Funds		
	Water	Sewer	Storm Water
Assets:			
Current Assets:			
Cash and Cash Equivalents	\$ 18,882,195	\$ 10,779,686	\$ 6,303
Receivables:			
Accounts	1,351,263	1,062,641	0
Intergovernmental	0	1,250	0
Interest	4,234	2,573	0
Due from Other Funds	0	0	0
Interfund Loans Receivable	50,000	85,000	0
Inventory of Supplies at Cost	427,320	59,159	0
Prepaid Items	5,125	5,902	0
Total Current Assets	20,720,137	11,996,211	6,303
Noncurrent Assets:			
Restricted Assets:			
Cash and Cash Equivalents with Fiscal Agent	119,611	195,990	0
Prepaid Water Contract	3,715,385	0	0
Unamortized Bond Issuance Costs	280,040	74,174	0
Deferred Loss on Early Retirement of Debt	1,155,372	0	0
Non-Depreciable Capital Assets	2,617,936	417,634	0
Depreciable Capital Assets, Net	66,989,154	79,033,029	0
Total Noncurrent Assets	74,877,498	79,720,827	0
Total Assets	95,597,635	91,717,038	6,303

WARREN COUNTY, OHIO

Sheriff	Communications Rotary	Total Enterprise Funds	Governmental Activities - Internal Service Funds
\$ 308,549	\$ 39,317	\$ 30,016,050	\$ 1,109,751
0	0	2,413,904	8,111
0	1,574	2,824	19,363
0	0	6,807	0
0	109	109	46,701
0	0	135,000	0
0	0	486,479	10,240
0	0	11,027	0
<u>308,549</u>	<u>41,000</u>	<u>33,072,200</u>	<u>1,194,166</u>
0	0	315,601	0
0	0	3,715,385	0
0	0	354,214	0
0	0	1,155,372	0
0	0	3,035,570	0
0	0	146,022,183	0
<u>0</u>	<u>0</u>	<u>154,598,325</u>	<u>0</u>
<u>308,549</u>	<u>41,000</u>	<u>187,670,525</u>	<u>1,194,166</u>

(Continued)

WARREN COUNTY, OHIO

**Statement of Net Assets
Proprietary Funds
December 31, 2004**

	Business-type activities - Enterprise Funds		
	Water	Sewer	Storm Water
Liabilities:			
Current Liabilities:			
Accounts Payable	540,574	189,351	0
Accrued Wages and Benefits Payable	26,957	25,335	0
Intergovernmental Payable	215,974	149,912	0
Claims Payable	0	0	0
Due to Other Funds	9,470	30,739	0
Interfund Loans Payable	7,167	0	0
Accrued Interest Payable	48,912	16,676	0
Mortgage Revenue Bonds Payable- Current	788,922	152,999	0
Ohio Water Development			
Authority Loans Payable - Current	0	438,294	0
Long-Term Contract Payable - Current	349,005	0	0
Total Current Liabilities	1,986,981	1,003,306	0
Noncurrent Liabilities			
Compensated Absences Payable	278,073	162,379	0
Mortgage Revenue Bonds Payable	13,067,893	3,282,031	0
Ohio Water Development			
Authority Loans Payable	0	226,950	0
Long-Term Contract Payable	876,135	0	0
Total Noncurrent Liabilities	14,222,101	3,671,360	0
Total Liabilities	16,209,082	4,674,666	0
Net Assets:			
Invested in Capital Assets, net of debt	55,960,547	75,424,563	0
Restricted for Debt Service	119,611	195,990	0
Unrestricted	23,308,395	11,421,819	6,303
Total Net Assets	\$ 79,388,553	\$ 87,042,372	\$ 6,303

Adjustment to reflect the consolidation of internal
fund activities related to the enterprise funds.
Net Assets of Business-type Activities

See accompanying notes to the basic financial statements

WARREN COUNTY, OHIO

Sheriff	Communications Rotary	Total Enterprise Funds	Governmental Activities - Internal Service Funds
0	1,953	731,878	36,862
29,574	0	81,866	693
5,155	0	371,041	104
0	0	0	1,249,459
0	0	40,209	7,312
0	0	7,167	0
0	0	65,588	0
0	0	941,921	0
0	0	438,294	0
0	0	349,005	0
<u>34,729</u>	<u>1,953</u>	<u>3,026,969</u>	<u>1,294,430</u>
129,593	0	570,045	3,759
0	0	16,349,924	0
0	0	226,950	0
0	0	876,135	0
<u>129,593</u>	<u>0</u>	<u>18,023,054</u>	<u>3,759</u>
<u>164,322</u>	<u>1,953</u>	<u>21,050,023</u>	<u>1,298,189</u>
0	0	131,385,110	0
0	0	315,601	0
<u>144,227</u>	<u>39,047</u>	<u>34,919,791</u>	<u>(104,023)</u>
<u>\$ 144,227</u>	<u>\$ 39,047</u>	<u>166,620,502</u>	<u>\$ (104,023)</u>
		<u>(45,840)</u>	
		<u>\$ 166,574,662</u>	

WARREN COUNTY, OHIO

**Statement of Revenues, Expenses and Changes in Fund Net Assets
Proprietary Funds
For the Year Ended December 31, 2004**

	Business-type activities - Enterprise Funds		
	Water	Sewer	Storm Water
Operating Revenues:			
Charges for Services	\$ 7,865,635	\$ 6,868,795	\$ 0
Tap in Fees	422,299	0	0
Other Operating Revenue	9,619	35,628	0
Total Operating Revenues	<u>8,297,553</u>	<u>6,904,423</u>	<u>0</u>
Operating Expenses:			
Personal Services	1,919,253	1,708,612	0
Contractual Services	555,332	1,664,265	0
Materials and Supplies	1,917,630	595,902	0
Utilities	2,519,906	1,770,568	0
Depreciation	2,654,721	2,905,615	0
Health Insurance Claims	0	0	0
Other Operating Expenses	56,830	101,716	0
Total Operating Expenses	<u>9,623,672</u>	<u>8,746,678</u>	<u>0</u>
Operating Income (Loss)	(1,326,119)	(1,842,255)	0
Nonoperating Revenue (Expenses):			
Intergovernmental Grants	8,000	165,182	0
Special Assessment Revenue	0	0	6,303
Investment Earnings	45,565	28,519	0
Interest and Fiscal Charges	(1,167,943)	(618,961)	0
Loss on Disposal of Capital Assets	0	(274,159)	0
Total Nonoperating Revenues (Expenses)	<u>(1,114,378)</u>	<u>(699,419)</u>	<u>6,303</u>
Income (Loss) Before Contributions	(2,440,497)	(2,541,674)	6,303
Capital Contributions - Tap in Fees	3,685,089	2,933,621	0
Capital Contributions	7,000,220	6,045,096	0
Change in Net Assets	8,244,812	6,437,043	6,303
Net Assets Beginning of Year	<u>71,143,741</u>	<u>80,605,329</u>	<u>0</u>
Net Assets End of Year	<u>\$ 79,388,553</u>	<u>\$ 87,042,372</u>	<u>\$ 6,303</u>

Change in Net Assets - Total Enterprise Funds

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

Change in Net Assets - Business-type Activities

See accompanying notes to the basic financial statements

WARREN COUNTY, OHIO

Sheriff	Communications Rotary	Total Enterprise	Governmental Activities - Internal Service Funds
\$ 1,989,786	\$ 43,091	\$ 16,767,307	\$ 8,487,199
0	0	422,299	0
0	0	45,247	47
<u>1,989,786</u>	<u>43,091</u>	<u>17,234,853</u>	<u>8,487,246</u>
1,836,714	0	5,464,579	52,692
0	0	2,219,597	1,304,323
0	36,719	2,550,251	441,908
0	0	4,290,474	0
0	0	5,560,336	0
0	0	0	6,849,115
0	0	158,546	50
<u>1,836,714</u>	<u>36,719</u>	<u>20,243,783</u>	<u>8,648,088</u>
153,072	6,372	(3,008,930)	(160,842)
0	0	173,182	0
0	0	6,303	0
0	0	74,084	0
0	0	(1,786,904)	0
0	0	(274,159)	0
<u>0</u>	<u>0</u>	<u>(1,807,494)</u>	<u>0</u>
153,072	6,372	(4,816,424)	(160,842)
0	0	6,618,710	0
<u>0</u>	<u>0</u>	<u>13,045,316</u>	<u>0</u>
153,072	6,372	14,847,602	(160,842)
(8,845)	32,675	151,772,900	56,819
<u>\$ 144,227</u>	<u>\$ 39,047</u>	<u>166,620,502</u>	<u>\$ (104,023)</u>
		14,847,602	
		(8,520)	
		<u>\$ 14,839,082</u>	

WARREN COUNTY, OHIO

***Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2004***

	Business-Type Activities - Enterprise Funds		
	Water	Sewer	Storm Water
<u>Cash Flows from Operating Activities:</u>			
Cash Received from Customers	\$8,080,810	\$6,787,397	\$0
Cash Payments for Goods and Services	(4,366,207)	(4,632,126)	0
Cash Payments to Employees	(1,939,016)	(1,733,022)	0
Net Cash Provided by Operating Activities	<u>1,775,587</u>	<u>422,249</u>	<u>0</u>
<u>Cash Flows from Noncapital Financing Activities:</u>			
Advances In	566,953	227,000	0
Advances Out	(214,225)	(175,604)	0
Net Cash Provided by Noncapital Financing Activities	<u>352,728</u>	<u>51,396</u>	<u>0</u>
<u>Cash Flows from Capital and Related Financing Activities:</u>			
Cash Received from Tap-in Fees in Excess of Cost	3,685,089	2,933,621	0
Cash Received from Intergovernmental Grants	8,000	165,182	0
Special Assessments Received	0	0	6,303
Acquisition and Construction of Assets	(1,100,930)	(457,461)	0
Principal Paid on General Obligation Notes Payable	0	(100,000)	0
Principal Paid on Revenue Bonds	(5,180,000)	(3,685,000)	0
Principal Paid on Long Term Contracts	(334,092)	0	0
Principal Paid on Ohio Water Development Authority Loan	0	(408,881)	0
Interest Paid on All Debt	(959,512)	(514,030)	0
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>(3,881,445)</u>	<u>(2,066,569)</u>	<u>6,303</u>
<u>Cash Flows from Investing Activities:</u>			
Receipts of Interest	41,916	26,232	0
Net Cash Provided by Investing Activities	<u>41,916</u>	<u>26,232</u>	<u>0</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(1,711,214)	(1,566,692)	6,303
Cash and Cash Equivalents at Beginning of Year	20,713,020	12,542,368	0
Cash and Cash Equivalents at End of Year	<u>\$19,001,806</u>	<u>\$10,975,676</u>	<u>\$6,303</u>
<u>Reconciliation of Cash and</u>			
<u>Cash Equivalents per the Balance Sheet:</u>			
Cash and Cash Equivalents	\$18,882,195	\$10,779,686	\$6,303
Restricted Cash with Fiscal Agent	119,611	195,990	0
Cash and Cash Equivalents at End of Year	<u>\$19,001,806</u>	<u>\$10,975,676</u>	<u>\$6,303</u>

WARREN COUNTY, OHIO

Sheriff	Communications Rotary	Total Enterprise	Governmental - Activities Internal Service Funds
\$1,989,786	\$47,907	\$16,905,900	\$8,531,772
0	(40,087)	(\$9,038,420)	(8,416,663)
(1,853,613)	0	(5,525,651)	(53,360)
136,173	7,820	2,341,829	61,749
0	0	793,953	0
0	0	(389,829)	0
0	0	404,124	0
0	0	6,618,710	0
0	0	173,182	0
0	0	6,303	0
0	0	(1,558,391)	0
0	0	(100,000)	0
0	0	(8,865,000)	0
0	0	(334,092)	0
0	0	(408,881)	0
0	0	(1,473,542)	0
0	0	(5,941,711)	0
0	0	68,148	0
0	0	68,148	0
136,173	7,820	(3,127,610)	61,749
172,376	31,497	33,459,261	1,048,002
\$308,549	\$39,317	\$30,331,651	\$1,109,751
\$308,549	\$39,317	\$30,016,050	\$1,109,751
0	0	315,601	0
\$308,549	\$39,317	\$30,331,651	\$1,109,751

(Continued)

WARREN COUNTY, OHIO

***Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2004***

	<u>Business-Type Activities - Enterprise Funds</u>		
	<u>Water</u>	<u>Sewer</u>	<u>Storm Water</u>
<u>Reconciliation of Operating Income (Loss) to Net Cash</u>			
<u>Provided by Operating Activities:</u>			
Operating Income (Loss)	(\$1,326,119)	(\$1,842,255)	\$0
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by Operating Activities:			
Depreciation Expense	2,654,721	2,905,615	0
Changes in Assets and Liabilities:			
(Increase) Decrease in Accounts Receivable	(216,743)	(115,776)	0
Decrease in Due from Other Funds	0	0	0
(Increase) Decrease in Intergovernmental Receivable	0	(1,250)	0
(Increase) Decrease in Inventory	230,767	(4,291)	0
(Increase) Decrease in Prepaid Items	520	(257)	0
Decrease in Prepaid Water Contract	176,923	0	0
Increase (Decrease) in Accounts Payable	159,385	8,817	0
Decrease in Accrued Wages and Benefits	(39,720)	(34,637)	0
Increase (Decrease) in Due to Other Funds	(207)	22,983	0
Increase (Decrease) in Intergovernmental Payables	112,397	(531,245)	0
Increase in Claims Payable	0	0	0
Increase in Compensated Absences	23,663	14,545	0
Total Adjustments	<u>3,101,706</u>	<u>2,264,504</u>	<u>0</u>
Net Cash Provided by Operating Activities	<u>\$1,775,587</u>	<u>\$422,249</u>	<u>\$0</u>

Schedule of Noncash Investing, Capital and Financing Activities:

At December 31, 2004 the Water and Sewer Funds had outstanding liabilities of \$258,061 and \$52,499 respectively for certain capital assets. The Water Fund received \$7,000,220 and the Sewer Fund received 6,045,096 of capital contributions from other funds, special assessments and developers. During 2004, the fair value of investments decreased by \$326 and \$208 in the Water and Sewer Funds, respectively.

See accompanying notes to the basic financial statements

WARREN COUNTY, OHIO

Sheriff	Communications Rotary	Total Enterprise	Governmental - Activities Internal Service Funds
\$153,072	\$6,372	(\$3,008,930)	(\$160,842)
0	0	5,560,336	0
0	0	(332,519)	80
0	1,073	1,073	5,658
0	3,743	2,493	(3,603)
0	0	226,476	2,270
0	0	263	0
0	0	176,923	0
0	(3,368)	164,834	7,139
(31,187)	0	(105,544)	(1,078)
0	0	22,776	7,102
(5,477)	0	(424,325)	(161)
0	0	0	204,613
19,765	0	57,973	571
(16,899)	1,448	5,350,759	222,591
\$136,173	\$7,820	\$2,341,829	\$61,749

WARREN COUNTY, OHIO

***Statement of Net Assets
Fiduciary Funds
December 31, 2004***

	Private Purpose Trust	Agency Funds
Assets:		
Cash and Cash Equivalents	\$ 621,288	\$ 18,228,601
Cash in Segregated Accounts	0	2,872,923
Receivables:		
Taxes	0	178,266,674
Total Assets	<u>621,288</u>	<u>199,368,198</u>
Liabilities:		
Intergovernmental Payable	0	189,000,372
Unapportioned Monies	0	6,188,459
Payroll Withholding	0	897,152
Deposits Held Due to Others	0	3,282,215
Total Liabilities	<u>0</u>	<u>199,368,198</u>
Net Assets:		
Unrestricted	621,288	0
Total Net Assets	<u>\$ 621,288</u>	<u>\$ 0</u>

See accompanying notes to the basic financial statements

WARREN COUNTY, OHIO

***Statement of Changes in Net Assets
Fiduciary Fund
For the Year Ended December 31, 2004***

	Private Purpose Trust
Additions:	
Contributions	\$ 190,811
Increase in Net Assets Resulting from Operations	<u>190,811</u>
Deductions:	
Reimbursements	<u>5,915</u>
Change in Net Assets	184,896
Net Assets at Beginning of Year	<u>436,392</u>
Net Assets End of Year	<u>\$ 621,288</u>
See accompanying notes to the basic financial statements	

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2004***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

Warren County is a political subdivision of the State of Ohio. The County was formed by an act of the Ohio General Assembly in 1803. The three member Board of County Commissioners is the legislative and executive body of the County. The County's combined financial statements include accounts for all County operations.

The accompanying basic financial statements comply with the provisions of Governmental Accounting Standards Board (GASB) Statement No. 14, "*The Financial Reporting Entity*", in that the financial statements include all organizations, activities and functions of the primary government (the County) and legally separate entities (component units) for which the County is financially accountable. Financial accountability is defined as the appointment of a voting majority of a legally separate organization's governing board and either the County's ability to impose its will over the organization or the possibility that the organization will provide a financial benefit to or impose a financial burden on the County.

The financial activities of all funds, agencies, boards and commissions for which the County elected officials are financially accountable are reflected in the accompanying financial statements. Based on the foregoing criteria, Warren County (the primary government) has one component unit, Production Services Unlimited, Inc. The reporting entity of the County includes the following services: human and social services, certain health care and community assistance services, civil and criminal justice systems, road and bridge maintenance and general administrative services. In addition, a water supply and sanitary sewer system is operated by the County.

Discretely Presented Component Unit - The component unit column on the Statement of Net Assets includes the financial data of the County's component unit. It is reported in a separate column to emphasize that it is legally separate from the County. The workshops are being presented as a part of the County's reporting entity because it would be misleading to exclude them.

Production Services Unlimited, Inc. (PSU) is an adult workshop for the clients of Warren County's Board of Mental Retardation. Warren County has an annual master operating agreement with PSU to subsidize a portion of the operations. PSU contracts with various companies and individuals including the County to provide janitorial services, assembly work, packaging, clerical, and other activities which are performed by the workshop participants. Separate financial statements for PSU may be obtained by writing to: Production Services Unlimited, Inc., 575 Columbus Avenue, Lebanon, Ohio 45036.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2004***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

A. Reporting Entity (Continued)

Related Organizations - Warren County officials appoint a voting majority of the board for the following organizations. The County's accountability for these organizations does not extend beyond making the appointments.

- *Metropolitan Housing Authority* - The County Commissioners, Probate Court and Common Pleas Court each appoint one member of a five member board.
- *Park District* - The Probate Judge appoints all three members of the Park Board.
- *Warren County Airport Authority* - The County Commissioners appoint all members of a nine member board.
- *Butler/Warren Workforce Policy Board* - The County Commissioners appoint all of the Warren County members of the board. The Policy Board is a regional organization developed as a result of the Workforce Investment Act. The role of the Policy Board is to assess the workforce needs of area employers, assess the employment and training needs of job seekers and to identify fiscal and other available resources to meet current and future workforce needs in the region.

Joint Venture without Equity Interest

Warren County is a member of the Warren/Clinton Counties Recovery Services Board, which is a joint venture between Warren and Clinton Counties. The purpose of the board is to provide aid, support and education for alcohol and drug dependent citizens as well as those who are mentally handicapped. See Note 20 "Joint Venture."

B. Basis of Presentation - Fund Accounting

The accounting system is organized and operated on the basis of funds each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures or expenses. The various funds are summarized by type in the basic financial statements. The following fund types are used by the County:

Governmental Funds

Governmental funds are those funds through which most governmental functions typically are financed. The acquisition, use and balances of the County's expendable financial resources and the related current liabilities (except those accounted for in the proprietary funds) are accounted for through governmental funds. The measurement focus is on determination of "financial flow" (sources and use and balances of financial resources). The following are the County's major governmental funds:

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2004***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Basis of Presentation - Fund Accounting (Continued)

General Fund - represents the general operating fund of the County. It is used to account for all financial resources except those required to be accounted for in another fund. The primary revenue sources are sales and use taxes, state and local government fund receipts, investment earnings and charges for service. The general fund balance is available to the County for any purpose provided it is expended or transferred according to the laws of Ohio.

Board of Mental Retardation Fund - This fund is used to account for a County-wide property tax levy, Federal and State grants and reimbursements used for care and services for the mentally handicapped and retarded.

Special Assessment Fund - This fund is used to account for revenues received from special assessment collections from annual tax billings, which provide the source of financing for long-term debt incurred for water and sewer line construction.

Proprietary Funds

All proprietary funds are accounted for on an "economic resources" measurement focus. This measurement focus provides that all assets and all liabilities associated with the operation of these funds are included on the balance sheet. Proprietary fund type operating statements present increases (i.e., revenues) and decreases (i.e., expenses) in net total assets.

Enterprise Funds - These funds are used to account for operations that are financed and operated in a manner similar to private business enterprises - where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges. The County's major enterprise funds are:

Water Fund - This fund is used to account for the operation of the County's water service.

Sewer Fund - This fund is used to account for the operation of the County's sanitary sewer service.

Storm Water Fund - This fund is used to account for the operation of the County's Storm Water Management Plan in compliance with the federally mandated National Pollution Discharge Elimination System (NPDES) Phase II program.

Sheriff Fund - This fund is used to account for the policing services provided on a contractual basis to Deerfield Township, South Lebanon and Caesar Creek Litter Control.

Communications Rotary Fund - This fund is used to account for communications maintenance services provided to various county departments and other governmental units. Users are billed for costs incurred.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2004***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Basis of Presentation - Fund Accounting (Continued)

Internal Service Funds - The three internal service funds operated by the County are the Vehicle Maintenance, Health Insurance and the Gasoline funds. The Vehicle Maintenance fund was created to provide repairs and maintenance to various County departments. The Health Insurance fund is used for claims and administration of the health insurance program for covered County employees and eligible dependents. The Gasoline fund was created to account for the centralized purchase of gasoline provided to various departments of the County.

Fiduciary Funds

Fiduciary fund reporting focuses on net assets and changes in net assets. The fiduciary category is split into four classifications: pension trust funds, investment trust funds, private-purpose trust funds and agency funds. These funds are used to account for assets held by a governmental unit as an agent for individuals, private organizations or other governmental units and therefore not available to support the County's own programs. The County's only trust fund is a private purpose trust that accounts for unclaimed monies. The agency funds are custodial in nature (assets equal liabilities) and do not involve the measurement of results of operation. These funds operate on an accrual basis of accounting.

C. Basis of Presentation – Financial Statements

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 and its discretely presented component unit, except for fiduciary funds. The statements distinguish between those activities of the County that are governmental and those that are considered business-type activities.

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

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

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2004***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Basis of Presentation – Financial Statements (Continued)

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

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

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

D. Basis of Accounting

Basis of accounting represents the methodology utilized in the recognition of revenues and expenditures or expenses reported in the financial statements. The accounting and reporting treatment applied to a fund is determined by its measurement focus.

The modified accrual basis of accounting is followed by the governmental funds. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual, i.e., both measurable and available. The term "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period, which the County considers to be 60 days after year end. Expenditures are recognized in the accounting period in which the fund liability is incurred, if measurable, except for debt service and expenditures related to compensated absences which are recorded only when due.

Non-exchange transactions, in which the County receives value without directly giving equal value in return, include sales and use taxes, property taxes, grants, entitlements and donations. Revenue from sales and use taxes is recognized in the period in which the income is earned and is available. Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied and the revenue is available. 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

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2004***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Basis of Accounting (Continued)

must provide local resources to be used for a specific purpose, and expenditure requirements, in which the resources are provided to the County on a reimbursement basis. Revenues considered susceptible to accrual at year end include interest on investments, and state levied locally shared taxes, including motor vehicle license fees and local government assistance. Other revenues, including licenses, permits, certain charges for services, and miscellaneous revenues are recorded when received in cash, because generally these revenues are not measurable until received.

Special assessment installments and related accrued interest, which are measurable but not available at December 31, are recorded as deferred revenues. Property taxes measurable as of December 31, 2004 but which are not intended to finance 2004 operations and delinquent property taxes, whose availability is indeterminate, are recorded as deferred revenues.

The accrual basis of accounting is utilized for reporting purposes by the proprietary funds and fiduciary funds. Revenues are recognized when they are earned and expenses are recognized when they are incurred.

Pursuant to GASB Statement No. 20, "*Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities that use Proprietary Fund Accounting*," the County follows GASB guidance as applicable to proprietary funds and FASB Statements and Interpretations, Accounting Principles Board Opinions and Accounting Research Bulletins issued on or before November 30, 1989 that do not conflict with or contradict GASB pronouncements. The County has elected not to apply FASB statements and interpretations issued after November 30, 1989 to its business-type activities and enterprise funds.

E. Budgetary Process

The budgetary process is prescribed by provisions of the Ohio Revised Code and entails the preparation of budgetary documents within an established timetable. The major documents prepared are the tax budget, the certificate of estimated resources and the appropriations resolution, all of which are prepared on the budgetary basis of accounting. The certificate of estimated resources and the appropriations resolution are subject to amendment throughout the year.

All funds, other than agency funds, are legally required to be budgeted and appropriated; however, only the General and Major Special Revenue Funds are required to be reported. The primary level of budget control is at the object level by organizational unit and/or department by function (Public Safety, Public Works, General Government, Debt Service etc.) within a fund. Budgetary modifications may only be made through resolution of the County Commissioners.

1. Tax Budget

By July 15, each County department must submit an annual tax budget for the following fiscal year to the County Commissioners for consideration and passage. The adopted budget is submitted to the County Auditor, as secretary of the County Budget Commission, by July 20th of each year, for the period January 1 to December 31 of the following year.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2004***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Budgetary Process (Continued)

2. Estimated Resources

The County Budget Commission determines if the budget substantiates a need to levy all or part of previously authorized taxes and reviews estimated revenue. The Budget Commission then certifies its actions to the County by September 1st of each year. As part of the certification process the County receives an official certificate of estimated resources which states the projected receipts by fund. Prior to December 31, the County must revise its budget so that the total contemplated expenditures from any fund during the ensuing fiscal year will not exceed the amount available as stated in the certificate of estimated resources. The revised budget then serves as the basis for the annual appropriations measure. On or about January 1, the certificate of estimated resources is amended to include any unencumbered fund balances from the preceding year. The certificate may be further amended during the year if a new source of revenue is identified or actual receipts exceed current estimates. The amounts reported on the budgetary statement reflect the amounts in the final amended official certificate of estimated resources issued during 2004.

3. Appropriations

A temporary appropriations resolution to control expenditures may be passed on or about January 1st of each year for the period January 1 through March 31. An annual appropriations resolution must be passed by April 1st of each year for the period January 1st through December 31st. The appropriations resolution establishes spending controls at the fund, function, organizational unit and/or department, and object level. The appropriations resolution may be amended during the year by resolution of the County Commissioners as additional information becomes available, provided that total fund appropriations do not exceed the current estimated resources. During 2004, several supplemental appropriations were necessary to budget for unanticipated expenditures. Expenditures may not legally exceed budgeted appropriations at the object level. Administrative control is maintained through the establishment of more detailed line-item budgets. Management may ask the County Commissioners to transfer appropriations within the object level (among line items) for an organizational unit and/or department provided total appropriations for that object and organizational unit and/or department do not exceed amounts established by the County Commissioners. The budgetary figures, which appear on the budgetary statements, are provided on the budgetary basis to provide a comparison of actual results with the final budget, including all amendments and modifications.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2004***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Budgetary Process (Continued)

4. Encumbrances

As part of formal budgetary control, purchase orders, contracts and other commitments for expenditures are encumbered and recorded as the equivalent of expenditures (budget basis) in order to reserve that portion of the applicable appropriation and to determine and maintain legal compliance. However, on the GAAP basis of accounting, encumbrances do not constitute expenditures or liabilities and are reported as reservations of fund balances for governmental funds in the accompanying basic financial statements.

5. Lapsing of Appropriations

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

6. Budgetary Basis of Accounting

The County's budgetary process accounts for certain transactions on a basis other than generally accepted accounting principles (GAAP). The major difference between the budgetary basis and the GAAP basis lies in the manner in which revenues and expenditures are recorded. Under the budgetary basis, revenues and expenditures are recognized on the cash basis. Utilizing the cash basis, revenues are recorded when received in cash and expenditures when paid. Under the GAAP basis, revenues and expenditures are recorded on the modified accrual basis of accounting.

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***Notes to the Basic Financial Statements
For the Year Ended December 31, 2004***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Budgetary Process (Continued)

6. Budgetary Basis of Accounting (Continued)

A reconciliation of the results of operations for the year from the GAAP basis to the budgetary basis for the general fund and for the major special revenue fund is shown below:

	Net Change in Fund Balances	
	General Fund	Board of Mental Retardation Fund
GAAP Basis (as reported)	\$5,546,172	\$2,962,371
Increase (Decrease):		
Accrued Revenues at December 31, 2004 received during 2005	(5,564,010)	(1,238,388)
Accrued Revenues at December 31, 2003 received during 2004	5,262,714	800,454
Accrued Expenditures at December 31, 2004 paid during 2005	1,380,028	832,257
Accrued Expenditures at December 31, 2003 paid during 2004	(2,466,068)	(1,257,367)
Change in Fair Value, 2004	97,542	0
Change in Fair Value, 2003	(125,310)	0
2004 Prepays for 2005	(176,808)	(14,329)
2003 Prepays for 2004	172,118	10,263
Interfund Loans Receivable, 2004	(25,000)	0
Interfund Loans Receivable, 2003	48,000	0
Outstanding Encumbrances	(2,345,290)	(894,526)
Budget Basis	<u>\$1,804,088</u>	<u>\$1,200,735</u>

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2004***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

F. Cash and Cash Equivalents

Cash and cash equivalents include amounts in demand deposits, the State Treasury Asset Reserve of Ohio (STAR Ohio), short-term certificates of deposit and treasury securities. The STAR Ohio, certificates of deposit and treasury securities are considered cash equivalents because they are highly liquid investments or have original maturity dates of three months or less.

The County Treasurer pools cash for investment and resource management purposes. Each fund's equity in pooled cash and investments represents the balance on hand as if each had maintained its own cash and investment account. For purposes of the statement of cash flows, the proprietary funds consider their share of equity in STAR Ohio and pooled certificates of deposit to be cash equivalents. See Note 5 "Cash, Cash Equivalents and Investments."

G. Investments

Investment procedures and interest allocations are restricted by provisions of the Ohio Constitution and the Ohio Revised Code. In accordance with GASB Statement No. 31, "Accounting and Financial Reporting for Certain Investments and for External Investment Pools", the County records all its investments at fair value, which are based upon quoted market prices, except for nonparticipating investment contracts (certificates of deposit) which are reported at cost. All investment income, including changes in the fair value of investments, are recognized as revenue in the operating statements. The County allocates interest among various funds based upon applicable legal and administrative requirements. See Note 5 "Cash, Cash Equivalents and Investments."

Warren County has invested funds in the STAR Ohio during 2004. STAR Ohio is an investment pool managed by the State Treasurer's Office, which allows governments within the State to pool their funds for investment purposes. STAR Ohio is not registered with the SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in STAR Ohio are valued at STAR Ohio's share price, which is the price the investment could be sold for on December 31, 2004.

H. Inventory of Supplies

Inventory is stated at cost (first-in, first-out) in the governmental funds, and at the lower of cost (first-in, first-out) or market in the proprietary funds. The costs of inventory items are recorded as expenditures in the governmental funds when purchased and expenses in the proprietary funds when used.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2004***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

I. Prepaid Water Contract

The County has entered into a contract with Cincinnati Waterworks to provide water to the County that will benefit periods beginning in 2000 until December 31, 2025. This item is recorded as a prepaid water contract in the Water Fund (enterprise) using the consumption method. This will reflect the current asset amount as a prepaid item and the expense in the year in which it is consumed.

J. Prepaid Items

Payments made to vendors for services that will benefit periods beyond December 31, 2004, are recorded as prepaid items using the consumption method. A current asset for the prepaid amount is recorded at the time of the purchase and an expenditure/expense is reported in the year in which services are consumed.

K. Capital Assets and Depreciation

Capital assets are defined by the County as assets with an initial, individual cost of more than \$10,000.

1. Property, Plant and Equipment - Governmental Activities

Governmental Activities capital assets are those not directly related to the business type funds. These generally are acquired or constructed for governmental activities and are recorded as expenditures in the governmental funds and are capitalized at cost or estimated historical cost for assets not purchased in recent years.

Estimated historical costs for governmental activities capital asset values were initially determined by identifying historical costs when such information was available. In cases where information supporting original cost was not obtainable, estimated historical costs were developed. For certain capital assets, the estimates were arrived at by indexing estimated current costs back to the estimated year of acquisition.

Capital assets include land, construction in progress, land improvements, buildings, structures and improvements, furniture, fixtures and equipment and infrastructure. Infrastructure is defined as long-lived capital assets that normally are stationary in nature and normally can be preserved for a significant number of years. Examples of governmental activities infrastructure include roads, bridges, curbs and gutters, streets and sidewalks, drainage systems and lighting systems. These assets are reported in the Governmental Activities column of the Government-wide Statement of Net Assets, but they are not reported in the Fund Financial Statements.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2004***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

K. Capital Assets and Depreciation (Continued)

2. Property, Plant and Equipment – Business Type Activities

Proprietary funds capital assets are stated at cost (or estimated historical cost), including interest capitalized during construction and architectural and engineering fees where applicable. Contributed capital assets are recorded at fair market value at the date received. Proprietary funds capital assets are similar to Governmental Activities capital assets with the exception of the infrastructure. Proprietary infrastructure consists of water and sewer lines, whereas Governmental Activities infrastructure consists of roads and bridges. These assets are reported in both the Business-Type Activities column of the Government-wide Statement of Net Assets and in the respective funds.

3. Depreciation

All capital assets are depreciated, excluding land and construction in progress. Depreciation has been provided using the straight-line method over the following estimated useful lives:

<u>Description</u>	<u>Governmental and Business-Type Activities Estimated Lives (in years)</u>
Land Improvements (Water and Sewer Lines)	50
Buildings, Structures and Improvements	20 - 40
Furniture, Fixtures and Equipment	5 - 25
Infrastructure	15 - 100

L. Capitalization of Interest

The County's policy is to capitalize interest on governmental (capital projects) and proprietary (enterprise) fund construction projects until the project is substantially completed. Capitalized interest on proprietary fund construction is amortized on a straight-line basis over the estimated useful life of the asset. There was no interest capitalized for governmental or proprietary funds during 2004.

M. 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 enterprise 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, compensated absences, 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 normally due for payment during the current year. Bonds, capital leases, and long-term notes that will be paid from governmental funds are recognized as a liability in the fund financial statements when due.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2004***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

N. Long-Term Obligations

Long-Term liabilities are being repaid from the following funds:

<u>Obligation</u>	<u>Fund</u>
General Obligation Bonds	East Street Building Fund Court Building Construction Fund Tax Increment Financing Fund
Mortgage Revenue Bonds	Water Fund Sewer Fund
Special Assessment Bonds	Special Assessment Fund
Capital Leases	General Fund Child Support Enforcement Fund
Ohio Public Works Commission Loan	State OPWC Loan Fund
Ohio Water Development Authority Loan	Sewer Fund
Long-Term Contracts	Water Fund
Compensated Absences	General Fund Motor Vehicle and Gasoline Tax Fund Human Services Fund Board of Mental Retardation Fund Dog and Kennel Fund Real Estate Assessment Fund Children's Services Board Fund Crime Victim Grant Fund Youth Services Subsidy Fund Delinquent Real Estate Tax and Assessment Fund Certificate of Title Administration Fund County Court Probation Department Fund Warren County Solid Waste District Fund Workforce Investment Act Fund Child Support Enforcement Fund Emergency Management Fund Community Development Fund Sheriff Grants Fund TASC Grant Fund Hazardous Materials Emergency Fund Water Fund Sewer Fund Sheriff Revolving Fund Health Insurance Fund

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2004***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

O. Bond Discounts/Issuance Costs

Bond discounts and issuance costs for governmental and proprietary fund types are deferred and amortized over the term of the bonds using the bonds-outstanding method, which approximates the effective interest method. Bond discounts are presented as a reduction of the face amount of bonds payable, bond premiums are recorded as an increase to the face amount of bonds payable, and issuance costs are recorded as deferred charges.

P. Compensated Absences

In accordance with GASB Statement No. 16, "Accounting for Compensated Absences," vacation and compensatory time are accrued as liabilities when an employee's right to receive compensation is attributable to services already rendered and it is probable that the employee will be compensated through paid time off or some other means, such as cash payments, at termination or retirement. Leave time that has been earned but is unavailable for use as paid time off or as some other form of compensation because an employee has not met the minimum service time requirement, is accrued to the extent that it is considered to be probable that the conditions for compensation will be met in the future.

Sick leave is accrued using the vesting method, whereby the liability is recorded on the basis of leave accumulated by employees eligible to receive termination payments as of the balance sheet date, and on leave balances accumulated by other employees expected to become eligible in the future to receive such payments.

For governmental funds, that portion of unpaid compensated absences that is due and payable as of year end using expendable, available resources is reported as an expenditure in the fund from which the individual earning the leave is paid, and a corresponding liability is reflected in the account "Compensated Absences Payable." In the government wide statement of net assets, "Compensated Absences Payable" is recorded within the "Due within one year" account and the long-term portion of the liability is recorded within the "Due in more than one year" account. Compensated absences are expensed in the proprietary funds when earned and the related liability is reported within the fund.

Q. Grants and Other Intergovernmental Revenues

Local governmental fund revenues are recorded as receivables and revenue when measurable and available. Assistance awards made on the basis of entitlement are recorded as intergovernmental receivables and revenues when entitlement occurs. Federal and State reimbursement-type grants for the acquisition or construction of fixed assets in Proprietary funds are receivables and capital contributions when the related expenses are incurred.

All other Federal and State reimbursement-type grants are recorded as receivables and revenues when the related expenditures/expenses are incurred.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2004***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

R. Restricted Assets

Cash with fiscal agent is classified as restricted assets on the balance sheet because these funds are being held for specified purposes.

S. Pensions

The provision for pension costs is recorded when the related payroll is accrued and the obligation is incurred.

T. Operating Revenues and Expenses

Proprietary funds distinguish operating revenues and expenses from nonoperating items. 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 water treatment and distribution, wastewater collection and treatment, policing services to other governments and communications maintenance services. Operating expenses are necessary costs incurred to provide the good or service that is the primary activity of the fund. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

U. Special Assessments

The County reports Special Assessment bonds in the governmental activities on the entity wide statement of net assets. These bonds are secured by liens on assessed properties and are also backed by the full faith and credit of the County. Special assessment debt service payments are recorded in the Special Assessment Fund. Capital outlay financed by special assessments are recorded in the Capital Projects Funds.

V. Self-Funded Insurance

The County is self-funded for employee health care benefits. The program is administered by Medical Mutual of Ohio which provides claims review and processing services. Each County fund is charged for its proportionate share of covered employees. The County records a liability in claims payable for incurred but unreported claims at year end based upon an analysis of historical claims and expenses.

W. Interfund Activity

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.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2004***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

X. Reservations of Fund Balance

Reservations of fund balance or net assets indicate that a portion of the balance is not available for expenditure or is legally segregated for a specific future use. Balances are reserved for inventories of supplies, prepaid items, long-term interfund loans, debt service and encumbered amounts that are not accrued at year end in the governmental funds.

Y. 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, and net of the outstanding balances of any borrowings related to the acquisition, construction or improvements of those assets. Net assets are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the County or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. Net Assets restricted for Other Purposes include programs for street and highway improvements, federal grants for public safety and human services and mandatory fines for various court programs.

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

NOTE 2 – RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

A. Explanation of certain differences between the governmental fund balance sheet and the government-wide statement of net assets

The governmental fund balance sheet includes a reconciliation between fund balance – total governmental funds and net assets of governmental funds as reported in the government-wide statement of net assets. The following is a detailed listing of those reconciling items that are net adjustments or a combination of several transactions:

Other long-term assets not available to pay for current-period expenditures:

Shared Revenues	\$6,452,148
Interest Revenue	91,433
Special Assessment Revenue	20,793,139
	<hr/>
	\$27,336,720

Long-Term liabilities not reported in the funds:

General Obligation Bonds Payable	\$6,145,000
Special Assessment Bonds Payable	15,958,950
Loans Payable	6,889,813
Capital Leases Payable	42,577
Accrued Interest on Long-Term Debt	98,051
Retainage Payable	192,716
Compensated Absences Payable	4,111,089
	<hr/>
	\$33,438,196

*Notes to the Basic Financial Statements
For the Year Ended December 31, 2004*

NOTE 2 – RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

B. Explanation of certain differences between the governmental fund statement of revenues, expenditures, and changes in fund balances and the government-wide statement of activities

The governmental fund statement of revenues, expenditures, and changes in fund balances includes a reconciliation between net changes in fund balances – total governmental funds and changes in net assets of governmental activities as reported in the government – wide statement of activities. The following is a detailed listing of those reconciling items that are net adjustments or a combination of several transactions:

Amount by which capital outlay exceeded depreciation in the current period:

Capital Outlay	\$6,039,465
Depreciation Expense	<u>(3,590,444)</u>
	\$2,449,021

Governmental revenues not reported in the funds:

Increase in Shared Revenue	\$1,253,311
Increase in Interest Revenue	44,547
Decrease in Special Assessment Revenue	<u>(1,633,115)</u>
	(\$335,257)

Net amount of long-term debt issuance and bond and lease principal payments:

General Obligation Bond Principal Payments	\$360,000
Special Assessment Bond Principal Payments	1,001,000
Loan Payments	50,744
Capital Lease Payments	18,456
New Capital Lease	(12,036)
Issuance of Special Assessment Bond	<u>(213,950)</u>
	\$1,204,214

Expenses not requiring the use of current financial resources:

Increase in Compensated Absences Payable	(\$102,500)
Increase in supplies inventory	<u>155,818</u>
	\$53,318

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2004***

NOTE 3 – PRIOR PERIOD ADJUSTMENTS

All adjustments to the prior period effect the Statement of Net Assets. The result of reporting an operating lease as a capital lease will be a \$19,128 decrease to the December 31, 2003 balance in Depreciable Capital Assets, Net, a \$20,522 decrease in Long Term Liabilities, Due in More Than One Year and a \$3,386 decrease in Due Within One Year and a \$4,780 increase in Net Assets, Unrestricted.

\$11,735 in construction costs for a proposed mechanics garage facility were capitalized in 2003. The project was terminated in 2004 which will result in a decrease in Non-Depreciable Capital Assets and a decrease in Invested in Capital Assets, Net of Related Debt. During the 2003 GASB 34 conversation for infrastructure, one bridge was not capitalized in the amount of \$123,376 which will increase Depreciable Capital Assets, Net and increase Invested in Capital Assets, Net of Related Debt.

Equipment in the amount of \$110,719 was not capitalized previously which will increase the December 31, 2003 balance in Depreciable Capital Assets, Net and increase Invested in Capital Assets, Net of Related Debt.

Due to an error in the calculation of the distribution of Net Assets, the amounts in Invested in Capital Assets, Net of Related Debt and Unrestricted have been changed from amounts previously reported. The restated amounts are \$78,444,697 and (\$1,201,520) respectively. Total net assets did not change.

NOTE 4 - DEFICIT FUND EQUITIES

At December 31, 2004 the following funds had deficit fund/net asset balances:

Fund	Deficit
Capital Projects:	
Water Extension Projects Fund	\$3,900
Sewer Extension Projects Fund	45,844
Internal Service Fund:	
Health Insurance Fund	494,672

The fund/net asset deficits arise from the recognition of expenditures on the modified accrual basis/accrual basis, which are greater than expenditures/expenses recognized on the budgetary/cash basis. The deficits do not exist under the cash basis of accounting. The General Fund provides transfers when cash is required, not when accruals occur.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2004***

NOTE 5 - CASH, CASH EQUIVALENTS AND INVESTMENTS

The County Treasurer combines a majority of cash resources of the individual funds to form a pool of cash and investments. Each fund type's portion of this pool is displayed on the combined balance sheet as "Cash and Cash Equivalents." Except for nonparticipating investment contracts, investments are reported at fair value, which is based on quoted market prices. Nonparticipating investment contracts such as repurchase agreements and nonnegotiable certificates of deposit are reported at cost. Ohio law requires the classification of funds held by the County into three categories.

Category 1 consists of "active" funds - those funds required to be kept in a "cash" or "cash equivalent" status for immediate use by the County. Such funds must be maintained either as cash in the County treasury or in depository accounts payable or withdrawable on demand, including negotiable order of withdrawal (NOW) accounts.

Category 2 consists of "inactive" funds - those funds not required for use within the current five year period of designation of depositories. Inactive funds may be deposited or invested only as certificates of deposit maturing not later than the end of the current period of designation of depositories.

Category 3 consists of "interim" funds - those funds which are not needed for immediate use but which will be needed before the end of the current period of designation of depositories. Interim funds may be invested or deposited in the following securities:

- United States treasury notes, bills, bonds, or any other obligation or security issued by the United States treasury or any other obligation guaranteed as to principal or interest by the United States;
- Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentality, including but not limited to, the federal national mortgage association, federal home loan bank, federal farm credit bank, federal home loan mortgage corporation, government national mortgage association, and student loan marketing association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
- 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;
- Interim deposits in eligible institutions applying for interim funds;
- Bonds and other obligations of the State of Ohio;

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2004***

NOTE 5 - CASH, CASH EQUIVALENTS AND INVESTMENTS (Continued)

- No-load money market mutual funds consisting exclusively of obligations described in the first two bullets of this section and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions, and
- The State Treasury Asset Reserve of Ohio (STAR Ohio).
- Commercial paper notes issued by any corporation for profit that is incorporated under the laws of the United States or any state pursuant to specifications within the Ohio Revised Code.

Ohio law requires that deposits be placed in eligible banks or savings and loan associations located in Ohio. Any public depository in which the County places deposits must pledge as collateral eligible securities of aggregate market value equal to the excess of deposits not insured by the Federal Deposit Insurance Corporation (FDIC). The securities pledged as collateral are pledged to a pool for each individual financial institution in amounts equal to at least 105% of the carrying value of all public deposits held by each institution. Obligations that may be pledged as collateral are limited to obligations of the United States and its agencies and obligations of any state, county, municipal corporation or other legally constituted authority of any other state or any instrumentality of such county, municipal corporation or other authority. Based upon criteria described in GASB Statement No. 3 "*Deposits With Financial Institutions, Investments (including Repurchase Agreements) and Reverse Repurchase Agreements,*" collateral held in single financial collateral pools with securities being held by the pledging financial institutions' agent in the pool's name are classified as Category 3.

The County invests in United States Treasury obligations and eligible guaranteed obligations of the United States, the State Treasury Asset Reserve (STAR Ohio), certificates of deposit, commercial paper and mutual funds which are invested exclusively in United States obligations. All investments comply with the limitations with respect to length of maturities contained in Chapter 135 of the Ohio Revised Code (The Uniform Depository Act). The maximum maturity of any investment of the County will be three years. The County interprets the limit on federal guaranteed investments and all legal investments very conservatively.

At December 31, 2004 the County did not own any derivative type investments, interest only investments, collateralized mortgage obligations, or reverse repurchase agreements. The County Treasurer has attended special training in all of the investment areas to assure compliance with the strictly conservative philosophy of the County. All investments are transacted with banks the County believes to be reputable or other financial institutions operating in the State of Ohio that are well versed in the statutory restrictions Ohio political subdivisions operate under and also have an understanding of the County investment requirements.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2004***

NOTE 5 - CASH, CASH EQUIVALENTS AND INVESTMENTS (Continued)

The Governmental Accounting Standards Board has established risk categories for deposits and investments as follows:

Deposits:

- Category 1 Insured or collateralized with securities held by the County or by its agent in the County's name.
- Category 2 Collateralized with securities held by the pledging financial institution's trust department or agent in the County's name.
- Category 3 Uninsured and uncollateralized.

Investments:

- Category 1 Insured or registered, or securities held by the County or its agent in the County's name.
- Category 2 Uninsured and unregistered, with securities held by the counterparty's trust department or agent in the County's name.
- Category 3 Uninsured and unregistered, with securities held by the counterparty or by its trust department or agent but not in the County's name.

A. Deposits

At year end the carrying amount of the County's deposits was \$22,529,076 and the bank balance was \$31,072,654. Federal depository insurance covered \$1,265,593 of the bank balance and remaining deposits were collateralized as follows: pooled collateral in the amount of \$17,099,221 (category 3), pledged collateral in the amount of \$9,807,840 (category 1) and surety bonds in the amount of \$2,900,000 (category 1). The County had \$171,072 in undeposited cash on hand at December 31, 2004 which is included as Cash and Cash Equivalents on the balance sheet.

B. Investments

The County's investments are detailed below and are categorized to give an indication of the level of risk assumed as of year end.

<u>Categorized Investments</u>	<u>Category 3</u>	<u>Carrying Amount/ Fair Value</u>
Government Securities	\$74,454,127	\$74,454,127
 <u>Non-Categorized Investments</u>		
STAR Ohio	N/A	19,764,173
Money Market Mutual Funds	N/A	15,454
Total Non-Categorized	<u>N/A</u>	<u>19,779,627</u>
Total Investments	<u>\$74,454,127</u>	<u>\$94,233,754</u>

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2004**

NOTE 5 - CASH, CASH EQUIVALENTS AND INVESTMENTS (Continued)

C. Reconciliation of Cash, Cash Equivalents and Investments

The classification of cash, cash equivalents and investments on the financial statements is based on criteria set forth in GASB Statement No. 9. The classification of cash and cash equivalents (deposits) for purposes of this note are based on criteria set forth in GASB Statement No. 3.

A reconciliation between classifications of cash and investments on the financial statements and the classifications per items A, B and C of this note are as follows:

	<u>Cash and Cash Equivalents *</u>	<u>Investments</u>
Per Statements of Net Assets	\$116,762,830	\$0
Investments:		
STAR Ohio	(19,779,627)	19,779,627
Government Securities	(74,438,673)	74,438,673
Money Market Mutual Funds	<u>(15,454)</u>	<u>15,454</u>
Per GASB Statement No. 3	<u>\$22,529,076</u>	<u>\$94,233,754</u>

* Includes Cash in Segregated Accounts, Cash with Fiscal Agent and undeposited cash on hand.

D. Component Unit

Cash and cash equivalents in the amount of \$132,395 for the component unit, Production Services Unlimited, Inc. (PSU), are classified as Category 1, active funds for immediate use maintained either as cash or in depository accounts payable or withdrawable on demand. At year end the carrying amount of PSU deposits was \$132,395 and the bank balance was \$137,609. Federal depository insurance covered \$137,609 of the bank balance.

NOTE 6- TAXES

A. Property Taxes

Property taxes include amounts levied against all real, public utility, and tangible personal property located in the County. Taxes from real property (other than public utility) collected during 2004 were levied after October 1, 2003 on assessed values as of January 1, 2003, the lien date. Assessed values are established by the County Auditor at 35% of appraised market value. All property is required to be revalued sexennially with a triennial update. Real property taxes are payable annually or semi-annually. If paid annually, payment is due February 25; if paid semi-annually, the first payment is due February 25, with the remainder payable by July 15. In certain circumstances, state statute permits earlier or later payment dates to be established.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2004***

NOTE 6- TAXES (Continued)

A. Property Taxes (Continued)

Taxpayers become liable for tangible personal property taxes (other than public utility) on January 1 of the current calendar year. Beginning with tax year 2002, the rate of valuation of tangible personal property constituting inventory (currently 25%) is to be reduced by one percentage point per year until the assessment rate equals zero. This reduction may be delayed if there is a shortfall in the statewide collection of tangible personal property taxes, however the assessment rate of inventory must be reduced to zero by no later than tax year 2031. Taxes are based on the assessed value of the property and the current tax rate for the taxing district where the property is located. Amounts paid by multi-county taxpayers are due September 20th. Single county taxpayers may pay annually or semi-annually. If paid annually, payment is due April 30th, if paid semi-annually, the first payment is due April 30th with the remainder payable by September 20th. Under Ohio law, personal property taxes do not attach as a lien on the personal property.

Public utility tangible personal property taxes collected in one calendar year are levied in the preceding year on assessed values as of January 1 of that preceding year, the lien date. Public utility tangible personal property currently is generally assessed at 100% of its true value. Public utility property taxes are payable on the same dates as real property taxes described previously.

Beginning in the tax year 2001, the percentages used to determine the assessed value of electric company personal property used in the production of electricity was reduced from 100% to 25% of true value; taxable transmission and distribution property will continue to be assessed at 88% of true value (50% of true value for rural electric companies). The state is to reimburse local taxing districts for a portion of the revenues lost due to this reduction in tax valuation with proceeds of a new kilowatt-hour excise tax imposed on electricity consumers. For tax levies which are to produce a given dollar amount each year (such as debt service levies), the reimbursement is to be generally the amount that would have otherwise been collected from the utility property less an amount equal to one-fourth of a mill. For all other non school district tax levies, the State reimbursement is to be, in general, a percentage of the amount that would have otherwise been collected from the utility property, which percentage is to decline from 100% in 2002 to 0% in 2017 and thereafter; all such school district tax levies are to be reimbursed at generally an amount sufficient to produce the same revenues that would have otherwise been collected but taking into account State education aid. Tax levies which were (i) not in effect for the 1998 tax year or (ii) approved by the voters after June 30, 1999 are not eligible for reimbursement by the State.

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 with final settlement in June and December for taxes payable in the first and second halves of the year, respectively. The full tax rate of all County operations for the year ended December 31, 2004 was \$6.530 per \$1,000 of assessed value. The assessed values of real and tangible personal property upon which the 2003 property tax levy was based totaled \$4,606,544,421 which was comprised of \$4,025,228,640 in real property, and \$581,315,781 in public utility and tangible personal property.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2004***

NOTE 6- TAXES (Continued)

A. Property Taxes (Continued)

Ohio Law prohibits taxation of property from all taxing authorities in excess of 10 mills of assessed value without a vote of the people. Under current procedure, the County's share is 2.57 mills of assessed value. However, because sales tax revenues have been significant, the County, at this time, has temporarily rolled back the levy of this tax by 1.00 mill and is levying 1.57 mills of assessed value.

B. Other Taxes

In addition to property taxes, certain other taxes are recognized as revenue by the County. These taxes include the 1% County levied sales tax, gasoline taxes, inheritance taxes and miscellaneous other taxes which have various lien, levy and collection dates.

NOTE 7 - RECEIVABLES

Receivables at December 31, 2004, consisted of taxes, interfund, accounts receivable, special assessments, interest, and intergovernmental receivables arising from shared revenues. All receivables are considered collectible in full.

NOTE 8 - INTERFUND RECEIVABLES AND PAYABLES

Interfund balances are expected to be repaid within one year or less. The following balances at December 31, 2004 represent interfund loans receivable and payable:

	<u>Interfund Loans</u>	
	<u>Receivables</u>	<u>Payables</u>
Governmental Funds:		
General Fund	\$25,000	\$0
Other Governmental Funds	47,167	200,000
Total Governmental Funds	<u>72,167</u>	<u>200,000</u>
Proprietary Funds:		
Water	50,000	7,167
Sewer	85,000	0
Total Proprietary Funds	<u>135,000</u>	<u>7,167</u>
Total Interfund Loans	<u>\$207,167</u>	<u>\$207,167</u>

Interfund loans purpose is to allow some funds to operate and pay vendors timely with cash while awaiting anticipated revenue. Loans are often used as a means of short-term financing for assessment projects and as a way to cash flow funds that are specifically for reimbursable grants.

WARREN COUNTY, OHIO

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2004**

NOTE 8 - INTERFUND RECEIVABLES AND PAYABLES (Continued)

The following balances at December 31, 2004, represent interfund receivables and payables:

	Interfund	
	Due From Other Funds	Due To Other Funds
Governmental Funds:		
General Fund	\$113,691	\$23,896
Board of Mental Retardation	0	12,387
Other Governmental Funds	206,566	283,263
Total Governmental Funds	320,257	319,546
Enterprise Funds:		
Water	0	9,470
Sewer	0	30,739
Communications	109	0
Total Enterprise Funds	109	40,209
Internal Service Funds	46,701	7,312
Total Interfund Receivables and Payables	\$367,067	\$367,067

Interfund receivables and payables purpose is to account for amounts due between different funds for billings such as postage, telephone, vehicle maintenance, gasoline, drug testing and unemployment charge-backs.

NOTE 9 - TRANSFERS

The following balances at December 31, 2004 represent transfers in and transfers out:

Fund	Transfer In	Transfer Out
Governmental Funds:		
General Fund	\$0	\$5,990,281
Other Governmental Funds	6,041,025	50,744
Total Transfers	\$6,041,025	\$6,041,025

The principal purpose for interfund transfers is to provide additional funding for current operations of certain Special Revenue funds, to segregate money for construction of capital assets and to pay government obligation debt.

WARREN COUNTY, OHIO

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2004**

NOTE 10 - CAPITAL ASSETS

A. Governmental Activities Capital Assets

Summary by category of changes in governmental activities capital assets at December 31, 2004:

<i>Historical Cost:</i>	Restated December 31, 2003	Additions	Deletions	December 31, 2004
Class				
<i>Non-Depreciable Capital Assets:</i>				
Land	\$4,915,451	\$0	\$0	\$4,915,451
Construction in Progress	1,273,740	4,679,114	(878,732)	5,074,122
Total Non-Depreciable Capital Assets	6,189,191	4,679,114	(878,732)	9,989,573
<i>Depreciable Capital Assets:</i>				
Land Improvements	330,192	166,324	0	496,516
Buildings, Structures and Improvements	48,700,311	0	0	48,700,311
Furniture, Fixtures and Equipment	14,004,867	726,596	(760,114)	13,971,349
Infrastructure	56,279,838	1,532,468	(518,558)	57,293,748
Total Depreciable Capital Assets	119,315,208	2,425,388	(1,278,672)	120,461,924
Total Cost	\$125,504,399	\$7,104,502	(\$2,157,404)	\$130,451,497
<i>Accumulated Depreciation:</i>				
Class	December 31, 2003	Additions	Deletions	December 31, 2004
Land Improvements	(\$183,757)	(\$14,987)	\$0	(\$198,744)
Buildings, Structures and Improvements	(8,301,871)	(1,107,125)	0	(9,408,996)
Furniture, Fixtures and Equipment	(9,902,863)	(1,010,873)	783,956	(10,129,780)
Infrastructure	(23,456,029)	(1,457,459)	376,598	(24,536,890)
Total Depreciation	(\$41,844,520)	(\$3,590,444) *	\$1,160,554	(\$44,274,410)
<i>Net Value:</i>	\$83,659,879			\$86,177,087

* Depreciation expenses were charged to governmental functions as follows:

Legislative and Executive	\$609,414
Judicial	187,481
Public Safety	655,376
Public Works	1,678,310
Health	16,173
Human Services	442,581
Community and Economic Development	1,109
Total Depreciation Expense	\$3,590,444

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2004**

NOTE 10 - CAPITAL ASSETS (Continued)

A. Governmental Activities Capital Assets (Continued)

Construction in Progress:

County governmental construction projects in progress as of December 31, 2004 total \$5,074,122.

This amount is comprised of the following projects:

Socialville Foster & Snider Road Improvements	\$1,417,696
Jail HVAC Upgrades	1,139,613
Union & Manchester Road Project	873,862
Rehab Old Admin Building	636,629
Various Other Projects	1,006,322
Total Construction in Progress	<u>\$5,074,122</u>

B. Business-Type Activities Capital Assets

Summary by Category at December 31, 2004:

<i>Historical Cost:</i>	Restated December 31, 2003	Additions	Deletions	December 31, 2004
<i>Non-Depreciable Capital Assets:</i>				
Land	\$2,024,321	\$128,186	\$0	\$2,152,507
Construction in Progress	23,013,979	1,571,734	(23,702,650)	883,063
Total Non-Depreciable Capital Assets	<u>25,038,300</u>	<u>1,699,920</u>	<u>(23,702,650)</u>	<u>3,035,570</u>
<i>Depreciable Capital Assets:</i>				
Land Improvements	107,353,084	26,767,795	0	134,120,879
Buildings, Structures and Improvements	46,055,413	9,661,973	(476,799)	55,240,587
Furniture, Fixtures and Equipment	2,842,093	11,268	0	2,853,361
Total Depreciable Capital Assets	<u>156,250,590</u>	<u>36,441,036</u>	<u>(476,799)</u>	<u>192,214,827</u>
Total Cost	<u>\$181,288,890</u>	<u>\$38,140,956</u>	<u>(\$24,179,449)</u>	<u>\$195,250,397</u>
<i>Accumulated Depreciation:</i>				
	December 31, 2003	Additions	Deletions	December 31, 2004
Land Improvements	(\$27,985,933)	(\$3,247,890)	\$0	(\$31,233,823)
Buildings, Structures and Improvements	(10,838,599)	(2,083,745)	202,640	(12,719,704)
Furniture, Fixtures and Equipment	(2,010,416)	(228,701)	0	(2,239,117)
Total Depreciation	<u>(\$40,834,948)</u>	<u>(\$5,560,336)</u>	<u>\$202,640</u>	<u>(\$46,192,644)</u>
<i>Net Value:</i>	<u>\$140,453,942</u>			<u>\$149,057,753</u>

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2004***

NOTE 10 - CAPITAL ASSETS (Continued)

B. Business-Type Activities Capital Assets (Continued)

Construction in Progress:

Construction in progress in the enterprise funds for costs incurred as of December 31, 2004 total \$883,063. This amount is comprised of the following projects:

North Well Field System Improvements	\$449,479
Shelly to Dixie Water Line Extension	266,400
Various Other Water Projects	155,715
Various Other Sewer Projects	11,469
Total Construction in Progress	<u>\$883,063</u>

As a result of adequate planning, the Water and Sewer Department has been able meet the demands for water and sewer service despite the rapid growth in Warren County. In 2004, the department concentrated on replacing, improving and upgrading existing water and sewer lines, facilities and appurtenances. Even with the main focus on improving existing facilities, the department continues to prepare for the future development in Warren County. The following describes some of the projects the Department currently has in either the engineering phase or in the construction phase.

The North Well Field Improvements project includes test wells, a Wellhead Protection Plan and the drilling and development of 4 new production wells. The County will also rehab the 3 existing production wells as part of the project. The well development, which consists of electrical, pumps, telemetry etc., will be bid in 2005. Total project costs are estimated to be \$2.0 million.

The Shelly to Dixie Water Line Extension is a project that developed as a result of the deterioration of the South Dixie water tank. The tank is being eliminated and adequate water pressure will be maintained for the area by a connection to the discharge line from the Shelly Avenue Booster Station. The total costs for this project are estimated to be \$270,000.00. Construction is underway and is scheduled to be completed in 2005.

The Department of the Army Corps of Engineers granted the County an easement for the new Harveysburg Elevated Storage Tank. The expenses incurred for this project at December 31, 2004 include engineering, an archeological study of the site and an evaluation/study of the visual effects of an elevated storage tank in that area. All the studies have been completed and the County has been approved for construction of a 300,000 gallon elevated storage tank. The total costs for this project are estimated to be \$900,000.00.

The Water and Sewer Department has a couple of smaller water and sewer line extensions that will be Special Assessment Projects. Cost estimates for these smaller projects will not be available until engineering is closer to completion.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2004***

NOTE 11 - DEFINED BENEFIT PENSION PLANS

All of the County's full-time employees participate in one of two separate retirement systems which are cost-sharing multiple employer defined benefit pension plans.

A. Ohio Public Employees Retirement System (the "OPERS")

The following information was provided by the OPERS to assist the County in complying with GASB Statement No. 27, "*Accounting for Pensions by State and Local Government Employers.*"

All employees of the County, except teachers at the Mental Retardation and Developmental Disabilities Board, participate in the OPERS, a multiple-employer public employee retirement system. OPERS administers three separate pension plans. The Traditional Pension Plan is a cost sharing, multiple employer defined benefit pension plan. The Combined Plan is also a cost sharing, multiple employer defined benefit pension plan where employer contributions are invested by OPERS to provide a formula retirement benefit similar in nature to the Traditional Pension Plan and member contributions are self-directed and accumulate retirement assets equal to the value of member contributions plus any investment earnings. The Member-Directed Plan is a defined contribution plan in which the member invests both member and employer contributions to accumulate retirement assets equal to the value of contributions plus any investment earnings. The OPERS provides retirement, disability, survivor and death benefits and annual cost-of-living adjustments to members of the Traditional Pension and Combined Plans. Members of the Member-Directed Plan do not qualify for ancillary benefits, including postemployment health care coverage. Chapter 145 of the Ohio Revised Code provides statutory authority to establish and amend benefits. The Ohio Public Employees Retirement System issues a stand-alone financial report that includes financial statements and required supplementary information for the OPERS. Interested parties may obtain a copy by making a written request to 277 East Town Street, Columbus, Ohio 43215-4642 or by calling (614) 222-6705 or 1-800-222-7377.

The Ohio Revised Code provides statutory authority for employee and employer contributions. For 2004, member and employer contribution rates were consistent across all three plans. The employee contribution rate for employees other than law enforcement is 8.5%. Law enforcement officers in the County Sheriff's department contribute 10.1% of covered salary. The 2004 employer contribution rate for local government employer units was 13.55% of covered payroll, 9.55% to fund the pension and 4.0% to fund health care. For law enforcement, the employer rate was 16.7% of covered payroll, 12.7% to fund the pension fund and 4.0% to fund health care. The contribution requirements of plan members and the County are established and may be amended by the Ohio Public Employees Retirement Board. The County's contribution to the OPERS for the years ending December 31, 2004, 2003, and 2002 were \$5,529,863, \$5,071,741, and \$4,753,333 respectively, for employees of the County and \$761,403, \$712,002, and \$662,706 respectively, for law enforcement officers, which were equal to the required contributions for each year.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2004***

NOTE 11 – DEFINED BENEFIT PENSION PLANS (Continued)

A. Ohio Public Employees Retirement System (the “OPERS”) (Continued)

The OPERS provides postemployment health care benefits to age and service retirees under the Traditional Pension and Combined Plans with ten or more years of qualifying Ohio service credit. Health care coverage for disability recipients and qualified survivor benefit recipients is also available. The health care coverage provided by the OPERS is considered an Other Postemployment Benefit (OPEB) as described in GASB Statement No. 12. A portion of each employer's contribution to the OPERS is set aside for the funding of post retirement health care.

The Ohio Revised Code provides statutory authority requiring public employers to fund postemployment health care through their contributions to the OPERS. The portion of the 2004 employer contribution rate (identified above) that was used to fund health care for the year 2004 was 4.0% of covered payroll which amounted to \$1,632,416 for employees other than law enforcement and \$182,356 for law enforcement employees.

The significant actuarial assumptions and calculations relating to postemployment health care benefits were based on the OPERS latest actuarial review performed as of December 31, 2003. An entry age normal actuarial cost method of valuation is used in determining the present value of OPEB. The difference between assumed and actual experience (actuarial gains and losses) becomes part of unfunded actuarial accrued liability. All investments are carried at market value. For actuarial valuation purposes, a smoothed market approach is used. Under this approach assets are adjusted annually to reflect 25% of unrealized market appreciation or depreciation on investment assets. The investment assumption rate for 2003 was 8.0%. An annual increase of 4.0% compounded annually, is the base portion of the individual pay increase assumption. This assumes no change in the number of active employees. Additionally, annual pay increases, over and above the 4.0% base increase, were assumed to range from 0.50% to 6.3%. Health care costs were assumed to increase at the projected wage inflation rate plus an additional factor ranging from 1% to 6% for the next 8 years. In subsequent years (9 and beyond) health care costs were assumed to increase 4.0% (the projected wage inflation rate).

Benefits are advanced-funded on an actuarially determined basis. At year-end 2004, the number of active contributing participants in the Traditional Pension and Combined Plans totaled 369,885. The actuarial value of the OPERS net assets available for OPEB at December 31, 2003 is \$10.5 billion. The actuarially accrued liability and the unfunded actuarial accrued liability, based on the actuarial cost method used, were \$26.9 billion and \$16.4 billion, respectively.

OPERS adopted a Health Care Preservation Plan (HCPP) with an effective date of January 1, 2007 that will restructure OPERS' health care coverage to improve the financial solvency of the fund in response to skyrocketing health care costs. Under the HCPP, retirees eligible for health care coverage will receive a graded monthly allocation based on their years of service at retirement. The Plan incorporates a cafeteria approach, offering a broad range of health care options that allow benefit recipients to use their monthly allocation to purchase health care coverage customized to meet their individual needs.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2004***

NOTE 11 – DEFINED BENEFIT PENSION PLANS (Continued)

B. State Teachers Retirement System of Ohio (STRS of Ohio)

The teachers who work for the Mental Retardation and Developmental Disabilities Board participate in the State Teachers Retirement System of Ohio (STRS), a cost-sharing, multiple employer retirement system administered by the State Teachers Retirement Board.

STRS administers three separate pension plans. The Defined Benefit Plan is a cost sharing multiple-employer defined benefit pension plan. Benefits are established under Chapter 3307 of the Revised Code. The Defined Contribution Plan allows the member to allocate the member and employer contributions among various investment choices. Plan benefits are established under Sections 3307.80 to 3307.89 of the Revised Code. The Combined Plan allows members to allocate their contributions to their selected investment choices and the employer contributions are used to fund a defined benefit payment. STRS provides basic retirement benefits, disability, survivor and health care benefits based on eligible service credit to members and beneficiaries. Members of the Defined Contribution plan are not eligible for health care benefits. STRS issues a stand-alone financial report that includes financial statements and required supplementary information for the STRS of Ohio. Interested parties may obtain a copy by making a written request to STRS Ohio, 275 E. Broad Street, Columbus, Ohio 43215-3371 or by calling (614) 227-4090, or by visiting the STRS Ohio Web site at www.strsoh.org.

The Ohio Revised Code provides statutory authority for County and employee contributions. The contribution requirements of plan members and the County are established and may be amended by the State Teachers Retirement Board, upon recommendation of its consulting actuary, not to exceed statutory maximum rates of 10% for members and 14% for employers. For fiscal year ended June 30, 2004, 13% was the portion of County contribution used to fund pension obligations. The County's contributions for pension obligations to the STRS of Ohio for the years ending December 31, 2004, 2003 and 2002 were \$174,732, \$177,683 and \$156,192 respectively, which were equal to the required contributions for each year.

STRS provides access to health care coverage to retirees who participated in the Defined Benefit or Combined Plans and their dependents. Coverage includes hospitalization, physicians' fees, prescription drugs, and partial reimbursement of monthly Medicare Part B premiums. Pursuant to the Revised Code, the State Teachers Retirement Board has discretionary authority over how much, if any, of the health care cost will be absorbed by STRS. All benefit recipients are required to pay a portion of the health care cost in the form of a monthly premium.

Benefits are funded on a pay-as-you-go basis through an allocation of employer contributions to a health care stabilization fund equal to 1% of covered payroll for 2004. The balance of the Health Care Stabilization Fund was \$3.1 billion at June 30, 2004. For the fiscal year ended June 30, 2004, the net health care costs paid by STRS were \$268,739,000. There were 111,853 eligible benefit recipients. The portion of the 2004 employer contribution rate (identified above) that was used to fund health care for fiscal year 2004 was 1.0% of covered payroll which amounted to \$12,481.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2004***

NOTE 12 - COMPENSATED ABSENCES

The costs of vacation and sick leave benefits are recorded as they are earned. Employees earn vacation leave at varying rates based upon length of service. Sick leave is accumulated at a rate of four and six tenths hours per eighty hours of bi-weekly service and pro-rated for hours less than eighty. Sick leave is cumulative without limit.

At December 31, 2004, the County's accumulated, unpaid compensated absences amounted to \$4,799,224. Of this amount, \$4,229,179 is recorded as Governmental Activities on the Entity Wide Statement of Net Assets (\$114,331 is reported as due within one year), \$570,045 is recorded as Business-type activities (all reported as due in more than one year).

At December 31, 2004 the liability recorded as Governmental Activities within the Statement of Net Assets representing unpaid vacation time, sick leave and compensatory time was as follows:

	<u>Hours</u>	<u>Amount</u>
Vacation Time	96,181	\$1,999,153
Sick Time	97,513	2,133,058
Compensatory Time	<u>3,307</u>	<u>96,968</u>
Total	<u>197,001</u>	<u>\$4,229,179</u>

NOTE 13 - NOTES PAYABLE

The County has pledged its full faith and credit as collateral for the general obligation notes. In 2004 the Hoff Run South note was retired with the revenues of the Sewer system. Ohio law permits the issuance and renewal of bond anticipation notes such that the notes may remain outstanding for twenty years consecutively before such notes must be retired either from available funds of the County or from the proceeds of bonds issued to redeem the anticipation notes. If such notes and renewal of such notes remain outstanding for a period in excess of five years, any such period in excess of five years must be deducted from the permitted maximum maturity of the bonds anticipated. Furthermore, a certain portion of the principal amount of such notes must be retired in the amounts and at the times that would have been required for the payment of principal maturities on the bonds anticipated as if the bonds had been issued at the expiration of the initial five year period.

	Balance January 1, 2004	Issued	(Retired)	Balance December 31, 2004
Enterprise General Obligation Notes:				
1.70% Sewer System (Hoff Run South)	\$100,000	\$0	(\$100,000)	\$0
Total Enterprise General Obligation Notes:	<u>100,000</u>	<u>0</u>	<u>(100,000)</u>	<u>0</u>
Total Notes Payable	<u>\$100,000</u>	<u>\$0</u>	<u>(\$100,000)</u>	<u>\$0</u>

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2004***

NOTE 14 - LONG-TERM DEBT AND OTHER LONG-TERM OBLIGATIONS

Debt issued for the East Street Building Improvement will be retired from the Debt Service Fund using rental payments received from the Warren County Welfare Department through a 25 year contract from the State of Ohio. Debt issued for various county building improvements will also be retired from the Debt Service Fund utilizing a portion of the 1/2% additional sales tax levied in 1992. An Ohio Public Works Commission interest-free loan will be retired from the Debt Service Fund over ten years by funding provided by the County Engineer. Tax Increment Financing (TIF) Bonds have been issued as general obligation bonds and a State 166 Loan has been issued in lieu of additional TIF bonds to provide for additional security of the full faith and credit of the County. The TIF Bonds and the State Loan will be retired from the Debt Service Fund utilizing payments in lieu of taxes received from Proctor & Gamble. The State Loan accrues interest monthly and the annual interest amount is added to the long term State Loans Payable. The first payments on the debt will begin in March of 2008. A service agreement with Proctor & Gamble provides for minimum annual payments sufficient to satisfy the TIF Bond and the State Loan debt service requirements. The 1993 Water and 1993 Sewer Mortgage Revenue Bonds were called and retired on December 1, 2004. The remaining revenue bonds issued for water and sewer improvements, as well as, loans from the Ohio Water Development Authority (OWDA) and the long term contract with Cincinnati Waterworks will be retired from the related revenues generated by the water or sewer fund. Special assessment bonds will be retired with proceeds of collections of special assessment receivables in the related debt service funds.

General obligation bonds are secured by the County's ability to levy a voted or unvoted property tax within limitations of Ohio law. Revenue bonds and OWDA loans are secured by future enterprise fund revenues generated through user charges or enterprise fund assets.

Special assessment debt service is financed by assessments to affected property owners. However, the County is ultimately responsible for the debt service if the assessments are not collected. Delinquent special assessments related to outstanding special assessment bonded debt at year end was \$59,299.

Revenue bond trust indentures require the County Water and Sewer Funds to maintain minimum debt service coverage ratios. The minimum coverage ratio required for the fiscal year 2004 was 120%. The bond coverage ratio for the fiscal year based upon operating revenue and investment income and operating expenses excluding depreciation was 73% for the Water Fund and 142% for the Sewer Fund. These ratios increase to 269% for the Water Fund and 525% for the Sewer Fund when the calculation includes the tap-in fees collected from customers connecting to the existing water and sewer systems.

Under the Uniform Bond Act of the Ohio Revised Code, the County has the capacity to issue \$39.9 million of additional unvoted general obligation debt.

WARREN COUNTY, OHIO

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2004**

NOTE 14 - LONG-TERM DEBT AND OTHER LONG-TERM OBLIGATIONS (Continued)

	Interest Rate	Maturity Date	Balance January 1, 2004	Additions	Retired	Balance December 31, 2004	Amounts Due Within One Year
Governmental Activities:							
General Obligation Bonds:							
Unvoted General Obligation Bonds:							
1988 East Street Building Improvement	7.500%	2008	\$220,000	\$0	(\$40,000)	\$180,000	\$40,000
1991 G. O. Building Project	5.95 - 8.85%	2011	690,000	0	(70,000)	620,000	70,000
1995 TIF Water	4.05 - 5.50%	2016	3,195,000	0	(180,000)	3,015,000	185,000
1995 TIF Sewer	4.00 - 5.45%	2016	2,400,000	0	(70,000)	2,330,000	75,000
Total Unvoted General Obligation Bonds			6,505,000	0	(360,000)	6,145,000	370,000
Special Assessment Bonds (with Governmental Commitment):							
1988 Waterline	7.750%	2008	42,000	0	(8,000)	34,000	8,000
1986 Sewer	6.340%	2006	240,000	0	(80,000)	160,000	80,000
1989 Water and Sewer	7.35 - 7.45%	2010	280,000	0	(30,000)	250,000	35,000
1990 Waterline	5.95 - 8.85%	2010	70,000	0	(10,000)	60,000	10,000
1991 Water System	5.95 - 8.85%	2011	415,000	0	(40,000)	375,000	45,000
1992 Morrow-Rochester Sewer	6.100%	2012	2,201,100	0	(188,900)	2,012,200	202,500
1992 Vivian Drive Sewer	6.100%	2012	13,800	0	(1,200)	12,600	1,300
1992 Shaker Road Water	6.100%	2012	75,400	0	(6,600)	68,800	6,900
1992 Routt Lane Water	6.100%	2012	33,000	0	(2,900)	30,100	3,000
1992 Sherman Terrace Water	6.100%	2012	155,800	0	(13,600)	142,200	14,400
1992 Hathaway Road Water	6.100%	2012	20,900	0	(1,800)	19,100	1,900
1993 Water and Sewer	2.80 - 5.85%	2013	645,000	0	(50,000)	595,000	55,000
1994 Water	6.550%	2014	1,190,000	0	(80,000)	1,110,000	85,000
1996 Water and Sewer	6.125 - 6.20%	2016	214,000	0	(18,000)	196,000	18,000
1997 Waterstone	4.15 - 5.50%	2017	2,725,000	0	(145,000)	2,580,000	150,000
1998 Drake Rd Waterline	4.975%	2018	19,990	0	(955)	19,035	995
1998 Eagle Hill Waterline	4.975%	2018	34,915	0	(1,670)	33,245	1,740
1998 Turtlecreek Union Waterline	4.975%	2018	874,465	0	(42,435)	832,030	41,300
1998 Duke Drive Road	4.212%	2008	135,630	0	(24,940)	110,690	25,965
2000 Water and Sewer	4.40 - 4.85%	2020	1,065,000	0	(40,000)	1,025,000	45,000
2001 Water and Sewer	3.30 - 5.35%	2021	2,180,000	0	(85,000)	2,095,000	85,000
2002 Striker Rd (Road SA)	2.00 - 5.10 %	2022	1,480,000	0	(55,000)	1,425,000	55,000
2003 Water and Sewer	2.00 - 4.75%	2023	2,635,000	0	(75,000)	2,560,000	100,000
2004 Water and Sewer	1.7 - 4.75%	2024	0	213,950	0	213,950	5,820
Total Special Assessment Bonds			16,746,000	213,950	(1,001,000)	15,958,950	1,076,820
Loans:							
1994 State 166 Loan	4.000%	2017	6,381,118	178,861	0	6,559,979	0
2000 OPWC Loan	0.000%	2011	380,578	0	(50,744)	329,834	50,743
Total Loans			6,761,696	178,861	(50,744)	6,889,813	50,743
Capital Leases			48,997	12,036	(18,456)	42,577	9,328
Compensated Absences			4,051,493	4,229,179	(4,051,493)	4,229,179	114,331
Total Governmental Activities Long-term Liabilities			\$34,113,186	\$4,634,026	(\$5,481,693)	\$33,265,519	\$1,621,222

WARREN COUNTY, OHIO

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2004**

NOTE 14 - LONG-TERM DEBT AND OTHER LONG-TERM OBLIGATIONS (Continued)

	Interest Rate	Maturity Date	Balance January 1, 2004	Additions	Retired	Balance December 31, 2004	Amounts Due Within One Year
Business-type Activities:							
Mortgage Revenue Bonds:							
1992 Sewer	3.60 - 6.70%	2016	\$1,049,002	0	(\$54,535)	\$994,467	\$54,535
1993 Sewer	2.58 - 5.45%	2015	3,513,875	0	(3,513,875)	0	0
1993 Water	2.55 - 5.45%	2015	4,398,553	0	(4,398,553)	0	0
1995 Sewer	3.90 - 5.75%	2020	2,534,027	0	(93,464)	2,440,563	98,464
1998 Water	3.80 - 5.45%	2016	5,577,446	0	(322,092)	5,255,354	337,092
2002 Water	2.00 - 5.00%	2019	9,043,291	0	(441,830)	8,601,461	451,830
Total Mortgage Revenue Bonds			26,116,194	0	(8,824,349)	17,291,845	941,921
OWDA Loan	7.11 - 11.35%	2006	1,074,125	0	(408,881)	665,244	438,294
Long-Term Contracts	4.375%	2008	1,559,232	0	(334,092)	1,225,140	349,005
Compensated Absences			512,072	570,045	(512,072)	570,045	0
Total Business-type Activities Long-term Liabilities			\$29,261,623	\$570,045	(\$10,079,394)	\$19,752,274	\$1,729,220

The principal amount of the County's special assessment debt outstanding at December 31, 2004 of \$15,958,950 is general obligation debt (backed by the full faith and credit of the County). This debt is being retired with the proceeds from special assessments levied against benefited property owners. The County is obligated to repay the debt irrespective of the amount of special assessments collected from property owners. The fund balance of \$1,890,301 in the Special Assessment Debt Service Fund at December 31, 2004 is reserved for the retirement of outstanding special assessment bonds.

A summary of the County's future debt service requirements including principal and interest at December 31, 2004 follows:

A. Bonded Debt

Years	General Obligation		Water Revenue		Sewer Revenue		Special Assessment	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2005	\$370,000	\$339,468	\$780,000	\$604,495	\$155,000	\$202,895	\$1,076,820	\$832,418
2006	395,000	318,850	805,000	570,620	165,000	194,260	1,109,990	777,252
2007	505,000	296,210	830,000	543,525	175,000	184,938	1,094,151	720,257
2008	535,000	267,665	865,000	513,950	190,000	174,917	1,145,342	663,695
2009	510,000	237,083	890,000	481,438	200,000	163,928	1,151,560	602,708
2010-2014	2,645,000	746,883	5,045,000	1,825,780	1,175,000	628,185	5,402,213	2,060,582
2015-2019	1,185,000	96,300	4,500,000	609,000	1,180,000	254,345	3,443,137	866,758
2020-2023	0	0	0	0	225,000	12,712	1,535,737	161,958
Totals	\$6,145,000	\$2,302,459	\$13,715,000	\$5,148,808	\$3,465,000	\$1,816,180	\$15,958,950	\$6,685,628

WARREN COUNTY, OHIO

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2004**

NOTE 14 - LONG-TERM DEBT AND OTHER LONG-TERM OBLIGATIONS (Continued)

B. Long-Term Loans, Contracts and Capital Leases

Years	OWDA Loans		OPWC Loans		State 166 Loan		Long-Term Contract		Capital Leases	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2005	\$438,294	\$47,872	\$50,743	\$0	\$0	\$0	\$349,005	\$46,657	\$9,328	\$4,008
2006	226,950	16,133	50,744	0	0	0	364,584	31,078	10,297	3,039
2007	0	0	50,744	0	0	0	380,858	14,804	11,368	1,967
2008	0	0	50,744	0	570,085	229,047	130,693	1,193	10,810	752
2009	0	0	50,744	0	709,623	249,335	0	0	774	9
2010-2014	0	0	76,115	0	4,006,069	788,721	0	0	0	0
2015-2019	0	0	0	0	1,840,594	78,044	0	0	0	0
2020-2023	0	0	0	0	0	0	0	0	0	0
Totals	\$665,244	\$64,005	\$329,834	\$0	\$7,126,371	\$1,345,147	\$1,225,140	\$93,732	\$42,577	\$9,775

C. Defeased Debt

In prior years, the County defeased certain Water Revenue Bonds (see Table). At the time of the defeasance, funds were deposited with the County's trustee. The principal and interest on the investments in these escrow funds are used solely to pay the principal and interest requirements on the original issue bonds as they come due. The monies with the trustee have been invested in obligations guaranteed as to both principal and interest by the United States and placed in irrevocable escrow accounts which, including interest earned, will be used to pay the principal and interest on the refunded bonds. As of December 31, 2004, the principal balance of this issue was \$9,000 and there was \$21,224 of principal and interest on deposit with the trustee.

Water Revenue Issues	Date Defeased	Balance (at time of defeasance)	Balance Outstanding at December 31, 2004
Pennyroyal Area	December 1988	\$108,000	\$9,000

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2004***

NOTE 14 - LONG-TERM DEBT AND OTHER LONG-TERM OBLIGATIONS (Continued)

D. Conduit Debt Obligations

In order to provide financial assistance to private sector entities for the acquisition and construction of commercial and industrial facilities deemed to be in the public interest, the County has, from time to time, issued conduit debt. This debt is secured by the property financed and are payable solely from payments received on the underlying mortgage loans. Ownership of the acquired facilities transfers to the private sector entity served by the bond issuance upon repayment of the bonds. Neither the County, the State nor any other political subdivision thereof is obligated in any manner for the repayment of the bonds. Accordingly, the conduit debt is not reported as liabilities in the accompanying financial statements.

As of December 31, 2004 there were sixteen (16) series of conduit debt outstanding. The aggregate principal amount payable for these series issued prior to January 1, 1996, could not be determined; however, their original issue amounts totaled \$30,890,000. Issue amounts for conduit debt issued after January 1, 1996 are monitored and currently have an outstanding principal debt totaling \$73,690,000 which brings the total conduit debt to \$104,580,000.

NOTE 15 - CAPITAL LEASES

The County has entered into agreements to lease office equipment. Certain agreements are, in substance, lease purchases (capital leases) and are classified as capital lease obligations in the financial statements.

During 2004, of the \$18,456 in lease retirements, \$7,228 was for lease disposals (trade-ins).

The County's future minimum lease payments under lease obligations which have been capitalized as of December 31, 2004, are as follows:

<u>Year Ending December 31,</u>	<u>Capital Leases</u>
2005	\$13,336
2006	13,336
2007	13,335
2008	11,562
2009	<u>783</u>
Minimum Lease Payments	52,352
Less amount representing interest at the County's incremental borrowing rate of interest	<u>(9,775)</u>
Present value of minimum lease payments	<u><u>\$42,577</u></u>

* No payment required past 2009

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2004***

NOTE 16 - CONSTRUCTION AND OTHER SIGNIFICANT COMMITMENTS

As of December 31, 2004, the County had the following significant construction projects that will be financed through an Ohio Water Development Authority Loan, Motor Vehicle and Gasoline Tax Revenues and Water Surplus Revenues:

<u>Projects</u>	<u>Remaining Construction Commitment</u>	<u>Expected Date of Completion</u>
Grandin Rd OWDA Water Project	\$1,998,200	2009
US 22 Road Widening Project	1,500,000	2009
North Wellfield System Improvements	505,158	2006
Total	<u><u>\$4,003,358</u></u>	

NOTE 17 - RELATED PARTY TRANSACTION

Warren County provided salaries for administration, supervision, and facilities to Production Services Unlimited, Inc. (PSU), a discretely presented component unit of Warren County. PSU reported \$879,992 for these contributions, recording revenue and expenses at cost or fair market value, as applicable.

NOTE 18 - CONTINGENCIES

The County is a party to various legal proceedings which seek damages or injunctive relief generally incidental to its operations and pending projects. The County's management is of the opinion that the ultimate disposition of the various claims and legal proceedings will not have a material, adverse effect on the County's financial position.

The County participates in a number of Federal and State assisted grant programs. The significant programs are the State Child Protective Allocation, Title XIX Medical Assistance Program, State Homeland Security Program, Community Development Block Grant, Community Housing Improvement Program Grant and the Workforce Investment Act. These programs are subject to financial and compliance audits by grantors or representatives. The County believes that disallowed claims, if any, will not have material adverse effect on the County's financial position.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2004***

NOTE 19 - RISK MANAGEMENT

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

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

Each member county has one vote on all matters requiring a vote, to be cast by a designated representative. The affairs of the Corporation are managed by an elected board of not more than nine trustees. Only county commissioners of member counties are eligible to serve on the board. No county may have more than one representative on the board at any time. Each member county's control over the budgeting and financing of CORSA is limited to its voting authority and any representation it may have on the board of trustees. CORSA has issued certificates of participation in order to provide adequate cash reserves. The certificates are secured by the member counties' obligations to make coverage payments to CORSA. The participating counties have no responsibility for the payment of certificates. The County does not have an equity interest in CORSA.

Insurance coverages stayed the same as coverages in the prior year. Settled claims during 2000, 2001 and 2003 did not exceed commercial insurance coverage.

The County has a group health insurance program for employees and their eligible dependents. Premiums are paid into an internal service fund by all funds having compensated employees, based upon an analysis of historical claims experience, the desired fund balance and the number of active participating employees. The monies paid into the Health Insurance Fund (internal service fund) are available to pay claims and administrative costs. The plan is administered by a third party administrator, Medical Mutual of Ohio, who monitors all claim payments. Excess loss coverage, carried through Medical Mutual of Ohio, becomes effective after \$100,000 per year per specific claim. There is a lifetime maximum coverage per person of \$2,000,000.

The total claims liability of \$1,253,791 comprised of MRDD and County health insurance, reported (at face value) within the Board of Mental Retardation Fund (major special revenue) and the Health Insurance Fund (internal service) at December 31, 2004 is based on the requirements of Governmental Accounting Standards Board Statement No. 10 which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated. Both funds are reported within the governmental activities on the entity wide statements.

WARREN COUNTY, OHIO

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2004**

NOTE 19 - RISK MANAGEMENT (Continued)

Changes in each of the fund's claims liability amount in 2004 were:

	Balance at December 31, 2003	Current Year Claims	Claim Payments	Balance at December 31, 2004
MRDD:				
2003	\$13,905	\$128,038	(\$139,056)	\$2,887
2004	2,887	159,538	(158,093)	4,332
County:				
2003	\$713,283	\$6,806,331	(\$6,474,768)	\$1,044,846
2004	1,044,846	6,849,115	(6,644,502)	1,249,459

NOTE 20 - JOINT VENTURE

Warren/Clinton Counties Recovery Services Board

Warren County is a member of Mental Health Recovery Services of Warren & Clinton Counties (MHRS), a joint venture between the two county entities and is the local Alcohol, Drug Addiction, and Mental Health Services (ADAMHS) Board as defined by the Ohio Revised Code. The mission of MHRS is to share hope and caring to achieve recovery from mental illness, alcoholism, and drug addiction.

MHRS is governed by an 18-member board of directors, four of which are appointed by the Ohio Department of Mental Health (ODMH) and four by the Ohio Department of Alcohol and Drug Addiction Services (ODADAS). The remaining ten members are appointed by the Warren County Commissioners and the Clinton County Commissioners. MHRS' main sources of revenue are grants from the two state departments previously named and a property tax levy in both counties.

MHRS contracts with independent, nonprofit agencies to provide services and programs. The Warren County Auditor and Treasurer maintain MHRS's financial records. Financial statements and the Single Audit Report of Examination are on file and can be obtained by writing to the Warren County Auditor's Office, 406 Justice Drive, Lebanon, Ohio 45036. Pursuant to Section 340.016 of the Ohio Revised Code, any withdrawing county would be required to submit a comprehensive plan that provides for the equitable adjustment and division of debts and obligations of the Joint County District to the State Director of Mental Health.

A summary of the unaudited cash basis financial information for the year ended December 31, 2004 is presented below:

Warren/Clinton Counties Recovery Services			
Assets	\$7,009,422	Revenues	13,762,524
Fund Equity	7,009,422	Expenses	<u>12,299,623</u>
		Net Income	1,462,901



*C*OMBINING AND *I*NDIVIDUAL *F*UND
*S*TATEMENTS AND *S*CHEDULES

THE FOLLOWING COMBINING STATEMENTS AND SCHEDULES INCLUDE
THE MAJOR AND NONMAJOR GOVERNMENTAL FUNDS AND FIDUCIARY
FUNDS.

Nonmajor Governmental Funds

Special Revenue Funds

Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than amounts relating to expendable trusts or for major capital projects) that are legally restricted to expenditures for specified purposes.

Senior Citizens Service Levy Fund

To account for tax levy proceeds which provide the source of funding for senior citizen services.

Motor Vehicle and Gasoline Tax Fund

To account for monies received by the County for state gasoline tax and vehicle registration fees used for County road and bridge repair and improvements programs. Expenditures for township road and bridge work are reimbursed by the townships.

Human Services Fund

To account for various Federal and State grants and reimbursements as well as transfers

Dog and Kennel Fund

This fund is used to account for fees collected for defraying the cost of administering the registration program, for compensation of the county dog wardens, deputy pound keepers and staff and for the payments of animal claims.

Permissive Tax Fund

To account for municipal motor vehicle permissive tax revenues from the State used for County road and bridge repair and improvement programs.

Real Estate Assessment Fund

To account for State mandated County-wide tax assessing expenses that are funded by charges to the political subdivisions located within the County.

Children's Services Board Fund

To account for various Federal and State grants and reimbursements used for County child care and adoption programs.

Youth Services Subsidy Fund

To account for revenues from the State for the purpose of maintaining a restitution program for juvenile offenders administered by the juvenile court.

(Continued)

Special Revenue Funds

Delinquent Real Estate Tax and Assessment Fund

This fund accounts for five percent (5%) of all certified delinquent taxes and assessments collected by the County Treasurer. These funds are used for the collection of delinquent property taxes and assessments and are appropriated one half to the County Treasurer and one half to the County Prosecuting Attorney.

Certificate of Title Administration Fund

To account for revenues and expenditures of the Clerk of Courts vehicle title registration operations.

Warren County Solid Waste District Fund

To account for assessed disposal fees from a privately owned and operated landfill and to implement reduction, reuse and recycling techniques.

Workforce Investment Act Fund

To account for grants from the Federal Government for employment and training needs of area job seekers.

Child Support Enforcement Fund

To account for revenues from 2% poundage fees, fines, Federal and State grants and other similar revenue sources, and to account for legally restricted expenditures used for the collection and protection of support payments made and owed to parents and children.

Community Development Fund

To account for Federal and State grants and expenditures as prescribed under the Community Development Block Grant Program.

Court Computerization Fund

To account for additional fees which could be charged by the different courts for computerization of the court and the office of the clerk of each court.

County Transit Fund

To account for Federal and State grant proceeds used for capital and operating expenditures of the County's transit system.

(Continued)

Special Revenue Funds

Other Special Revenue Fund

To account for revenues from: fees, taxes, fines, Federal and State grants, licenses and other similar revenue sources, and to account for legally restricted expenditures for specific purposes. The following funds, when compared to combined Special Revenue Fund totals, comprise less than 10% in each of the categories of assets, liabilities, revenues and expenditures:

- Veteran's Memorial Fund**
- HAVA Voter Equipment Fund**
- Domestic Shelter Fund**
- Crime Victim Grant Fund**
- County Court Probation Department Fund**
- Job Training Partnership Act Fund**
- Pass Through Grants Fund**
- Emergency Management Fund**
- Sheriff Grants Fund**
- Indigent Guardianship Fund**
- Indigent Driver Fund**
- Drug Law Enforcement Fund**
- Law Enforcement Fund**
- County Court Special Projects Fund**
- Treatment Alternative to Street Crime (TASC) Grant Fund**
- Hazardous Materials Emergency Fund**
- Enforcement and Education Fund**
- Rehabilitation Grants Fund**

Debt Service Funds

Debt Service Funds are used to account for retirement of the County's general obligation and special assessment bonds

East Street Building Fund

To account for the bond anticipation note on a budgetary basis, which provided the source of financing for the addition and improvements to the County building in a prior period. (The Balance Sheet is not presented because there are no assets or liabilities at year end.)

Court Building Construction Fund

To account for the bond anticipation note which provided the source of financing for the construction of a new County Courts Building in a prior period. (The Balance Sheet is not presented because there are no assets or liabilities at year end.)

Tax Increment Financing Fund

To account for revenue received from payments in lieu of taxes from Proctor & Gamble collected during annual tax billings, which provide the source of financing for long-term debt incurred for water and sewer line construction.

State Ohio Public Works Commission (OPWC) Loan Fund

To account for Ohio Public Works Commission loan which provided the source of financing for the reconstruction of Columbia Road in a prior period. (The Balance Sheet is not presented because there are no assets or liabilities at year end.)

Capital Projects Funds

The Capital Projects Funds are used to account for the financial resources to be used for the acquisition or construction of major capital facilities, other than those financed by proprietary funds.

County Road Projects Fund

To account for Ohio Public Works Commission Grants and the related County share of financing to repair and construct various County roads.

Water Extension Projects Fund

To account for the bond anticipation note which provided the source of financing for the Maple Park, Sherman Terrace, and Red Lion Five Points Road Water Extensions.

Sewer Extension Projects Fund

To account for the bond anticipation note which provided the source of financing for construction of sewer line extensions in various areas of the County to be financed by special assessments from property owners.

County Construction Projects Fund

To account for the bond anticipation note which provided the source of financing for the Justice Drive Street Extension and various improvements to County buildings.

Airport Construction Fund

To account for the grant anticipation financing of the extension and resurfacing of a runway at the County airport.

Permanent Fund

The Permanent Fund is used to account for the financial resources that are legally restricted in that only the earnings, not the principal, may be used to support the County's programs.

Scheurer - Smith Trust Fund

To account for restricted private sector contributions whose earnings are earmarked for education of the children of the Mary Haven Center.

WARREN COUNTY, OHIO

**Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2004**

	Nonmajor Special Revenue Funds	Nonmajor Debt Service	Nonmajor Capital Projects Funds	Permanent Fund	Total Nonmajor Governmental Funds
Assets:					
Cash and Cash Equivalents	\$ 22,779,980	\$ 996,961	\$ 4,258,734	\$ 40,490	\$ 28,076,165
Receivables:					
Taxes	4,260,371	0	0	0	4,260,371
Accounts	182,506	0	0	0	182,506
Intergovernmental	6,350,648	0	14,000	0	6,364,648
Interest	1,175	0	0	10	1,185
Due from Other Funds	206,308	0	258	0	206,566
Interfund Loans Receivable	40,000	0	7,167	0	47,167
Inventory of Supplies, at Cost	681,662	0	0	0	681,662
Prepaid Items	15,356	0	0	0	15,356
Total Assets	\$ 34,518,006	\$ 996,961	\$ 4,280,159	\$ 40,500	\$ 39,835,626
Liabilities:					
Accounts Payable	\$ 1,544,211	\$ 0	\$ 749,998	\$ 0	\$ 2,294,209
Accrued Wages and Benefits Payable	186,424	0	0	0	186,424
Intergovernmental Payable	615,334	0	0	0	615,334
Due to Other Funds	283,263	0	0	0	283,263
Interfund Loans Payable	25,000	0	175,000	0	200,000
Deferred Revenue	9,421,364	0	0	0	9,421,364
Compensated Absences Payable	38,674	0	0	0	38,674
Total Liabilities	12,114,270	0	924,998	0	13,039,268
Fund Balances:					
Reserved for Encumbrances	2,501,691	0	4,229,965	0	6,731,656
Reserved for Prepaid Items	15,356	0	0	0	15,356
Reserved for Supplies Inventory	681,662	0	0	0	681,662
Reserved for Debt Service	0	996,961	0	0	996,961
Reserved for Interfund Loans Receivable	40,000	0	7,167	0	47,167
Undesignated/Unreserved	19,165,027	0	(881,971)	40,500	18,323,556
Total Fund Balances	22,403,736	996,961	3,355,161	40,500	26,796,358
Total Liabilities and Fund Balances	\$ 34,518,006	\$ 996,961	\$ 4,280,159	\$ 40,500	\$ 39,835,626

WARREN COUNTY, OHIO

***Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Governmental Funds
For the Year Ended December 31, 2004***

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Funds	Nonmajor Capital Projects Funds	Permanent Fund	Total Nonmajor Governmental Funds
Revenues:					
Taxes	\$ 4,660,872	\$ 104,006	\$ 0	\$ 0	\$ 4,764,878
Intergovernmental Revenues	19,693,522	756,621	2,661,666	0	23,111,809
Charges for Services	4,980,313	0	0	0	4,980,313
Licenses and Permits	115	0	0	0	115
Investment Earnings	9,134	0	0	87	9,221
Special Assessments	0	0	116,950	0	116,950
Fines and Forfeitures	331,480	0	0	0	331,480
All Other Revenue	621,384	0	132,889	0	754,273
Total Revenue	30,296,820	860,627	2,911,505	87	34,069,039
Expenditures:					
Current:					
General Government:					
Legislative and Executive	1,198,945	0	0	0	1,198,945
Judicial	2,759,071	0	0	0	2,759,071
Public Safety	1,916,707	0	0	0	1,916,707
Public Works	6,708,772	0	0	0	6,708,772
Health	836,343	0	0	0	836,343
Human Services	17,934,365	0	0	0	17,934,365
Community and Economic Development	788,838	0	0	0	788,838
Capital Outlay	0	0	6,605,649	0	6,605,649
Debt Service:					
Principal Retirement	2,168	410,744	0	0	412,912
Interest and Fiscal Charges	940	359,808	0	0	360,748
Total Expenditures	32,146,149	770,552	6,605,649	0	39,522,350
Excess (Deficiency) of Revenues Over Expenditures	(1,849,329)	90,075	(3,694,144)	87	(5,453,311)
Other Financing Sources (Uses):					
Special Assessment Bonds Issued	0	0	213,950	0	213,950
Transfers In	3,503,546	223,129	2,314,350	0	6,041,025
Transfers Out	(50,744)	0	0	0	(50,744)
Total Other Financing Sources (Uses)	3,452,802	223,129	2,528,300	0	6,204,231
Net Change in Fund Balances	1,603,473	313,204	(1,165,844)	87	750,920
Fund Balances at Beginning of Year	20,652,567	683,757	4,521,005	40,413	25,897,742
Increase in Inventory Reserve	147,696	0	0	0	147,696
Fund Balances End of Year	\$ 22,403,736	\$ 996,961	\$ 3,355,161	\$ 40,500	\$ 26,796,358

WARREN COUNTY, OHIO

**Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2004**

	Senior Citizens Service Levy	Motor Vehicle and Gasoline Tax	Human Services	Dog and Kennel	Veteran's Memorial
Assets:					
Cash and Cash Equivalents	\$ 1,538,536	\$ 4,283,136	\$ 755,977	\$ 167,562	\$ 1,875
Receivables:					
Taxes	4,183,955	76,416	0	0	0
Accounts	0	13,627	0	9,895	0
Intergovernmental	1,549	3,199,164	3,300	0	0
Interest	0	1,076	0	0	0
Due from Other Funds	0	0	0	0	0
Interfund Loans Receivable	0	40,000	0	0	0
Inventory of Supplies, at Cost	0	681,662	0	0	0
Prepaid Items	0	12,799	596	629	0
Total Assets	\$ 5,724,040	\$ 8,307,880	\$ 759,873	\$ 178,086	\$ 1,875
Liabilities:					
Accounts Payable	\$ 666,921	\$ 145,668	\$ 146,742	\$ 3,777	\$ 0
Accrued Wages and Benefits Payable	0	38,156	28,415	2,480	0
Intergovernmental Payable	0	20,005	126,449	4,320	0
Due to Other Funds	0	2,684	100,703	1,350	0
Interfund Loans Payable	0	0	0	0	0
Deferred Revenue	4,268,008	2,312,404	0	0	0
Compensated Absences Payable	0	0	35,772	0	0
Total Liabilities	4,934,929	2,518,917	438,081	11,927	0
Fund Balances:					
Reserved for Encumbrances	136,351	572,640	328,342	5,530	0
Reserved for Prepaid Items	0	12,799	596	629	0
Reserved for Supplies Inventory	0	681,662	0	0	0
Reserved for Interfund Loans Receivable	0	40,000	0	0	0
Undesignated/Unreserved	652,760	4,481,862	(7,146)	160,000	1,875
Total Fund Balances	789,111	5,788,963	321,792	166,159	1,875
Total Liabilities and Fund Balances	\$ 5,724,040	\$ 8,307,880	\$ 759,873	\$ 178,086	\$ 1,875

WARREN COUNTY, OHIO

HAVA Voter Equipment	Permissive Tax	Domestic Shelter	Real Estate Assessment	Children's Services Board	Crime Victim Grant	Youth Services Subsidy
\$ 17,312	\$ 849,105	\$ 21,656	\$ 6,471,919	\$ 443,179	\$ 21,787	\$ 1,669,059
0	0	0	0	0	0	0
0	0	1,241	0	0	0	10,751
0	32,124	0	1,297	334,042	48,098	3,779
0	0	0	0	0	0	0
0	0	0	0	70,704	0	114,282
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	434	0	225
<u>\$ 17,312</u>	<u>\$ 881,229</u>	<u>\$ 22,897</u>	<u>\$ 6,473,216</u>	<u>\$ 848,359</u>	<u>\$ 69,885</u>	<u>\$ 1,798,096</u>
\$ 0	\$ 0	\$ 21,656	\$ 329,253	\$ 172,203	\$ 0	\$ 19,112
0	0	0	6,239	29,413	1,331	20,274
0	0	0	914	10,515	200	188,657
0	0	0	0	6,476	0	164,268
0	0	0	0	0	0	0
0	0	0	0	213,093	37,410	0
0	0	0	0	0	2,902	0
<u>0</u>	<u>0</u>	<u>21,656</u>	<u>336,406</u>	<u>431,700</u>	<u>41,843</u>	<u>392,311</u>
227	150,250	0	392,437	0	0	69,952
0	0	0	0	434	0	225
0	0	0	0	0	0	0
0	0	0	0	0	0	0
<u>17,085</u>	<u>730,979</u>	<u>1,241</u>	<u>5,744,373</u>	<u>416,225</u>	<u>28,042</u>	<u>1,335,608</u>
<u>17,312</u>	<u>881,229</u>	<u>1,241</u>	<u>6,136,810</u>	<u>416,659</u>	<u>28,042</u>	<u>1,405,785</u>
<u>\$ 17,312</u>	<u>\$ 881,229</u>	<u>\$ 22,897</u>	<u>\$ 6,473,216</u>	<u>\$ 848,359</u>	<u>\$ 69,885</u>	<u>\$ 1,798,096</u>

(Continued)

WARREN COUNTY, OHIO

**Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2004**

	Delinquent Real Estate Tax and Assessment	Certificate of Title Administration	County Court Probation Department	Warren County Solid Waste District	Workforce Investment Act
Assets:					
Cash and Cash Equivalents	\$ 960,399	\$ 746,128	\$ 306,704	\$ 1,822,523	\$ 363,279
Receivables:					
Taxes	0	0	0	0	0
Accounts	0	59,074	11,572	0	0
Intergovernmental	0	0	0	19,380	402,237
Interest	0	0	0	0	83
Due from Other Funds	0	0	0	562	20,760
Interfund Loans Receivable	0	0	0	0	0
Inventory of Supplies, at Cost	0	0	0	0	0
Prepaid Items	0	0	0	317	0
Total Assets	\$ 960,399	\$ 805,202	\$ 318,276	\$ 1,842,782	\$ 786,359
Liabilities:					
Accounts Payable	\$ 1,822	\$ 5,531	\$ 622	\$ 200	\$ 4,292
Accrued Wages and Benefits Payable	2,712	8,463	2,830	1,939	4,533
Intergovernmental Payable	407	1,225	424	594	239,769
Due to Other Funds	0	819	0	367	410
Interfund Loans Payable	0	0	0	0	0
Deferred Revenue	0	0	0	19,380	401,533
Compensated Absences Payable	0	0	0	0	0
Total Liabilities	4,941	16,038	3,876	22,480	650,537
Fund Balances:					
Reserved for Encumbrances	4,340	0	0	15,153	208,862
Reserved for Prepaid Items	0	0	0	317	0
Reserved for Supplies Inventory	0	0	0	0	0
Reserved for Interfund Loans Receivable	0	0	0	0	0
Undesignated/Unreserved	951,118	789,164	314,400	1,804,832	(73,040)
Total Fund Balances	955,458	789,164	314,400	1,820,302	135,822
Total Liabilities and Fund Balances	\$ 960,399	\$ 805,202	\$ 318,276	\$ 1,842,782	\$ 786,359

WARREN COUNTY, OHIO

<u>Job Training Partnership Act</u>	<u>Pass Through Grants</u>	<u>Child Support Enforcement</u>	<u>Emergency Management</u>	<u>Community Development</u>	<u>Sheriff Grants</u>
\$ 4,203	\$ 0	\$ 330,987	\$ 69,307	\$ 64,844	\$ 158,617
0	0	0	0	0	0
0	0	45,219	0	0	0
0	32,432	321	868,099	1,260,100	33,284
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	297	0	0
<u>\$ 4,203</u>	<u>\$ 32,432</u>	<u>\$ 376,527</u>	<u>\$ 937,703</u>	<u>\$ 1,324,944</u>	<u>\$ 191,901</u>
\$ 0	\$ 0	\$ 2,265	\$ 1,843	\$ 2,447	\$ 303
0	0	31,401	1,610	1,535	1,512
0	0	9,756	309	10,727	526
0	0	4,568	481	618	0
0	0	0	0	0	25,000
0	22,347	0	868,099	1,211,300	12,468
0	0	0	0	0	0
<u>0</u>	<u>22,347</u>	<u>47,990</u>	<u>872,342</u>	<u>1,226,627</u>	<u>39,809</u>
0	19,686	26,706	290,434	196,947	4,749
0	0	0	297	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>4,203</u>	<u>(9,601)</u>	<u>301,831</u>	<u>(225,370)</u>	<u>(98,630)</u>	<u>147,343</u>
<u>4,203</u>	<u>10,085</u>	<u>328,537</u>	<u>65,361</u>	<u>98,317</u>	<u>152,092</u>
<u>\$ 4,203</u>	<u>\$ 32,432</u>	<u>\$ 376,527</u>	<u>\$ 937,703</u>	<u>\$ 1,324,944</u>	<u>\$ 191,901</u>

(Continued)

WARREN COUNTY, OHIO

**Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2004**

	Indigent Guardianship	Indigent Driver	Drug Law Enforcement	Law Enforcement	Court Computerization
Assets:					
Cash and Cash Equivalents	\$ 69,127	\$ 42,019	\$ 62,819	\$ 63,107	\$ 972,148
Receivables:					
Taxes	0	0	0	0	0
Accounts	950	0	0	0	7,943
Intergovernmental	0	675	39	0	0
Interest	0	0	0	16	0
Due from Other Funds	0	0	0	0	0
Interfund Loans Receivable	0	0	0	0	0
Inventory of Supplies, at Cost	0	0	0	0	0
Prepaid Items	0	0	0	0	0
Total Assets	\$ 70,077	\$ 42,694	\$ 62,858	\$ 63,123	\$ 980,091
Liabilities:					
Accounts Payable	\$ 1,590	\$ 0	\$ 0	\$ 0	\$ 5,178
Accrued Wages and Benefits Payable	0	0	0	0	0
Intergovernmental Payable	0	0	0	0	0
Due to Other Funds	0	0	0	0	0
Interfund Loans Payable	0	0	0	0	0
Deferred Revenue	0	0	0	7	0
Compensated Absences Payable	0	0	0	0	0
Total Liabilities	1,590	0	0	7	5,178
Fund Balances:					
Reserved for Encumbrances	0	0	0	0	3,486
Reserved for Prepaid Items	0	0	0	0	0
Reserved for Supplies Inventory	0	0	0	0	0
Reserved for Interfund Loans Receivable	0	0	0	0	0
Undesignated/Unreserved	68,487	42,694	62,858	63,116	971,427
Total Fund Balances	68,487	42,694	62,858	63,116	974,913
Total Liabilities and Fund Balances	\$ 70,077	\$ 42,694	\$ 62,858	\$ 63,123	\$ 980,091

WARREN COUNTY, OHIO

County Court Special Projects	TASC Grant	Hazardous Materials Emergency	Enforcement and Education	Rehabilitation Grants	County Transit	Total Nonmajor Special Revenue Funds
\$ 274,892	\$ 5,282	\$ 29,625	\$ 20,926	\$ 48,445	\$ 123,496	\$ 22,779,980
0	0	0	0	0	0	4,260,371
15,451	0	0	0	0	6,783	182,506
0	110,628	0	100	0	0	6,350,648
0	0	0	0	0	0	1,175
0	0	0	0	0	0	206,308
0	0	0	0	0	0	40,000
0	0	0	0	0	0	681,662
0	0	59	0	0	0	15,356
<u>\$ 290,343</u>	<u>\$ 115,910</u>	<u>\$ 29,684</u>	<u>\$ 21,026</u>	<u>\$ 48,445</u>	<u>\$ 130,279</u>	<u>\$ 34,518,006</u>
\$ 2,302	\$ 2,086	\$ 384	\$ 0	\$ 0	\$ 8,014	\$ 1,544,211
243	2,426	912	0	0	0	186,424
36	364	137	0	0	0	615,334
0	0	519	0	0	0	283,263
0	0	0	0	0	0	25,000
0	55,315	0	0	0	0	9,421,364
0	0	0	0	0	0	38,674
<u>2,581</u>	<u>60,191</u>	<u>1,952</u>	<u>0</u>	<u>0</u>	<u>8,014</u>	<u>12,114,270</u>
4,942	3,011	0	0	0	67,646	2,501,691
0	0	59	0	0	0	15,356
0	0	0	0	0	0	681,662
0	0	0	0	0	0	40,000
<u>282,820</u>	<u>52,708</u>	<u>27,673</u>	<u>21,026</u>	<u>48,445</u>	<u>54,619</u>	<u>19,165,027</u>
<u>287,762</u>	<u>55,719</u>	<u>27,732</u>	<u>21,026</u>	<u>48,445</u>	<u>122,265</u>	<u>22,403,736</u>
<u>\$ 290,343</u>	<u>\$ 115,910</u>	<u>\$ 29,684</u>	<u>\$ 21,026</u>	<u>\$ 48,445</u>	<u>\$ 130,279</u>	<u>\$ 34,518,006</u>

WARREN COUNTY, OHIO

***Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2004***

	Senior Citizens Service Levy	Motor Vehicle and Gasoline Tax	Human Services	Dog and Kennel	Veteran's Memorial
Revenues:					
Taxes	\$ 3,652,509	\$ 1,008,363	\$ 0	\$ 0	\$ 0
Intergovernmental Revenues	430,229	5,523,695	5,085,006	0	0
Charges for Services	0	79,477	0	345,680	0
Licenses and Permits	0	0	0	0	0
Investment Earnings	0	8,599	0	0	0
Fines and Forfeitures	0	214,464	0	49,131	0
All Other Revenue	0	294,764	0	13,223	1,450
Total Revenue	4,082,738	7,129,362	5,085,006	408,034	1,450
Expenditures:					
Current:					
General Government:					
Legislative and Executive	0	0	0	0	0
Judicial	0	0	0	0	0
Public Safety	0	0	0	0	0
Public Works	0	6,533,137	0	0	0
Health	0	0	0	358,682	0
Human Services	3,845,309	0	5,494,125	0	735
Community and Economic Development	0	0	0	0	0
Debt Service:					
Principal Retirement	0	0	0	0	0
Interest and Fiscal Charges	0	0	0	0	0
Total Expenditures	3,845,309	6,533,137	5,494,125	358,682	735
Excess (Deficiency) of Revenues Over Expenditures	237,429	596,225	(409,119)	49,352	715
Other Financing Sources (Uses):					
Transfers In	0	0	292,478	0	0
Transfers Out	0	(50,744)	0	0	0
Total Other Financing Sources (Uses)	0	(50,744)	292,478	0	0
Net Change in Fund Balances	237,429	545,481	(116,641)	49,352	715
Fund Balances at Beginning of Year	551,682	5,095,786	438,433	116,807	1,160
Increase in Inventory Reserve	0	147,696	0	0	0
Fund Balances End of Year	\$ 789,111	\$ 5,788,963	\$ 321,792	\$ 166,159	\$ 1,875

WARREN COUNTY, OHIO

HAVA Voter Equipment	Permissive Tax	Domestic Shelter	Real Estate Assessment	Children's Services Board	Crime Victim Grant	Youth Services Subsidy
\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
0	446,450	0	0	1,602,944	64,130	1,155,492
0	0	41,613	2,050,394	0	0	0
0	0	0	115	0	0	0
0	0	0	0	0	0	0
0	0	0	200	0	0	331
0	0	0	0	16,656	0	122,837
<u>0</u>	<u>446,450</u>	<u>41,613</u>	<u>2,050,709</u>	<u>1,619,600</u>	<u>64,130</u>	<u>1,278,660</u>
7,990	0	0	998,163	0	0	0
0	0	0	0	0	0	1,392,238
0	0	0	0	0	103,378	733,475
0	175,635	0	0	0	0	0
0	0	43,899	0	0	0	0
0	0	0	0	3,475,225	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
<u>7,990</u>	<u>175,635</u>	<u>43,899</u>	<u>998,163</u>	<u>3,475,225</u>	<u>103,378</u>	<u>2,125,713</u>
(7,990)	270,815	(2,286)	1,052,546	(1,855,625)	(39,248)	(847,053)
0	0	0	0	1,854,000	38,977	751,270
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>1,854,000</u>	<u>38,977</u>	<u>751,270</u>
(7,990)	270,815	(2,286)	1,052,546	(1,625)	(271)	(95,783)
25,302	610,414	3,527	5,084,264	418,284	28,313	1,501,568
0	0	0	0	0	0	0
<u>\$ 17,312</u>	<u>\$ 881,229</u>	<u>\$ 1,241</u>	<u>\$ 6,136,810</u>	<u>\$ 416,659</u>	<u>\$ 28,042</u>	<u>\$ 1,405,785</u>

(Continued)

WARREN COUNTY, OHIO**Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2004**

	Delinquent Real Estate Tax and Assessment	Certificate of Title Administration	County Court Probation Department	Warren County Solid Waste District
Revenues:				
Taxes	\$ 0	\$ 0	\$ 0	\$ 0
Intergovernmental Revenues	0	0	0	242,500
Charges for Services	375,253	856,894	219,551	839
Licenses and Permits	0	0	0	0
Investment Earnings	0	0	0	0
Fines and Forfeitures	0	0	0	0
All Other Revenue	0	8,937	0	588
Total Revenue	375,253	865,831	219,551	243,927
Expenditures:				
Current:				
General Government:				
Legislative and Executive	192,792	0	0	0
Judicial	0	924,609	199,203	0
Public Safety	0	0	0	0
Public Works	0	0	0	0
Health	0	0	0	433,762
Human Services	0	0	0	0
Community and Economic Development	0	0	0	0
Debt Service:				
Principal Retirement	0	0	0	0
Interest and Fiscal Charges	0	0	0	0
Total Expenditures	192,792	924,609	199,203	433,762
Excess (Deficiency) of Revenues Over Expenditures	182,461	(58,778)	20,348	(189,835)
Other Financing Sources (Uses):				
Transfers In	0	0	0	0
Transfers Out	0	0	0	0
Total Other Financing Sources (Uses)	0	0	0	0
Net Change in Fund Balances	182,461	(58,778)	20,348	(189,835)
Fund Balances at Beginning of Year	772,997	847,942	294,052	2,010,137
Increase in Inventory Reserve	0	0	0	0
Fund Balances End of Year	\$ 955,458	\$ 789,164	\$ 314,400	\$ 1,820,302

WARREN COUNTY, OHIO

Workforce Investment Act	Job Training Partnership Act	Pass Through Grants	Child Support Enforcement	Emergency Management	Community Development	Sheriff Grants
\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
1,144,185	547	40,891	1,816,265	462,118	626,435	86,762
0	0	0	554,779	0	26,282	43,992
0	0	0	0	0	0	0
404	0	0	0	0	0	0
0	0	0	0	0	0	0
20,760	0	0	32,707	1,987	37,687	19,481
<u>1,165,349</u>	<u>547</u>	<u>40,891</u>	<u>2,403,751</u>	<u>464,105</u>	<u>690,404</u>	<u>150,235</u>
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	30,806	0	520,097	0	117,518
0	0	0	0	0	0	0
0	0	0	0	0	0	0
1,354,840	674	0	2,625,655	0	0	0
0	0	0	0	0	774,338	0
0	0	0	2,168	0	0	0
0	0	0	940	0	0	0
<u>1,354,840</u>	<u>674</u>	<u>30,806</u>	<u>2,628,763</u>	<u>520,097</u>	<u>774,338</u>	<u>117,518</u>
(189,491)	(127)	10,085	(225,012)	(55,992)	(83,934)	32,717
0	0	0	0	81,087	0	0
0	0	0	0	0	0	0
0	0	0	0	81,087	0	0
(189,491)	(127)	10,085	(225,012)	25,095	(83,934)	32,717
325,313	4,330	0	553,549	40,266	182,251	119,375
0	0	0	0	0	0	0
<u>\$ 135,822</u>	<u>\$ 4,203</u>	<u>\$ 10,085</u>	<u>\$ 328,537</u>	<u>\$ 65,361</u>	<u>\$ 98,317</u>	<u>\$ 152,092</u>

(Continued)

WARREN COUNTY, OHIO

***Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2004***

	Indigent Guardianship	Indigent Driver	Drug Law Enforcement	Law Enforcement	Court Computerization
Revenues:					
Taxes	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Intergovernmental Revenues	0	0	0	0	0
Charges for Services	15,950	0	0	0	195,404
Licenses and Permits	0	0	0	0	0
Investment Earnings	0	0	0	131	0
Fines and Forfeitures	0	21,101	40,109	0	0
All Other Revenue	0	0	0	0	0
Total Revenue	15,950	21,101	40,109	131	195,404
Expenditures:					
Current:					
General Government:					
Legislative and Executive	0	0	0	0	0
Judicial	14,822	0	0	0	196,919
Public Safety	0	15,520	45,131	0	0
Public Works	0	0	0	0	0
Health	0	0	0	0	0
Human Services	0	0	0	0	0
Community and Economic Development	0	0	0	0	0
Debt Service:					
Principal Retirement	0	0	0	0	0
Interest and Fiscal Charges	0	0	0	0	0
Total Expenditures	14,822	15,520	45,131	0	196,919
Excess (Deficiency) of Revenues Over Expenditures	1,128	5,581	(5,022)	131	(1,515)
Other Financing Sources (Uses):					
Transfers In	0	0	0	0	0
Transfers Out	0	0	0	0	0
Total Other Financing Sources (Uses)	0	0	0	0	0
Net Change in Fund Balances	1,128	5,581	(5,022)	131	(1,515)
Fund Balances at Beginning of Year	67,359	37,113	67,880	62,985	976,428
Increase in Inventory Reserve	0	0	0	0	0
Fund Balances End of Year	\$ 68,487	\$ 42,694	\$ 62,858	\$ 63,116	\$ 974,913

WARREN COUNTY, OHIO

County Court Special Projects	TASC Grant	Hazardous Materials Emergency	Enforcement and Education	Rehabilitation Grants	County Transit	Total Nonmajor Special Revenue Funds
\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 4,660,872
0	221,253	0	0	0	744,620	19,693,522
166,473	0	7,732	0	0	0	4,980,313
0	0	0	0	0	0	115
0	0	0	0	0	0	9,134
0	0	0	6,144	0	0	331,480
6,441	0	0	0	20,246	23,620	621,384
<u>172,914</u>	<u>221,253</u>	<u>7,732</u>	<u>6,144</u>	<u>20,246</u>	<u>768,240</u>	<u>30,296,820</u>
0	0	0	0	0	0	1,198,945
31,280	0	0	0	0	0	2,759,071
0	231,414	104,608	14,760	0	0	1,916,707
0	0	0	0	0	0	6,708,772
0	0	0	0	0	0	836,343
0	0	0	0	53,400	1,084,402	17,934,365
0	0	0	0	14,500	0	788,838
0	0	0	0	0	0	2,168
0	0	0	0	0	0	940
<u>31,280</u>	<u>231,414</u>	<u>104,608</u>	<u>14,760</u>	<u>67,900</u>	<u>1,084,402</u>	<u>32,146,149</u>
141,634	(10,161)	(96,876)	(8,616)	(47,654)	(316,162)	(1,849,329)
0	0	84,453	0	0	401,281	3,503,546
0	0	0	0	0	0	(50,744)
<u>0</u>	<u>0</u>	<u>84,453</u>	<u>0</u>	<u>0</u>	<u>401,281</u>	<u>3,452,802</u>
141,634	(10,161)	(12,423)	(8,616)	(47,654)	85,119	1,603,473
146,128	65,880	40,155	29,642	96,099	37,146	20,652,567
0	0	0	0	0	0	147,696
<u>\$ 287,762</u>	<u>\$ 55,719</u>	<u>\$ 27,732</u>	<u>\$ 21,026</u>	<u>\$ 48,445</u>	<u>\$ 122,265</u>	<u>\$ 22,403,736</u>

WARREN COUNTY, OHIO

***Combining Balance Sheet
Nonmajor Debt Service Funds
December 31, 2004***

	Tax Increment Financing
Assets:	
Cash and Cash Equivalents	\$ 996,961
Total Assets	<u>\$ 996,961</u>
Liabilities:	
Total Liabilities	<u>\$ 0</u>
Fund Balances:	
Reserved for Debt Service	996,961
Total Fund Balances	<u>996,961</u>
Total Liabilities and Fund Balances	<u>\$ 996,961</u>

WARREN COUNTY, OHIO**Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Debt Service Funds
For the Year Ended December 31, 2004**

	East Street Building	Court Building Construction	Tax Increment Financing	State OPWC Loan	Total Nonmajor Debt Service Funds
Revenues:					
Taxes	\$ 0	\$ 0	\$ 104,006	\$ 0	\$ 104,006
Intergovernmental Revenues	0	0	756,621	0	756,621
Total Revenue	<u>0</u>	<u>0</u>	<u>860,627</u>	<u>0</u>	<u>860,627</u>
Expenditures:					
Debt Service:					
Principal Retirement	40,000	70,000	250,000	50,744	410,744
Interest and Fiscal Charges	16,500	45,885	297,423	0	359,808
Total Expenditures	<u>56,500</u>	<u>115,885</u>	<u>547,423</u>	<u>50,744</u>	<u>770,552</u>
Excess (Deficiency) of Revenues Over Expenditures	(56,500)	(115,885)	313,204	(50,744)	90,075
Other Financing Sources (Uses):					
Transfers In	56,500	115,885	0	50,744	223,129
Total Other Financing Sources (Uses)	<u>56,500</u>	<u>115,885</u>	<u>0</u>	<u>50,744</u>	<u>223,129</u>
Net Change in Fund Balances	0	0	313,204	0	313,204
Fund Balances at Beginning of Year	<u>0</u>	<u>0</u>	<u>683,757</u>	<u>0</u>	<u>683,757</u>
Fund Balances End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 996,961</u>	<u>\$ 0</u>	<u>\$ 996,961</u>

WARREN COUNTY, OHIO

**Combining Balance Sheet
Nonmajor Capital Projects Funds
December 31, 2004**

	County Road Projects	Water Extension Projects	Sewer Extension Projects	County Construction Projects	Airport Construction	Total Nonmajor Capital Projects Funds
Assets:						
Cash and Cash Equivalents	\$ 1,526,575	\$ 46,100	\$ 46,308	\$ 2,637,541	\$ 2,210	\$ 4,258,734
Receivables:						
Intergovernmental	14,000	0	0	0	0	14,000
Due from Other Funds	0	258	0	0	0	258
Interfund Loans Receivable	0	7,167	0	0	0	7,167
Total Assets	<u>\$ 1,540,575</u>	<u>\$ 53,525</u>	<u>\$ 46,308</u>	<u>\$ 2,637,541</u>	<u>\$ 2,210</u>	<u>\$ 4,280,159</u>
Liabilities:						
Accounts Payable	\$ 578,147	\$ 7,425	\$ 7,152	\$ 157,274	\$ 0	\$ 749,998
Interfund Loans Payable	40,000	50,000	85,000	0	0	175,000
Total Liabilities	<u>618,147</u>	<u>57,425</u>	<u>92,152</u>	<u>157,274</u>	<u>0</u>	<u>924,998</u>
Fund Balances:						
Reserved for Encumbrances	1,763,694	2,010,948	5,326	449,997	0	4,229,965
Reserved for Interfund Loans Receivable	0	7,167	0	0	0	7,167
Undesignated/Unreserved	(841,266)	(2,022,015)	(51,170)	2,030,270	2,210	(881,971)
Total Fund Balances	<u>922,428</u>	<u>(3,900)</u>	<u>(45,844)</u>	<u>2,480,267</u>	<u>2,210</u>	<u>3,355,161</u>
Total Liabilities and Fund Balances	<u>\$ 1,540,575</u>	<u>\$ 53,525</u>	<u>\$ 46,308</u>	<u>\$ 2,637,541</u>	<u>\$ 2,210</u>	<u>\$ 4,280,159</u>

WARREN COUNTY, OHIO**Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2004**

	County Road Projects	Water Extension Projects	Sewer Extension Projects	County Construction Projects	Airport Construction	Total Nonmajor Capital Project Funds
Revenues:						
Intergovernmental Revenues	\$ 2,602,362	\$ 0	\$ 59,304	\$ 0	\$ 0	\$ 2,661,666
Special Assessments	0	63,750	53,200	0	0	116,950
All Other Revenue	0	0	0	132,889	0	132,889
Total Revenue	<u>2,602,362</u>	<u>63,750</u>	<u>112,504</u>	<u>132,889</u>	<u>0</u>	<u>2,911,505</u>
Expenditures:						
Capital Outlay	4,194,771	99,250	162,337	2,149,291	0	6,605,649
Total Expenditures	<u>4,194,771</u>	<u>99,250</u>	<u>162,337</u>	<u>2,149,291</u>	<u>0</u>	<u>6,605,649</u>
Excess (Deficiency) of Revenues Over Expenditures	(1,592,409)	(35,500)	(49,833)	(2,016,402)	0	(3,694,144)
Other Financing Sources (Uses):						
Special Assessment Bonds Issued	0	114,550	99,400	0	0	213,950
Transfers In	0	0	0	2,314,350	0	2,314,350
Total Other Financing Sources (Uses)	<u>0</u>	<u>114,550</u>	<u>99,400</u>	<u>2,314,350</u>	<u>0</u>	<u>2,528,300</u>
Net Change in Fund Balances	(1,592,409)	79,050	49,567	297,948	0	(1,165,844)
Fund Balances at Beginning of Year	<u>2,514,837</u>	<u>(82,950)</u>	<u>(95,411)</u>	<u>2,182,319</u>	<u>2,210</u>	<u>4,521,005</u>
Fund Balances End of Year	<u>\$ 922,428</u>	<u>\$ (3,900)</u>	<u>\$ (45,844)</u>	<u>\$ 2,480,267</u>	<u>\$ 2,210</u>	<u>\$ 3,355,161</u>

WARREN COUNTY, OHIO**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Funds – General Fund
For the Year Ended December 31, 2004**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Taxes	\$ 29,410,500	\$ 29,410,500	\$ 34,487,658	\$ 5,077,158
Intergovernmental Revenues	4,033,734	4,033,734	5,153,163	1,119,429
Charges for Services	5,520,188	5,520,188	6,130,112	609,924
Licenses and Permits	10,600	10,600	20,094	9,494
Investment Earnings	2,007,500	2,007,500	1,792,586	(214,914)
Fines and Forfeitures	229,000	229,000	383,071	154,071
All Other Revenues	957,590	957,590	1,802,252	844,662
Total Revenues	<u>42,169,112</u>	<u>42,169,112</u>	<u>49,768,936</u>	<u>7,599,824</u>
Expenditures:				
General Government-Legislative and Executive:				
Commissioners:				
Personal Services	1,232,946	1,072,233	800,793	271,440
Materials and Supplies	153,000	153,000	135,996	17,004
Contractual Services	927,770	1,042,846	978,094	64,752
Other Expenditures	1,984,264	2,562,272	2,321,390	240,882
Capital Outlay	18,000	508,207	500,388	7,819
Total Commissioners	<u>4,315,980</u>	<u>5,338,558</u>	<u>4,736,661</u>	<u>601,897</u>
Auditor:				
Personal Services	678,448	750,068	712,933	37,135
Materials and Supplies	25,000	29,522	15,664	13,858
Contractual Services	43,500	57,950	39,045	18,905
Other Expenditures	13,000	17,011	9,619	7,392
Capital Outlay	10,000	12,485	5,568	6,917
Total Auditor	<u>769,948</u>	<u>867,036</u>	<u>782,829</u>	<u>84,207</u>
Treasurer:				
Personal Services	349,154	383,228	359,532	23,696
Materials and Supplies	15,500	16,500	15,401	1,099
Contractual Services	6,000	6,000	1,978	4,022
Other Expenditures	9,100	11,322	7,334	3,988
Capital Outlay	7,300	6,300	1,150	5,150
Total Treasurer	<u>387,054</u>	<u>423,350</u>	<u>385,395</u>	<u>37,955</u>

(Continued)

WARREN COUNTY, OHIO***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Funds – General Fund
For the Year Ended December 31, 2004***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Prosecutor:				
Personal Services	1,749,441	1,749,795	1,721,345	28,450
Materials and Supplies	13,000	17,435	15,313	2,122
Contractual Services	86,240	87,715	66,680	21,035
Other Expenditures	67,465	71,232	70,161	1,071
Capital Outlay	19,750	7,560	2,327	5,233
Total Prosecutor	<u>1,935,896</u>	<u>1,933,737</u>	<u>1,875,826</u>	<u>57,911</u>
Recorder:				
Personal Services	586,444	593,792	593,048	744
Materials and Supplies	10,500	10,500	8,061	2,439
Contractual Services	45,000	43,412	24,617	18,795
Other Expenditures	6,000	2,806	2,803	3
Capital Outlay	27,500	41,783	33,257	8,526
Total Recorder	<u>675,444</u>	<u>692,293</u>	<u>661,786</u>	<u>30,507</u>
Board of Elections:				
Personal Services	566,627	575,146	504,582	70,564
Materials and Supplies	125,000	141,515	106,210	35,305
Contractual Services	66,000	69,661	28,175	41,486
Other Expenditures	20,000	21,510	14,246	7,264
Capital Outlay	10,500	11,500	4,756	6,744
Total Board of Elections	<u>788,127</u>	<u>819,332</u>	<u>657,969</u>	<u>161,363</u>
Data Processing:				
Personal Services	2,123,685	2,198,720	2,041,566	157,154
Materials and Supplies	33,500	37,149	28,794	8,355
Contractual Services	620,000	882,431	548,306	334,125
Other Expenditures	11,200	7,687	1,522	6,165
Capital Outlay	764,140	901,228	710,816	190,412
Total Data Processing	<u>3,552,525</u>	<u>4,027,215</u>	<u>3,331,004</u>	<u>696,211</u>

(Continued)

WARREN COUNTY, OHIO***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Funds – General Fund
For the Year Ended December 31, 2004***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Microfilming Process:				
Personal Services	237,700	237,287	226,834	10,453
Materials and Supplies	13,700	13,700	12,713	987
Contractual Services	27,500	27,913	20,443	7,470
Other Expenditures	2,300	2,300	840	1,460
Capital Outlay	8,000	8,000	5,835	2,165
Total Microfilming Process	<u>289,200</u>	<u>289,200</u>	<u>266,665</u>	<u>22,535</u>
Building and Grounds:				
Personal Services	2,077,908	2,093,835	1,996,183	97,652
Materials and Supplies	341,200	369,200	273,622	95,578
Contractual Services	1,089,900	1,300,303	1,280,043	20,260
Other Expenditures	7,000	6,300	2,667	3,633
Capital Outlay	81,000	59,172	40,989	18,183
Total Building and Grounds	<u>3,597,008</u>	<u>3,828,810</u>	<u>3,593,504</u>	<u>235,306</u>
Rural Zoning:				
Personal Services	152,964	145,614	140,921	4,693
Materials and Supplies	9,000	9,000	6,953	2,047
Contractual Services	2,500	2,500	1,200	1,300
Other Expenditures	1,000	1,000	697	303
Capital Outlay	5,000	1,000	923	77
Total Rural Zoning	<u>170,464</u>	<u>159,114</u>	<u>150,694</u>	<u>8,420</u>
Tax Maps:				
Personal Services	340,134	340,134	335,880	4,254
Materials and Supplies	5,000	5,000	4,510	490
Other Expenditures	3,180	3,180	0	3,180
Capital Outlay	2,000	2,000	0	2,000
Total Tax Maps	<u>350,314</u>	<u>350,314</u>	<u>340,390</u>	<u>9,924</u>
Total Legislative and Executive	<u>16,831,960</u>	<u>18,728,959</u>	<u>16,782,723</u>	<u>1,946,236</u>

(Continued)

WARREN COUNTY, OHIO***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Funds – General Fund
For the Year Ended December 31, 2004***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
General Government-Judicial:				
Common Pleas Court:				
Personal Services	1,067,496	1,154,402	1,077,277	77,125
Materials and Supplies	19,550	22,350	16,888	5,462
Contractual Services	331,605	453,578	431,747	21,831
Other Expenditures	70,160	22,581	18,048	4,533
Capital Outlay	32,309	22,709	14,544	8,165
Total Common Pleas Court	<u>1,521,120</u>	<u>1,675,620</u>	<u>1,558,504</u>	<u>117,116</u>
Domestic Relations Court:				
Personal Services	692,906	692,346	682,353	9,993
Materials and Supplies	6,090	8,090	7,992	98
Contractual Services	25,081	27,181	21,631	5,550
Other Expenditures	11,130	8,190	6,622	1,568
Capital Outlay	8,931	8,331	4,391	3,940
Total Domestic Relations Court	<u>744,138</u>	<u>744,138</u>	<u>722,989</u>	<u>21,149</u>
Juvenile Court:				
Personal Services	967,379	966,698	933,918	32,780
Materials and Supplies	19,000	18,000	15,558	2,442
Contractual Services	301,800	327,080	306,461	20,619
Other Expenditures	29,000	9,000	7,100	1,900
Capital Outlay	16,000	16,000	13,637	2,363
Total Juvenile Court	<u>1,333,179</u>	<u>1,336,778</u>	<u>1,276,674</u>	<u>60,104</u>
Probate Court:				
Personal Services	377,203	380,203	373,803	6,400
Materials and Supplies	50,800	51,800	51,043	757
Contractual Services	30,800	30,800	19,313	11,487
Other Expenditures	11,000	10,000	5,789	4,211
Capital Outlay	3,000	3,000	978	2,022
Total Probate Court	<u>472,803</u>	<u>475,803</u>	<u>450,926</u>	<u>24,877</u>

(Continued)

WARREN COUNTY, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Funds – General Fund
For the Year Ended December 31, 2004***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Clerk of Courts:				
Personal Services	758,033	761,347	757,664	3,683
Materials and Supplies	146,800	154,873	154,871	2
Contractual Services	32,600	31,723	29,141	2,582
Other Expenditures	14,000	14,500	14,082	418
Capital Outlay	12,000	7,686	4,174	3,512
Total Clerk of Courts	<u>963,433</u>	<u>970,129</u>	<u>959,932</u>	<u>10,197</u>
Municipal Court:				
Personal Services	222,713	255,289	215,847	39,442
Contractual Services	65,000	111,784	94,241	17,543
Other Expenditures	10,000	39,030	30,694	8,336
Total Municipal Court	<u>297,713</u>	<u>406,103</u>	<u>340,782</u>	<u>65,321</u>
Criminal Prosecutors:				
Personal Services	48,949	48,949	48,904	45
Total Criminal Prosecutors	<u>48,949</u>	<u>48,949</u>	<u>48,904</u>	<u>45</u>
County Court:				
Personal Services	697,280	700,623	670,218	30,405
Materials and Supplies	15,000	18,290	16,623	1,667
Contractual Services	66,000	75,250	60,144	15,106
Other Expenditures	12,500	33,736	29,667	4,069
Capital Outlay	12,500	9,100	5,963	3,137
Total County Court	<u>803,280</u>	<u>836,999</u>	<u>782,615</u>	<u>54,384</u>
Law Library:				
Personal Services	50,625	50,625	50,610	15
Total Law Library	<u>50,625</u>	<u>50,625</u>	<u>50,610</u>	<u>15</u>
Total Judicial	<u>6,235,240</u>	<u>6,545,144</u>	<u>6,191,936</u>	<u>353,208</u>

(Continued)

WARREN COUNTY, OHIO***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Funds – General Fund
For the Year Ended December 31, 2004***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Public Safety:				
Coroner:				
Personal Services	114,977	149,854	149,630	224
Materials and Supplies	1,500	666	499	167
Contractual Services	85,350	86,139	85,834	305
Other Expenditures	3,350	2,261	2,260	1
Capital Outlay	800	0	0	0
Total Coroner	<u>205,977</u>	<u>238,920</u>	<u>238,223</u>	<u>697</u>
Sheriff:				
Personal Services	9,485,920	9,494,221	9,032,979	461,242
Materials and Supplies	296,500	309,749	304,733	5,016
Contractual Services	1,271,500	1,316,859	1,305,049	11,810
Other Expenditures	78,867	72,632	67,592	5,040
Capital Outlay	250,700	344,136	342,394	1,742
Total Sheriff	<u>11,383,487</u>	<u>11,537,597</u>	<u>11,052,747</u>	<u>484,850</u>
Building Regulation:				
Personal Services	721,605	727,647	718,055	9,592
Materials and Supplies	28,500	32,000	30,323	1,677
Contractual Services	10,500	53,675	52,264	1,411
Other Expenditures	13,500	13,000	7,437	5,563
Capital Outlay	10,000	13,000	11,596	1,404
Total Building Regulation	<u>784,105</u>	<u>839,322</u>	<u>819,675</u>	<u>19,647</u>
Juvenile Probation:				
Personal Services	768,608	766,632	735,509	31,123
Materials and Supplies	7,000	7,000	5,123	1,877
Contractual Services	4,000	4,000	2,332	1,668
Other Expenditures	5,700	5,700	3,239	2,461
Capital Outlay	1,500	1,500	653	847
Total Juvenile Probation	<u>786,808</u>	<u>784,832</u>	<u>746,856</u>	<u>37,976</u>

(Continued)

WARREN COUNTY, OHIO***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Funds – General Fund
For the Year Ended December 31, 2004***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Juvenile Detention:				
Personal Services	1,114,655	1,115,440	1,027,497	87,943
Materials and Supplies	19,500	19,500	12,086	7,414
Contractual Services	126,000	128,000	109,156	18,844
Other Expenditures	5,500	5,500	2,288	3,212
Capital Outlay	8,000	8,000	7,238	762
Total Juvenile Detention	<u>1,273,655</u>	<u>1,276,440</u>	<u>1,158,265</u>	<u>118,175</u>
Communication Dispatch:				
Personal Services	1,868,710	1,862,842	1,783,890	78,952
Materials and Supplies	9,000	14,000	10,541	3,459
Contractual Services	19,500	20,030	15,390	4,640
Other Expenditures	4,000	8,000	7,523	477
Capital Outlay	22,000	20,944	12,385	8,559
Total Communication Dispatch	<u>1,923,210</u>	<u>1,925,816</u>	<u>1,829,729</u>	<u>96,087</u>
Telecommunications:				
Personal Services	688,821	690,231	687,555	2,676
Materials and Supplies	51,500	55,090	44,884	10,206
Contractual Services	693,000	729,798	645,981	83,817
Other Expenditures	6,000	5,000	4,488	512
Capital Outlay	445,000	618,333	523,255	95,078
Total Telecommunications	<u>1,884,321</u>	<u>2,098,452</u>	<u>1,906,163</u>	<u>192,289</u>
Total Public Safety	<u>18,241,563</u>	<u>18,701,379</u>	<u>17,751,658</u>	<u>949,721</u>
Human Services:				
Health:				
Other Expenditures	700	700	477	223
Total Health	<u>700</u>	<u>700</u>	<u>477</u>	<u>223</u>

(Continued)

WARREN COUNTY, OHIO**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Funds – General Fund
For the Year Ended December 31, 2004**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Veterans' Services:				
Personal Services	325,361	442,064	361,096	80,968
Materials and Supplies	16,500	18,000	15,740	2,260
Contractual Services	60,500	70,500	54,565	15,935
Other Expenditures	584,600	599,642	483,629	116,013
Capital Outlay	0	13,450	13,450	0
Total Veterans' Services	<u>986,961</u>	<u>1,143,656</u>	<u>928,480</u>	<u>215,176</u>
Total Human Services	<u>987,661</u>	<u>1,144,356</u>	<u>928,957</u>	<u>215,399</u>
Total Expenditures	<u>42,296,424</u>	<u>45,119,838</u>	<u>41,655,274</u>	<u>3,464,564</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(127,312)	(2,950,726)	8,113,662	11,064,388
Other Financing Sources (Uses):				
Transfers Out	(3,988,163)	(6,510,066)	(6,332,574)	177,492
Advances In	48,000	48,000	102,000	54,000
Advances Out	0	0	(79,000)	(79,000)
Total Other Financing Sources (Uses)	<u>(3,940,163)</u>	<u>(6,462,066)</u>	<u>(6,309,574)</u>	<u>152,492</u>
Net Change in Fund Balance	(4,067,475)	(9,412,792)	1,804,088	11,216,880
Fund Balance at Beginning of Year	10,362,594	10,362,594	10,362,594	0
Prior Year Encumbrances	2,757,835	2,757,835	2,757,835	0
Fund Balance at End of Year	<u>\$ 9,052,954</u>	<u>\$ 3,707,637</u>	<u>\$ 14,924,517</u>	<u>\$ 11,216,880</u>

WARREN COUNTY, OHIO**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Funds – Special Revenue Fund
For the Year Ended December 31, 2004**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive Negative (Negative)
Revenues:				
Taxes	\$ 14,998,648	\$ 14,998,648	\$ 15,407,211	\$ 408,563
Intergovernmental Revenues	9,424,689	9,424,689	8,415,072	(1,009,617)
Charges for Services	20,000	20,000	52,122	32,122
All Other Revenues	220,000	220,000	296,141	76,141
Total Revenues	<u>24,663,337</u>	<u>24,663,337</u>	<u>24,170,546</u>	<u>(492,791)</u>
Expenditures:				
Human Services:				
Personal Services	13,192,712	13,226,405	11,878,547	1,347,858
Materials and Supplies	746,300	787,151	660,460	126,691
Contractual Services	5,914,181	6,689,154	6,360,079	329,075
Health Insurance Claims	265,000	260,404	158,093	102,311
Other Expenditures	3,243,400	3,544,759	3,145,082	399,677
Capital Outlay	2,386,150	1,905,728	767,550	1,138,178
Total Expenditures	<u>25,747,743</u>	<u>26,413,601</u>	<u>22,969,811</u>	<u>3,443,790</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,084,406)	(1,750,264)	1,200,735	2,950,999
Other Financing Sources (Uses):				
Transfers In	110,000	110,000	0	(110,000)
Total Other Financing Sources (Uses)	<u>110,000</u>	<u>110,000</u>	<u>0</u>	<u>(110,000)</u>
Net Change in Fund Balance	(974,406)	(1,640,264)	1,200,735	2,840,999
Fund Balance at Beginning of Year	12,377,887	12,377,887	12,377,887	0
Prior Year Encumbrances	1,183,658	1,183,658	1,183,658	0
Fund Balance at End of Year	<u>\$ 12,587,139</u>	<u>\$ 11,921,281</u>	<u>\$ 14,762,280</u>	<u>\$ 2,840,999</u>

WARREN COUNTY, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Funds – Debt Service Fund
For the Year Ended December 31, 2004***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Charges for Services	\$ 0	\$ 0	\$ 51,950	\$ 51,950
Special Assessments	<u>1,695,462</u>	<u>1,695,462</u>	<u>1,903,056</u>	<u>207,594</u>
Total Revenues	<u>1,695,462</u>	<u>1,695,462</u>	<u>1,955,006</u>	<u>259,544</u>
Expenditures:				
Debt Service:				
Principal Retirement	926,000	1,001,000	1,001,000	0
Interest and Fiscal Charges	<u>769,462</u>	<u>898,138</u>	<u>897,760</u>	<u>378</u>
Total Expenditures	<u>1,695,462</u>	<u>1,899,138</u>	<u>1,898,760</u>	<u>378</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	(203,676)	56,246	259,922
Fund Balance at Beginning of Year	<u>1,834,310</u>	<u>1,834,310</u>	<u>1,834,310</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 1,834,310</u>	<u>\$ 1,630,634</u>	<u>\$ 1,890,556</u>	<u>\$ 259,922</u>

WARREN COUNTY, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2004***

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Taxes	\$ 3,568,000	\$ 3,651,828	\$ 83,828
Intergovernmental Revenues	407,000	422,484	15,484
Total Revenues	<u>3,975,000</u>	<u>4,074,312</u>	<u>99,312</u>
Expenditures:			
Human Services:			
Contractual Services	4,538,338	4,538,338	0
Other Expenditures	132,740	62,957	69,783
Total Expenditures	<u>4,671,078</u>	<u>4,601,295</u>	<u>69,783</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(696,078)	(526,983)	169,095
Fund Balance at Beginning of Year	702,341	702,341	0
Prior Year Encumbrances	468,976	468,976	0
Fund Balance at End of Year	<u>\$ 475,239</u>	<u>\$ 644,334</u>	<u>\$ 169,095</u>

WARREN COUNTY, OHIO**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2004****MOTOR VEHICLE AND GASOLINE TAX FUND**

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Taxes	\$ 920,000	\$ 999,860	\$ 79,860
Intergovernmental Revenues	4,725,000	5,682,399	957,399
Charges for Services	14,000	70,366	56,366
Investment Earnings	30,000	5,850	(24,150)
Fines and Forfeitures	450,000	217,346	(232,654)
All Other Revenues	0	294,788	294,788
Total Revenues	<u>6,139,000</u>	<u>7,270,609</u>	<u>1,131,609</u>
Expenditures:			
Public Works:			
Personal Services	2,889,027	2,727,911	161,116
Materials and Supplies	1,980,721	1,803,217	177,504
Contractual Services	1,692,397	1,205,021	487,376
Other Expenditures	333,885	321,834	12,051
Capital Outlay	2,754,851	1,585,378	1,169,473
Total Expenditures	<u>9,650,881</u>	<u>7,643,361</u>	<u>2,007,520</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(3,511,881)	(372,752)	3,139,129
Other Financing Sources (Uses):			
Transfers Out	(26,657)	0	26,657
Advances Out	0	(40,000)	(40,000)
Total Other Financing Sources (Uses)	<u>(26,657)</u>	<u>(40,000)</u>	<u>(13,343)</u>
Net Change in Fund Balance	(3,538,538)	(412,752)	3,125,786
Fund Balance at Beginning of Year	3,189,975	3,189,975	0
Prior Year Encumbrances	810,252	810,252	0
Fund Balance at End of Year	<u>\$ 461,689</u>	<u>\$ 3,587,475</u>	<u>\$ 3,125,786</u>

WARREN COUNTY, OHIO**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2004**

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
HUMAN SERVICES FUND			
Revenues:			
Intergovernmental Revenues	\$ 6,856,733	\$ 5,369,891	\$ (1,486,842)
All Other Revenues	0	977	977
Total Revenues	<u>6,856,733</u>	<u>5,370,868</u>	<u>(1,485,865)</u>
Expenditures:			
Human Services:			
Personal Services	2,286,271	2,204,241	82,030
Materials and Supplies	111,972	87,204	24,768
Contractual Services	4,435,915	3,703,418	732,497
Other Expenditures	709,287	248,314	460,973
Capital Outlay	26,000	13,142	12,858
Total Expenditures	<u>7,569,445</u>	<u>6,256,319</u>	<u>1,313,126</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(712,712)	(885,451)	(172,739)
Other Financing Sources (Uses):			
Transfers In	0	292,478	292,478
Total Other Financing Sources (Uses)	<u>0</u>	<u>292,478</u>	<u>292,478</u>
Net Change in Fund Balance	(712,712)	(592,973)	119,739
Fund Balance at Beginning of Year	(426,856)	(426,856)	0
Prior Year Encumbrances	1,210,400	1,210,400	0
Fund Balance at End of Year	<u>\$ 70,832</u>	<u>\$ 190,571</u>	<u>\$ 119,739</u>

WARREN COUNTY, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2004***

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
DOG AND KENNEL FUND			
Revenues:			
Charges for Services	\$ 322,000	\$ 347,770	\$ 25,770
Fines and Forfeitures	26,000	48,464	22,464
All Other Revenues	8,000	12,520	4,520
Total Revenues	<u>356,000</u>	<u>408,754</u>	<u>52,754</u>
Expenditures:			
Health:			
Personal Services	241,260	215,220	26,040
Materials and Supplies	43,268	37,359	5,909
Contractual Services	87,300	86,838	462
Other Expenditures	12,544	10,841	1,703
Capital Outlay	21,097	20,472	625
Total Expenditures	<u>405,469</u>	<u>370,730</u>	<u>34,739</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(49,469)	38,024	87,493
Fund Balance at Beginning of Year	121,461	121,461	0
Prior Year Encumbrances	2,547	2,547	0
Fund Balance at End of Year	<u>\$ 74,539</u>	<u>\$ 162,032</u>	<u>\$ 87,493</u>

WARREN COUNTY, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2004***

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
All Other Revenues	\$ 7,500	\$ 1,450	\$ (6,050)
Total Revenues	<u>7,500</u>	<u>1,450</u>	<u>(6,050)</u>
Expenditures:			
Human Services:			
Contractual Services	250	0	250
Capital Outlay	2,235	735	1,500
Total Expenditures	<u>2,485</u>	<u>735</u>	<u>1,750</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	5,015	715	(4,300)
Fund Balance at Beginning of Year	1,160	1,160	0
Fund Balance at End of Year	<u>\$ 6,175</u>	<u>\$ 1,875</u>	<u>\$ (4,300)</u>

WARREN COUNTY, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2004***

HAVA VOTER EQUIPMENT FUND			
	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Total Revenues	\$ 0	\$ 0	\$ 0
Expenditures:			
Legislative and Executive:			
Capital Outlay	25,302	8,217	17,085
Total Expenditures	<u>25,302</u>	<u>8,217</u>	<u>17,085</u>
Excess (Deficiency) of			
Revenues Over (Under) Expenditures	(25,302)	(8,217)	17,085
Fund Balance at Beginning of Year	25,302	25,302	0
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 17,085</u>	<u>\$ 17,085</u>

WARREN COUNTY, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2004***

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental Revenues	\$ 413,554	\$ 447,127	\$ 33,573
Total Revenues	<u>413,554</u>	<u>447,127</u>	<u>33,573</u>
Expenditures:			
Public Works:			
Capital Outlay	487,248	325,885	161,363
Total Expenditures	<u>487,248</u>	<u>325,885</u>	<u>161,363</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(73,694)	121,242	194,936
Fund Balance at Beginning of Year	534,315	534,315	0
Prior Year Encumbrances	43,298	43,298	0
Fund Balance at End of Year	<u>\$ 503,919</u>	<u>\$ 698,855</u>	<u>\$ 194,936</u>

WARREN COUNTY, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2004***

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Charges for Services	\$ 39,849	\$ 43,899	\$ 4,050
Total Revenues	<u>39,849</u>	<u>43,899</u>	<u>4,050</u>
Expenditures:			
Health:			
Contractual Services	46,890	46,890	0
Total Expenditures	<u>46,890</u>	<u>46,890</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(7,041)	(2,991)	4,050
Fund Balance at Beginning of Year	24,647	24,647	0
Fund Balance at End of Year	<u>\$ 17,606</u>	<u>\$ 21,656</u>	<u>\$ 4,050</u>

WARREN COUNTY, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2004***

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
REAL ESTATE ASSESSMENT FUND			
Revenues:			
Charges for Services	\$ 1,506,000	\$ 1,999,158	\$ 493,158
Licenses and Permits	0	115	115
Fines and Forfeitures	0	200	200
Total Revenues	<u>1,506,000</u>	<u>1,999,473</u>	<u>493,473</u>
Expenditures:			
Legislative and Executive:			
Personal Services	572,020	482,591	89,429
Materials and Supplies	26,118	17,103	9,015
Contractual Services	1,765,090	992,234	772,856
Other Expenditures	3,038,545	13,324	3,025,221
Capital Outlay	30,000	5,274	24,726
Total Expenditures	<u>5,431,773</u>	<u>1,510,526</u>	<u>3,921,247</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(3,925,773)	488,947	4,414,720
Fund Balance at Beginning of Year	4,934,784	4,934,784	0
Prior Year Encumbrances	276,573	276,573	0
Fund Balance at End of Year	<u>\$ 1,285,584</u>	<u>\$ 5,700,304</u>	<u>\$ 4,414,720</u>

WARREN COUNTY, OHIO***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2004***

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
CHILDREN'S SERVICES BOARD FUND			
Revenues:			
Intergovernmental Revenues	\$ 1,613,161	\$ 1,626,878	\$ 13,717
All Other Revenues	146,554	155,901	9,347
Total Revenues	<u>1,759,715</u>	<u>1,782,779</u>	<u>23,064</u>
Expenditures:			
Human Services:			
Personal Services	2,216,606	2,101,352	115,254
Materials and Supplies	54,740	45,295	9,445
Contractual Services	1,372,610	1,227,233	145,377
Other Expenditures	338,786	298,993	39,793
Capital Outlay	20,100	7,614	12,486
Total Expenditures	<u>4,002,842</u>	<u>3,680,487</u>	<u>322,355</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,243,127)	(1,897,708)	345,419
Other Financing Sources (Uses):			
Transfers In	1,854,000	1,854,000	0
Total Other Financing Sources (Uses)	<u>1,854,000</u>	<u>1,854,000</u>	<u>0</u>
Net Change in Fund Balance	(389,127)	(43,708)	345,419
Fund Balance at Beginning of Year	454,612	454,612	0
Prior Year Encumbrances	32,275	32,275	0
Fund Balance at End of Year	<u>\$ 97,760</u>	<u>\$ 443,179</u>	<u>\$ 345,419</u>

WARREN COUNTY, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2004***

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental Revenues	\$ 64,130	\$ 58,786	\$ (5,344)
Total Revenues	<u>64,130</u>	<u>58,786</u>	<u>(5,344)</u>
Expenditures:			
Public Safety:			
Personal Services	103,105	102,813	292
Materials and Supplies	117	87	30
Total Expenditures	<u>103,222</u>	<u>102,900</u>	<u>322</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(39,092)	(44,114)	(5,022)
Other Financing Sources (Uses):			
Transfers In	33,658	38,977	5,319
Total Other Financing Sources (Uses)	<u>33,658</u>	<u>38,977</u>	<u>5,319</u>
Net Change in Fund Balance	(5,434)	(5,137)	297
Fund Balance at Beginning of Year	26,924	26,924	0
Fund Balance at End of Year	<u>\$ 21,490</u>	<u>\$ 21,787</u>	<u>\$ 297</u>

WARREN COUNTY, OHIO**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2004**

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
YOUTH SERVICES SUBSIDY FUND			
Revenues:			
Intergovernmental Revenues	\$ 1,496,783	\$ 1,647,390	\$ 150,607
Fines and Forfeitures	0	331	331
All Other Revenues	75,381	124,777	49,396
Total Revenues	<u>1,572,164</u>	<u>1,772,498</u>	<u>200,334</u>
Expenditures:			
Judicial:			
Personal Services	1,404,370	1,303,843	100,527
Materials and Supplies	29,500	8,447	21,053
Contractual Services	170,586	124,655	45,931
Other Expenditures	6,000	3,373	2,627
Capital Outlay	18,415	12,408	6,007
Total Judicial	<u>1,628,871</u>	<u>1,452,726</u>	<u>176,145</u>
Public Safety:			
Personal Services	799,589	777,751	21,838
Materials and Supplies	18,361	5,611	12,750
Contractual Services	447,522	263,680	183,842
Other Expenditures	14,066	9,530	4,536
Capital Outlay	12,600	12,065	535
Total Public Safety	<u>1,292,138</u>	<u>1,068,637</u>	<u>223,501</u>
Total Expenditures	<u>2,921,009</u>	<u>2,521,363</u>	<u>399,646</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,348,845)	(748,865)	599,980
Other Financing Sources (Uses):			
Transfers In	751,270	751,270	0
Advances In	0	1,000	1,000
Advances Out	0	(1,000)	(1,000)
Total Other Financing Sources (Uses)	<u>751,270</u>	<u>751,270</u>	<u>0</u>
Net Change in Fund Balance	(597,575)	2,405	599,980
Fund Balance at Beginning of Year	1,542,805	1,542,805	0
Prior Year Encumbrances	43,818	43,818	0
Fund Balance at End of Year	<u>\$ 989,048</u>	<u>\$ 1,589,028</u>	<u>\$ 599,980</u>

WARREN COUNTY, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2004***

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Charges for Services	\$ 300,000	\$ 362,185	\$ 62,185
All Other Revenues	0	720	720
Total Revenues	<u>300,000</u>	<u>362,905</u>	<u>62,905</u>
Expenditures:			
Legislative and Executive:			
Personal Services	171,625	170,030	1,595
Materials and Supplies	4,999	282	4,717
Contractual Services	37,000	26,051	10,949
Other Expenditures	2,262	8	2,254
Capital Outlay	13,799	4,680	9,119
Total Expenditures	<u>229,685</u>	<u>201,051</u>	<u>28,634</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	70,315	161,854	91,539
Fund Balance at Beginning of Year	781,137	781,137	0
Fund Balance at End of Year	<u>\$ 851,452</u>	<u>\$ 942,991</u>	<u>\$ 91,539</u>

WARREN COUNTY, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2004***

CERTIFICATE OF TITLE ADMINISTRATION FUND

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Charges for Services	\$ 725,000	\$ 863,145	\$ 138,145
All Other Revenues	11,276	9,192	(2,084)
Total Revenues	<u>736,276</u>	<u>872,337</u>	<u>136,061</u>
Expenditures:			
Judicial:			
Personal Services	722,306	665,457	56,849
Materials and Supplies	22,500	15,295	7,205
Contractual Services	56,470	52,800	3,670
Other Expenditures	142,689	141,904	785
Capital Outlay	60,857	57,303	3,554
Total Expenditures	<u>1,004,822</u>	<u>932,759</u>	<u>72,063</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(268,546)	(60,422)	208,124
Other Financing Sources (Uses):			
Transfers Out	(67,111)	0	67,111
Total Other Financing Sources (Uses)	<u>(67,111)</u>	<u>0</u>	<u>67,111</u>
Net Change in Fund Balance	(335,657)	(60,422)	275,235
Fund Balance at Beginning of Year	751,646	751,646	0
Prior Year Encumbrances	54,904	54,904	0
Fund Balance at End of Year	<u>\$ 470,893</u>	<u>\$ 746,128</u>	<u>\$ 275,235</u>

WARREN COUNTY, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2004***

COUNTY COURT PROBATION DEPARTMENT FUND

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Charges for Services	\$ 195,000	\$ 228,879	\$ 33,879
Total Revenues	<u>195,000</u>	<u>228,879</u>	<u>33,879</u>
Expenditures:			
Judicial:			
Personal Services	231,435	194,334	37,101
Materials and Supplies	7,500	3,103	4,397
Other Expenditures	7,941	6,783	1,158
Capital Outlay	500	0	500
Total Expenditures	<u>247,376</u>	<u>204,220</u>	<u>43,156</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(52,376)	24,659	77,035
Fund Balance at Beginning of Year	282,045	282,045	0
Fund Balance at End of Year	<u>\$ 229,669</u>	<u>\$ 306,704</u>	<u>\$ 77,035</u>

WARREN COUNTY, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2004***

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
WARREN COUNTY SOLID WASTE DISTRICT FUND			
Revenues:			
Intergovernmental Revenues	\$ 242,500	\$ 242,500	\$ 0
Charges for Services	839	839	0
All Other Revenues	2,659	2,659	0
Total Revenues	<u>245,998</u>	<u>245,998</u>	<u>0</u>
Expenditures:			
Health:			
Personal Services	142,745	136,513	6,232
Materials and Supplies	24,700	17,056	7,644
Contractual Services	109,768	87,627	22,141
Other Expenditures	290,577	213,895	76,682
Capital Outlay	4,700	567	4,133
Total Expenditures	<u>572,490</u>	<u>455,658</u>	<u>116,832</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(326,492)	(209,660)	116,832
Fund Balance at Beginning of Year	1,903,016	1,903,016	0
Prior Year Encumbrances	114,014	114,014	0
Fund Balance at End of Year	<u>\$ 1,690,538</u>	<u>\$ 1,807,370</u>	<u>\$ 116,832</u>

WARREN COUNTY, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2004***

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental Revenues	\$ 1,411,423	\$ 1,080,155	\$ (331,268)
Investment Earnings	0	195	195
All Other Revenues	0	125,684	125,684
Total Revenues	<u>1,411,423</u>	<u>1,206,034</u>	<u>(205,389)</u>
Expenditures:			
Human Services:			
Personal Services	343,546	313,062	30,484
Materials and Supplies	10,000	6,685	3,315
Contractual Services	829,026	734,130	94,896
Other Expenditures	352,062	347,538	4,524
Capital Outlay	15,911	8,718	7,193
Total Expenditures	<u>1,550,545</u>	<u>1,410,133</u>	<u>140,412</u>
Excess (Deficiency) of			
Revenues Over (Under) Expenditures	(139,122)	(204,099)	(64,977)
Fund Balance at Beginning of Year	207,886	207,886	0
Prior Year Encumbrances	135,419	135,419	0
Fund Balance at End of Year	<u>\$ 204,183</u>	<u>\$ 139,206</u>	<u>\$ (64,977)</u>

WARREN COUNTY, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2004***

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental Revenues	\$ 547	\$ 547	\$ 0
Total Revenues	<u>547</u>	<u>547</u>	<u>0</u>
Expenditures:			
Human Services:			
Materials and Supplies	1,000	246	754
Contractual Services	2,750	0	2,750
Other Expenditures	1,127	428	699
Total Expenditures	<u>4,877</u>	<u>674</u>	<u>4,203</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(4,330)	(127)	4,203
Fund Balance at Beginning of Year	4,330	4,330	0
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 4,203</u>	<u>\$ 4,203</u>

WARREN COUNTY, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2004***

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental Revenues	\$ 50,492	\$ 30,806	\$ (19,686)
Total Revenues	<u>50,492</u>	<u>30,806</u>	<u>(19,686)</u>
Expenditures:			
Public Safety:			
Other Expenditures	<u>50,492</u>	<u>50,492</u>	<u>0</u>
Total Expenditures	<u>50,492</u>	<u>50,492</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	(19,686)	(19,686)
Fund Balance at Beginning of Year	(50,492)	(50,492)	0
Prior Year Encumbrances	<u>50,492</u>	<u>50,492</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ (19,686)</u>	<u>\$ (19,686)</u>

WARREN COUNTY, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2004***

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
CHILD SUPPORT ENFORCEMENT FUND			
Revenues:			
Intergovernmental Revenues	\$ 1,705,372	\$ 1,816,265	\$ 110,893
Charges for Services	508,035	560,195	52,160
All Other Revenues	39,002	39,666	664
Total Revenues	<u>2,252,409</u>	<u>2,416,126</u>	<u>163,717</u>
Expenditures:			
Human Services:			
Personal Services	2,334,500	2,303,969	30,531
Materials and Supplies	54,400	49,823	4,577
Contractual Services	274,099	267,617	6,482
Other Expenditures	86,395	80,516	5,879
Capital Outlay	12,800	11,821	979
Total Expenditures	<u>2,762,194</u>	<u>2,713,746</u>	<u>48,448</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(509,785)	(297,620)	212,165
Fund Balance at Beginning of Year	557,995	557,995	0
Prior Year Encumbrances	37,224	37,224	0
Fund Balance at End of Year	<u>\$ 85,434</u>	<u>\$ 297,599</u>	<u>\$ 212,165</u>

WARREN COUNTY, OHIO**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2004**

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
EMERGENCY MANAGEMENT FUND			
Revenues:			
Intergovernmental Revenues	\$ 1,030,635	\$ 499,232	\$ (531,403)
All Other Revenues	0	1,987	1,987
Total Revenues	<u>1,030,635</u>	<u>501,219</u>	<u>(529,416)</u>
Expenditures:			
Public Safety:			
Personal Services	96,011	88,671	7,340
Materials and Supplies	13,766	12,225	1,541
Contractual Services	13,450	13,198	252
Other Expenditures	3,304	2,768	536
Capital Outlay	914,236	694,071	220,165
Total Expenditures	<u>1,040,767</u>	<u>810,933</u>	<u>229,834</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(10,132)	(309,714)	(299,582)
Other Financing Sources (Uses):			
Transfers In	48,167	43,973	(4,194)
Total Other Financing Sources (Uses)	<u>48,167</u>	<u>43,973</u>	<u>(4,194)</u>
Net Change in Fund Balance	38,035	(265,741)	(303,776)
Fund Balance at Beginning of Year	34,614	34,614	0
Prior Year Encumbrances	10,000	10,000	0
Fund Balance at End of Year	<u>\$ 82,649</u>	<u>\$ (221,127)</u>	<u>\$ (303,776)</u>

WARREN COUNTY, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2004***

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
COMMUNITY DEVELOPMENT FUND			
Revenues:			
Intergovernmental Revenues	\$ 1,320,700	\$ 619,389	\$ (701,311)
Charges for Services	20,993	31,490	10,497
All Other Revenues	25,000	37,687	12,687
Total Revenues	<u>1,366,693</u>	<u>688,566</u>	<u>(678,127)</u>
Expenditures:			
Community and Economic Development:			
Personal Services	116,036	115,954	82
Materials and Supplies	22,493	21,526	967
Contractual Services	68,006	62,729	5,277
Other Expenditures	6,458	5,146	1,312
Capital Outlay	1,294,450	760,682	533,768
Total Expenditures	<u>1,507,443</u>	<u>966,037</u>	<u>541,406</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(140,750)	(277,471)	(136,721)
Fund Balance at Beginning of Year	(5,114)	(5,114)	0
Prior Year Encumbrances	148,161	148,161	0
Fund Balance at End of Year	<u>\$ 2,297</u>	<u>\$ (134,424)</u>	<u>\$ (136,721)</u>

WARREN COUNTY, OHIO***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2004***

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
SHERIFF GRANTS FUND			
Revenues:			
Intergovernmental Revenues	\$ 124,063	\$ 78,260	\$ (45,803)
Charges for Services	39,398	43,992	4,594
All Other Revenues	34,982	35,981	999
Total Revenues	<u>198,443</u>	<u>158,233</u>	<u>(40,210)</u>
Expenditures:			
Public Safety:			
Personal Services	121,073	70,925	50,148
Contractual Services	44,118	29,184	14,934
Other Expenditures	7,000	4,834	2,166
Capital Outlay	<u>43,003</u>	<u>35,508</u>	<u>7,495</u>
Total Expenditures	<u>215,194</u>	<u>140,451</u>	<u>74,743</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(16,751)	17,782	34,533
Other Financing Sources (Uses):			
Advances In	0	58,000	58,000
Advances Out	<u>(48,000)</u>	<u>(81,000)</u>	<u>(33,000)</u>
Total Other Financing Sources (Uses)	<u>(48,000)</u>	<u>(23,000)</u>	<u>25,000</u>
Net Change in Fund Balance	(64,751)	(5,218)	59,533
Fund Balance at Beginning of Year	156,657	156,657	0
Prior Year Encumbrances	<u>2,126</u>	<u>2,126</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 94,032</u>	<u>\$ 153,565</u>	<u>\$ 59,533</u>

WARREN COUNTY, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2004***

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Charges for Services	\$ 14,000	\$ 16,230	\$ 2,230
Total Revenues	<u>14,000</u>	<u>16,230</u>	<u>2,230</u>
Expenditures:			
Judicial:			
Contractual Services	15,000	14,058	942
Total Expenditures	<u>15,000</u>	<u>14,058</u>	<u>942</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,000)	2,172	3,172
Fund Balance at Beginning of Year	66,955	66,955	0
Fund Balance at End of Year	<u>\$ 65,955</u>	<u>\$ 69,127</u>	<u>\$ 3,172</u>

WARREN COUNTY, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2004***

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Fines and Forfeitures	\$ 16,755	\$ 21,250	\$ 4,495
Total Revenues	<u>16,755</u>	<u>21,250</u>	<u>4,495</u>
Expenditures:			
Public Safety:			
Contractual Services	18,000	15,520	2,480
Total Expenditures	<u>18,000</u>	<u>15,520</u>	<u>2,480</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,245)	5,730	6,975
Fund Balance at Beginning of Year	36,289	36,289	0
Fund Balance at End of Year	<u>\$ 35,044</u>	<u>\$ 42,019</u>	<u>\$ 6,975</u>

WARREN COUNTY, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2004***

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Fines and Forfeitures	\$ 36,976	\$ 40,070	\$ 3,094
Total Revenues	<u>36,976</u>	<u>40,070</u>	<u>3,094</u>
Expenditures:			
Public Safety:			
Other Expenditures	45,131	45,131	0
Total Expenditures	<u>45,131</u>	<u>45,131</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(8,155)	(5,061)	3,094
Fund Balance at Beginning of Year	67,880	67,880	0
Fund Balance at End of Year	<u>\$ 59,725</u>	<u>\$ 62,819</u>	<u>\$ 3,094</u>

WARREN COUNTY, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2004***

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Investment Earnings	\$ 0	\$ 87	\$ 87
Total Revenues	<u>0</u>	<u>87</u>	<u>87</u>
Expenditures:			
Public Safety:			
Other Expenditures	50,000	0	50,000
Total Expenditures	<u>50,000</u>	<u>0</u>	<u>50,000</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(50,000)	87	50,087
Fund Balance at Beginning of Year	62,985	62,985	0
Fund Balance at End of Year	<u>\$ 12,985</u>	<u>\$ 63,072</u>	<u>\$ 50,087</u>

WARREN COUNTY, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2004***

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Charges for Services	\$ 179,324	\$ 207,131	\$ 27,807
Total Revenues	<u>179,324</u>	<u>207,131</u>	<u>27,807</u>
Expenditures:			
Judicial:			
Contractual Services	67,054	35,662	31,392
Capital Outlay	348,001	164,743	183,258
Total Expenditures	<u>415,055</u>	<u>200,405</u>	<u>214,650</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(235,731)	6,726	242,457
Fund Balance at Beginning of Year	863,005	863,005	0
Prior Year Encumbrances	93,753	93,753	0
Fund Balance at End of Year	<u>\$ 721,027</u>	<u>\$ 963,484</u>	<u>\$ 242,457</u>

WARREN COUNTY, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2004***

COUNTY COURT SPECIAL PROJECTS FUND

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Charges for Services	\$ 78,000	\$ 154,563	\$ 76,563
All Other Revenues	0	6,441	6,441
Total Revenues	<u>78,000</u>	<u>161,004</u>	<u>83,004</u>
Expenditures:			
Judicial:			
Personal Services	72,781	19,332	53,449
Contractual Services	12,000	11,093	907
Capital Outlay	10,605	7,325	3,280
Total Expenditures	<u>95,386</u>	<u>37,750</u>	<u>57,636</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(17,386)	123,254	140,640
Fund Balance at Beginning of Year	140,789	140,789	0
Prior Year Encumbrances	3,605	3,605	0
Fund Balance at End of Year	<u>\$ 127,008</u>	<u>\$ 267,648</u>	<u>\$ 140,640</u>

WARREN COUNTY, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2004***

	TASC GRANT FUND		Variance with Final Budget Positive (Negative)
	<u>Final Budget</u>	<u>Actual</u>	
Revenues:			
Intergovernmental Revenues	\$ 221,254	\$ 221,254	\$ 0
All Other Revenues	0	110	110
Total Revenues	<u>221,254</u>	<u>221,364</u>	<u>110</u>
Expenditures:			
Public Safety:			
Personal Services	175,927	175,913	14
Materials and Supplies	19,856	19,119	737
Contractual Services	34,112	33,387	725
Other Expenditures	5,282	4,598	684
Capital Outlay	6,032	6,032	0
Total Expenditures	<u>241,209</u>	<u>239,049</u>	<u>2,160</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(19,955)	(17,685)	2,270
Other Financing Sources (Uses):			
Advances In	0	20,000	20,000
Advances Out	0	(20,000)	(20,000)
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balance	(19,955)	(17,685)	2,270
Fund Balance at Beginning of Year	16,835	16,835	0
Prior Year Encumbrances	3,122	3,122	0
Fund Balance at End of Year	<u>\$ 2</u>	<u>\$ 2,272</u>	<u>\$ 2,270</u>

WARREN COUNTY, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2004***

HAZARDOUS MATERIALS EMERGENCY FUND

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Charges for Services	\$ 7,732	\$ 7,732	\$ 0
Total Revenues	<u>7,732</u>	<u>7,732</u>	<u>0</u>
Expenditures:			
Public Safety:			
Personal Services	72,510	72,396	114
Materials and Supplies	8,500	7,717	783
Contractual Services	13,946	12,929	1,017
Other Expenditures	1,279	538	741
Capital Outlay	14,300	13,706	594
Total Expenditures	<u>110,535</u>	<u>107,286</u>	<u>3,249</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(102,803)	(99,554)	3,249
Other Financing Sources (Uses):			
Transfers In	84,453	84,453	0
Total Other Financing Sources (Uses)	<u>84,453</u>	<u>84,453</u>	<u>0</u>
Net Change in Fund Balance	(18,350)	(15,101)	3,249
Fund Balance at Beginning of Year	44,726	44,726	0
Fund Balance at End of Year	<u>\$ 26,376</u>	<u>\$ 29,625</u>	<u>\$ 3,249</u>

WARREN COUNTY, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2004***

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Fines and Forfeitures	\$ 2,200	\$ 6,222	\$ 4,022
Total Revenues	<u>2,200</u>	<u>6,222</u>	<u>4,022</u>
Expenditures:			
Public Safety:			
Capital Outlay	18,000	14,760	3,240
Total Expenditures	<u>18,000</u>	<u>14,760</u>	<u>3,240</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(15,800)	(8,538)	7,262
Fund Balance at Beginning of Year	29,464	29,464	0
Fund Balance at End of Year	<u>\$ 13,664</u>	<u>\$ 20,926</u>	<u>\$ 7,262</u>

WARREN COUNTY, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2004***

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
All Other Revenues	\$ 15,767	\$ 20,246	\$ 4,479
Total Revenues	<u>15,767</u>	<u>20,246</u>	<u>4,479</u>
Expenditures:			
Human Services:			
Other Expenditures	90,195	67,900	22,295
Total Expenditures	<u>90,195</u>	<u>67,900</u>	<u>22,295</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(74,428)	(47,654)	26,774
Fund Balance at Beginning of Year	96,099	96,099	0
Fund Balance at End of Year	<u>\$ 21,671</u>	<u>\$ 48,445</u>	<u>\$ 26,774</u>

WARREN COUNTY, OHIO**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2004**

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
COUNTY TRANSIT FUND			
Revenues:			
Intergovernmental Revenues	\$ 744,620	\$ 744,620	\$ 0
All Other Revenues	23,620	23,620	0
Total Revenues	<u>768,240</u>	<u>768,240</u>	<u>0</u>
Expenditures:			
Human Services:			
Materials and Supplies	104,148	104,148	0
Contractual Services	1,002,998	1,002,998	0
Other Expenditures	7,164	878	6,286
Capital Outlay	146,041	109,948	36,093
Total Expenditures	<u>1,260,351</u>	<u>1,217,972</u>	<u>42,379</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(492,111)	(449,732)	42,379
Other Financing Sources (Uses):			
Transfers In	401,281	401,281	0
Total Other Financing Sources (Uses)	<u>401,281</u>	<u>401,281</u>	<u>0</u>
Net Change in Fund Balance	(90,830)	(48,451)	42,379
Fund Balance at Beginning of Year	45,583	45,583	0
Prior Year Encumbrances	57,530	57,530	0
Fund Balance at End of Year	<u>\$ 12,283</u>	<u>\$ 54,662</u>	<u>\$ 42,379</u>

WARREN COUNTY, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Debt Service Funds
For the Year Ended December 31, 2004***

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Total Revenues	\$ 0	\$ 0	\$ 0
Expenditures:			
Debt Service:			
Principal Retirement	40,000	40,000	0
Interest and Fiscal Charges	16,501	16,500	1
Total Expenditures	56,501	56,500	1
Excess (Deficiency) of Revenues Over (Under) Expenditures	(56,501)	(56,500)	1
Other Financing Sources (Uses):			
Transfers In	56,501	56,500	(1)
Total Other Financing Sources (Uses)	56,501	56,500	(1)
Net Change in Fund Balance	0	0	0
Fund Balance at Beginning of Year	0	0	0
Fund Balance at End of Year	\$ 0	\$ 0	\$ 0

WARREN COUNTY, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Debt Service Funds
For the Year Ended December 31, 2004***

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Total Revenues	\$ 0	\$ 0	\$ 0
Expenditures:			
Debt Service:			
Principal Retirement	70,000	70,000	0
Interest and Fiscal Charges	45,886	45,885	1
Total Expenditures	<u>115,886</u>	<u>115,885</u>	<u>1</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(115,886)	(115,885)	1
Other Financing Sources (Uses):			
Transfers In	115,886	115,885	(1)
Total Other Financing Sources (Uses)	<u>115,886</u>	<u>115,885</u>	<u>(1)</u>
Net Change in Fund Balance	0	0	0
Fund Balance at Beginning of Year	0	0	0
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

WARREN COUNTY, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Debt Service Funds
For the Year Ended December 31, 2004***

	TAX INCREMENT FINANCING FUND		Variance with Final Budget Positive (Negative)
	<u>Final Budget</u>	<u>Actual</u>	
Revenues:			
Taxes	\$ 50,000	\$ 84,069	\$ 34,069
Intergovernmental Revenues	500,000	756,621	256,621
Total Revenues	<u>550,000</u>	<u>840,690</u>	<u>290,690</u>
Expenditures:			
Debt Service:			
Principal Retirement	250,000	250,000	0
Interest and Fiscal Charges	297,521	297,423	98
Total Expenditures	<u>547,521</u>	<u>547,423</u>	<u>98</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	2,479	293,267	290,788
Fund Balance at Beginning of Year	683,757	683,757	0
Fund Balance at End of Year	<u>\$ 686,236</u>	<u>\$ 977,024</u>	<u>\$ 290,788</u>

WARREN COUNTY, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Debt Service Funds
For the Year Ended December 31, 2004***

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
All Other Revenues	\$ 50,744	\$ 50,744	\$ 0
Total Revenues	<u>50,744</u>	<u>50,744</u>	<u>0</u>
Expenditures:			
Debt Service:			
Principal Retirement	50,744	50,744	0
Total Expenditures	<u>50,744</u>	<u>50,744</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	0	0
Fund Balance at Beginning of Year	0	0	0
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

WARREN COUNTY, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2004***

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental Revenues	\$ 5,446,409	\$ 2,931,826	\$ (2,514,583)
Total Revenues	<u>5,446,409</u>	<u>2,931,826</u>	<u>(2,514,583)</u>
Expenditures:			
Capital Outlay	<u>7,217,995</u>	<u>6,387,040</u>	<u>830,955</u>
Total Expenditures	<u>7,217,995</u>	<u>6,387,040</u>	<u>830,955</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,771,586)	(3,455,214)	(1,683,628)
Other Financing Sources (Uses):			
Advances In	<u>0</u>	<u>40,000</u>	<u>40,000</u>
Total Other Financing Sources (Uses)	<u>0</u>	<u>40,000</u>	<u>40,000</u>
Net Change in Fund Balance	(1,771,586)	(3,415,214)	(1,643,628)
Fund Balance at Beginning of Year	1,045,162	1,045,162	0
Prior Year Encumbrances	<u>1,554,786</u>	<u>1,554,786</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 828,362</u>	<u>\$ (815,266)</u>	<u>\$ (1,643,628)</u>

WARREN COUNTY, OHIO***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2004***

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
WATER EXTENSION PROJECTS FUND			
Revenues:			
Intergovernmental Revenues	\$ 1,998,200	\$ 0	\$ (1,998,200)
Special Assessments	50,000	63,750	13,750
All Other Revenues	300,000	239,379	(60,621)
Total Revenues	<u>2,348,200</u>	<u>303,129</u>	<u>(2,045,071)</u>
Expenditures:			
Capital Outlay	2,633,138	2,226,655	406,483
Total Expenditures	<u>2,633,138</u>	<u>2,226,655</u>	<u>406,483</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(284,938)	(1,923,526)	(1,638,588)
Other Financing Sources (Uses):			
Special Assessment Bonds Issued	125,000	114,550	(10,450)
Proceeds from General Obligation Notes	600,000	0	(600,000)
Advances In	0	81,794	81,794
Advances Out	(535,158)	(566,953)	(31,795)
Total Other Financing Sources (Uses)	<u>189,842</u>	<u>(370,609)</u>	<u>(560,451)</u>
Net Change in Fund Balance	(95,096)	(2,294,135)	(2,199,039)
Fund Balance at Beginning of Year	179,424	179,424	0
Prior Year Encumbrances	142,438	142,438	0
Fund Balance at End of Year	<u>\$ 226,766</u>	<u>\$ (1,972,273)</u>	<u>\$ (2,199,039)</u>

WARREN COUNTY, OHIO**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2004**

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
SEWER EXTENSION PROJECTS FUND			
Revenues:			
Intergovernmental Revenues	\$ 107,591	\$ 74,974	\$ (32,617)
Special Assessments	15,600	53,200	37,600
All Other Revenues	100,000	43,905	(56,095)
Total Revenues	<u>223,191</u>	<u>172,079</u>	<u>(51,112)</u>
Expenditures:			
Capital Outlay	228,582	227,099	1,483
Total Expenditures	<u>228,582</u>	<u>227,099</u>	<u>1,483</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(5,391)	(55,020)	(49,629)
Other Financing Sources (Uses):			
Special Assessment Bonds Issued	104,000	99,400	(4,600)
General Obligation Notes Issued	50,000	0	(50,000)
Advances In	0	175,000	175,000
Advances Out	(137,000)	(227,000)	(90,000)
Total Other Financing Sources (Uses)	<u>17,000</u>	<u>47,400</u>	<u>30,400</u>
Net Change in Fund Balance	11,609	(7,620)	(19,229)
Fund Balance at Beginning of Year	(61,646)	(61,646)	0
Prior Year Encumbrances	103,096	103,096	0
Fund Balance at End of Year	<u>\$ 53,059</u>	<u>\$ 33,830</u>	<u>\$ (19,229)</u>

WARREN COUNTY, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2004***

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
All Other Revenues	\$ 132,000	\$ 132,889	\$ 889
Total Revenues	<u>132,000</u>	<u>132,889</u>	<u>889</u>
Expenditures:			
Capital Outlay	2,845,096	2,641,320	203,776
Total Expenditures	<u>2,845,096</u>	<u>2,641,320</u>	<u>203,776</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,713,096)	(2,508,431)	204,665
Other Financing Sources (Uses):			
Transfers In	611,350	2,314,350	1,703,000
Total Other Financing Sources (Uses)	<u>611,350</u>	<u>2,314,350</u>	<u>1,703,000</u>
Net Change in Fund Balance	(2,101,746)	(194,081)	1,907,665
Fund Balance at Beginning of Year	1,288,678	1,288,678	0
Prior Year Encumbrances	936,721	936,721	0
Fund Balance at End of Year	<u>\$ 123,653</u>	<u>\$ 2,031,318</u>	<u>\$ 1,907,665</u>

WARREN COUNTY, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2004***

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Total Revenues	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Expenditures:			
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	0	0
Fund Balance at Beginning of Year	1,948	1,948	0
Prior Year Encumbrances	262	262	0
Fund Balance at End of Year	<u>\$ 2,210</u>	<u>\$ 2,210</u>	<u>\$ 0</u>

WARREN COUNTY, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Permanent Fund
For the Year Ended December 31, 2004***

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Investment Earnings	\$ 0	\$ 55	\$ 55
Total Revenues	<u>0</u>	<u>55</u>	<u>55</u>
Expenditures:			
Human Services:			
Other Expenditures	18,902	18,902	0
Total Expenditures	<u>18,902</u>	<u>18,902</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(18,902)	(18,847)	55
Fund Balance at Beginning of Year	21,511	21,511	0
Prior Year Encumbrances	18,902	18,902	0
Fund Balance at End of Year	<u>\$ 21,511</u>	<u>\$ 21,566</u>	<u>\$ 55</u>

Nonmajor Business Type Funds

Internal Service Funds

The internal service funds are used to account for the financing of goods or services provided by one department to other departments of the County on a cost-reimbursement basis.

Vehicle Maintenance Fund

To account for vehicle maintenance services provided to various County departments and other governmental units. Users are billed for costs incurred.

Health Insurance Fund

To account for claims and administration of the health insurance program for covered County employees and eligible dependents. County departments are billed according to the employee's family or marital status.

Gasoline Fund

To account for the centralized purchase of gas and corresponding charge backs to departments and other government units based on use.

WARREN COUNTY, OHIO**Combining Statement of Net Assets
Nonmajor Internal Service Funds
December 31, 2004**

	Vehicle Maintenance	Health Insurance	Gasoline	Total
Assets:				
<i>Current Assets:</i>				
Cash and Cash Equivalents	\$ 311,047	\$ 770,254	\$ 28,450	\$ 1,109,751
Receivables:				
Accounts	137	7,336	638	8,111
Intergovernmental	7,331	0	12,032	19,363
Due from Other Funds	12,891	0	33,810	46,701
Inventory of Supplies at Cost	0	0	10,240	10,240
<i>Total Current Assets</i>	<u>331,406</u>	<u>777,590</u>	<u>85,170</u>	<u>1,194,166</u>
Total Assets	<u>331,406</u>	<u>777,590</u>	<u>85,170</u>	<u>1,194,166</u>
Liabilities:				
<i>Current Liabilities:</i>				
Accounts Payable	11,032	10,935	14,895	36,862
Accrued Wages and Benefits Payable	0	693	0	693
Intergovernmental Payable	0	104	0	104
Claims Payable	0	1,249,459	0	1,249,459
Due to Other Funds	0	7,312	0	7,312
<i>Total Current Liabilities</i>	<u>11,032</u>	<u>1,268,503</u>	<u>14,895</u>	<u>1,294,430</u>
<i>Long Term Liabilities:</i>				
Compensated Absences Payable	0	3,759	0	3,759
<i>Total Long Term Liabilities</i>	<u>0</u>	<u>3,759</u>	<u>0</u>	<u>3,759</u>
Total Liabilities	<u>11,032</u>	<u>1,272,262</u>	<u>14,895</u>	<u>1,298,189</u>
Net Assets:				
Unrestricted	320,374	(494,672)	70,275	(104,023)
Total Net Assets	<u>\$ 320,374</u>	<u>\$ (494,672)</u>	<u>\$ 70,275</u>	<u>\$ (104,023)</u>

WARREN COUNTY, OHIO

**Combining Statement of Revenues, Expenses and Changes in Fund Net Assets
Nonmajor Internal Service Funds
For the Year Ended December 31, 2004**

	Vehicle Maintenance	Health Insurance	Gasoline	Total
Operating Revenues:				
Charges for Service	\$ 292,984	\$ 7,748,405	\$ 445,810	\$ 8,487,199
Other Operating Revenue	47	0	0	47
Total Operating Revenues	<u>293,031</u>	<u>7,748,405</u>	<u>445,810</u>	<u>8,487,246</u>
Operating Expenses:				
Personal Services	0	52,692	0	52,692
Contractual Services	244,346	1,059,977	0	1,304,323
Materials and Supplies	3,982	996	436,930	441,908
Health Insurance Claims	0	6,849,115	0	6,849,115
Other Operating Expenses	0	50	0	50
Total Operating Expenses	<u>248,328</u>	<u>7,962,830</u>	<u>436,930</u>	<u>8,648,088</u>
Operating Income (Loss)	44,703	(214,425)	8,880	(160,842)
Net Assets Beginning of Year	<u>275,671</u>	<u>(280,247)</u>	<u>61,395</u>	<u>56,819</u>
Net Assets End of Year	<u>\$ 320,374</u>	<u>\$ (494,672)</u>	<u>\$ 70,275</u>	<u>\$ (104,023)</u>

WARREN COUNTY, OHIO

**Combining Statement of Cash Flows
Nonmajor Internal Service Funds
For the Year Ended December 31, 2004**

	Vehicle Maintenance Fund	Health Insurance Fund	Gasoline Fund	Totals
<u>Cash Flows from Operating Activities:</u>				
Cash Received from Customers	\$300,033	\$7,790,946	\$440,793	\$8,531,772
Cash Payments for Goods and Services	(246,104)	(7,736,454)	(434,105)	(8,416,663)
Cash Payments to Employees	0	(53,360)	0	(53,360)
Net Cash Provided by Operating Activities	53,929	1,132	6,688	61,749
Net Increase in Cash and Cash Equivalents	53,929	1,132	6,688	61,749
Cash and Cash Equivalents at Beginning of Year	257,118	769,122	21,762	1,048,002
Cash and Cash Equivalents at End of Year	\$311,047	\$770,254	\$28,450	\$1,109,751
<u>Reconciliation of Operating Income (Loss) to Net Cash</u>				
<u>Provided by Operating Activities:</u>				
Operating Income (Loss)	\$44,703	(\$214,425)	\$8,880	(\$160,842)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by Operating Activities:				
Changes in Assets and Liabilities:				
(Increase) Decrease in Accounts Receivable	159	150	(229)	80
(Increase) Decrease in Due from Other Funds	7,517	0	(1,859)	5,658
Increase in Intergovernmental Receivables	(674)	0	(2,929)	(3,603)
Decrease in Inventory	0	0	2,270	2,270
Increase in Accounts Payable	2,224	4,360	555	7,139
Decrease in Accrued Wages and Benefits	0	(1,078)	0	(1,078)
Increase in Due to Other Funds	0	7,102	0	7,102
Decrease in Intergovernmental Payables	0	(161)	0	(161)
Increase in Claims Payable	0	204,613	0	204,613
Increase in Compensated Absences	0	571	0	571
Total Adjustments	9,226	215,557	(2,192)	222,591
Net Cash Provided by Operating Activities	\$53,929	\$1,132	\$6,688	\$61,749

Fiduciary Funds

The Agency Funds are used to account for assets held by the County as an agent for individuals, private organizations, other governments and/or other funds.

Agency Funds

Employees Retirement Fund

To account for the accumulation of the employer's share of contributions until remitted to State OPERS.

Townships, Corporations, Schools, Special Districts, Libraries Fund

To maintain and account for distributions of various revenue sources to subdivisions within the County.

Undivided Water and Sewer Revenue Fund

To account for the undivided water and sewer billing deposits to be distributed to the Water and Sewer Funds.

Payroll Fund

To maintain and account for the accumulation of payroll withholdings until payment is remitted to third parties.

Undivided General Tax, Tangible Personal Tax, County Lodging Tax, Advance Estate Tax Fund

These various and separate funds maintain and account for the accumulation and disbursement of taxes for real property, intangible property, estate tax and hotel lodging tax.

Local Government Fund

To maintain and account for the accumulation and disbursement of State revenue sharing monies.

Gasoline Tax Fund

To maintain and account for the accumulation and disbursement of gasoline tax collections.

Local Government Revenue Assistance Fund

To maintain and account for the accumulation and disbursement of State revenue sharing monies. This fund is separate from the Local Government Fund due to the formula of distribution at the State level.

Motor Vehicle License Fund

To maintain and account for the accumulation and disbursement of automobile license and registration fee collection.

(Continued)

Agency Funds

Trailer Tax Fund

To maintain and account for the accumulation and disbursement of mobile home tax collections.

Undivided Interest Fund

To maintain and account for the accumulation and disbursement of the County's investment earnings.

Non-Entity Holdings Fund

To account for funds held for various separate agencies, boards and commissions where the County serves as fiscal agent only.

Clerk of Courts, Common Pleas Court-Probate Court, Child Support Enforcement Agency, County Court, Juvenile Court, Prosecuting Attorney, Sheriff and Engineer Fund

These various and separate funds maintain and account for court fees, alimony, child support, restitution, boarding home fees, donations, funds held in escrow and other similar resources and uses. These funds are held in segregated cash accounts outside of the County treasury.

Other Agency Funds

To maintain and account for resources and uses for taxes, escrowed monies, licenses, estates and similar revenue sources. The following funds represent the less significant agency funds of the County.

Undivided Trailer Tax	Massie Wayne Capacity Fees
Cigarette Tax	Non-Participant Rotary
Real Estate Advance	Forfeited Land
Law Library	Housing Trust Authority
Life Insurance	Undivided Auction Proceeds
State (Escheated Estates)	Recorder's Escrow Rotary
Miami Conservancy District	Water Department
Ohio Elections Commission	Mary Haven
Undivided Public Utility Deregulation	Building Inspection
Tactical Response Unit	Tax Maps
Escrow Rotary	Recorder
Undivided Income Tax – Real Property	Board of Elections
Notary Public	Records Center
Zoning Board	Warren County Board of MRDD
Drug Task Force	Treasurer
Refundable Deposits	Real Estate
Court Ordered Sheriff Sales	

WARREN COUNTY, OHIO**Combining Statement Of Changes In Assets And Liabilities
Agency Funds
For the Year Ended December 31, 2004**

	Balance December 31, 2003	Additions	Deductions	Balance December 31, 2004
<u>Employees Retirement</u>				
Assets				
Cash and Cash Equivalents	\$231,543	\$6,465,694	(\$6,227,354)	\$469,883
Total Assets	\$231,543	\$6,465,694	(\$6,227,354)	\$469,883
Liabilities				
Payroll Withholding	\$231,543	\$6,465,694	(\$6,227,354)	\$469,883
Total Liabilities	\$231,543	\$6,465,694	(\$6,227,354)	\$469,883
<u>Townships</u>				
Assets				
Cash and Cash Equivalents	\$3,832	\$28,023,911	(\$28,027,743)	\$0
Total Assets	\$3,832	\$28,023,911	(\$28,027,743)	\$0
Liabilities				
Unapportioned Monies	\$3,832	\$28,023,911	(\$28,027,743)	\$0
Total Liabilities	\$3,832	\$28,023,911	(\$28,027,743)	\$0
<u>Corporations</u>				
Assets				
Cash and Cash Equivalents	\$0	\$18,079,351	(\$18,079,351)	\$0
Total Assets	\$0	\$18,079,351	(\$18,079,351)	\$0
Liabilities				
Unapportioned Monies	\$0	\$18,079,351	(\$18,079,351)	\$0
Total Liabilities	\$0	\$18,079,351	(\$18,079,351)	\$0
<u>Undivided Water and Sewer Revenue</u>				
Assets				
Cash and Cash Equivalents	\$220,539	\$22,104,837	(\$22,255,882)	\$69,494
Total Assets	\$220,539	\$22,104,837	(\$22,255,882)	\$69,494
Liabilities				
Unapportioned Monies	\$220,539	\$22,104,837	(\$22,255,882)	\$69,494
Total Liabilities	\$220,539	\$22,104,837	(\$22,255,882)	\$69,494

(Continued)

WARREN COUNTY, OHIO**Combining Statement Of Changes In Assets And Liabilities
Agency Funds
For the Year Ended December 31, 2004**

	Balance December 31, 2003	Additions	Deductions	Balance December 31, 2004
<u>Payroll</u>				
Assets				
Cash and Cash Equivalents	\$134,369	\$48,014,246	(\$47,756,131)	\$392,484
Total Assets	\$134,369	\$48,014,246	(\$47,756,131)	\$392,484
Liabilities				
Payroll Withholding	\$134,369	\$48,014,246	(\$47,756,131)	\$392,484
Total Liabilities	\$134,369	\$48,014,246	(\$47,756,131)	\$392,484
<u>Schools</u>				
Assets				
Cash and Cash Equivalents	\$0	\$152,666,485	(\$152,666,485)	\$0
Total Assets	\$0	\$152,666,485	(\$152,666,485)	\$0
Liabilities				
Unapportioned Monies	\$0	\$152,666,485	(\$152,666,485)	\$0
Total Liabilities	\$0	\$152,666,485	(\$152,666,485)	\$0
<u>Undivided General Tax</u>				
Assets				
Cash and Cash Equivalents	\$4,815,787	\$191,265,057	(\$193,819,981)	\$2,260,863
Taxes Receivable	160,819,616	178,266,674	(160,819,616)	178,266,674
Total Assets	\$165,635,403	\$369,531,731	(\$354,639,597)	\$180,527,537
Liabilities				
Intergovernmental Payables	\$160,819,616	\$178,266,674	(\$160,819,616)	\$178,266,674
Unapportioned Monies	4,815,787	191,265,057	(193,819,981)	2,260,863
Total Liabilities	\$165,635,403	\$369,531,731	(\$354,639,597)	\$180,527,537
<u>Tangible Personal Tax</u>				
Assets				
Cash and Cash Equivalents	\$1,177,993	\$35,628,054	(\$36,119,625)	\$686,422
Total Assets	\$1,177,993	\$35,628,054	(\$36,119,625)	\$686,422
Liabilities				
Unapportioned Monies	\$1,177,993	\$35,628,054	(\$36,119,625)	\$686,422
Total Liabilities	\$1,177,993	\$35,628,054	(\$36,119,625)	\$686,422

(Continued)

WARREN COUNTY, OHIO**Combining Statement Of Changes In Assets And Liabilities
Agency Funds
For the Year Ended December 31, 2004**

	Balance December 31, 2003	Additions	Deductions	Balance December 31, 2004
<u>Undivided Trailer Tax</u>				
Assets				
Cash and Cash Equivalents	\$9,946	\$80,116	(\$75,483)	\$14,579
Total Assets	\$9,946	\$80,116	(\$75,483)	\$14,579
Liabilities				
Unapportioned Monies	\$9,946	\$80,116	(\$75,483)	\$14,579
Total Liabilities	\$9,946	\$80,116	(\$75,483)	\$14,579
<u>Local Government</u>				
Assets				
Cash and Cash Equivalents	\$0	\$6,895,456	(\$6,895,456)	\$0
Total Assets	\$0	\$6,895,456	(\$6,895,456)	\$0
Liabilities				
Unapportioned Monies	\$0	\$6,895,456	(\$6,895,456)	\$0
Total Liabilities	\$0	\$6,895,456	(\$6,895,456)	\$0
<u>Special Districts</u>				
Assets				
Cash and Cash Equivalents	\$0	\$765,264	(\$765,264)	\$0
Total Assets	\$0	\$765,264	(\$765,264)	\$0
Liabilities				
Unapportioned Monies	\$0	\$765,264	(\$765,264)	\$0
Total Liabilities	\$0	\$765,264	(\$765,264)	\$0
<u>Cigarette Tax</u>				
Assets				
Cash and Cash Equivalents	\$0	\$5,661	(\$5,186)	\$475
Total Assets	\$0	\$5,661	(\$5,186)	\$475
Liabilities				
Unapportioned Monies	\$0	\$5,661	(\$5,186)	\$475
Total Liabilities	\$0	\$5,661	(\$5,186)	\$475

(Continued)

WARREN COUNTY, OHIO**Combining Statement Of Changes In Assets And Liabilities
Agency Funds
For the Year Ended December 31, 2004**

	Balance December 31, 2003	Additions	Deductions	Balance December 31, 2004
<u>Gasoline Tax</u>				
Assets				
Cash and Cash Equivalents	\$0	\$2,702,543	(\$2,702,543)	\$0
Total Assets	\$0	\$2,702,543	(\$2,702,543)	\$0
Liabilities				
Unapportioned Monies	\$0	\$2,702,543	(\$2,702,543)	\$0
Total Liabilities	\$0	\$2,702,543	(\$2,702,543)	\$0
<u>Local Government Revenue Assistance</u>				
Assets				
Cash and Cash Equivalents	\$0	\$1,265,349	(\$1,265,349)	\$0
Total Assets	\$0	\$1,265,349	(\$1,265,349)	\$0
Liabilities				
Unapportioned Monies	\$0	\$1,265,349	(\$1,265,349)	\$0
Total Liabilities	\$0	\$1,265,349	(\$1,265,349)	\$0
<u>Motor Vehicle License</u>				
Assets				
Cash and Cash Equivalents	\$0	\$6,271,950	(\$6,271,950)	\$0
Total Assets	\$0	\$6,271,950	(\$6,271,950)	\$0
Liabilities				
Unapportioned Monies	\$0	\$6,271,950	(\$6,271,950)	\$0
Total Liabilities	\$0	\$6,271,950	(\$6,271,950)	\$0
<u>County Lodging Tax</u>				
Assets				
Cash and Cash Equivalents	\$54,159	\$1,131,645	(\$1,126,691)	\$59,113
Total Assets	\$54,159	\$1,131,645	(\$1,126,691)	\$59,113
Liabilities				
Unapportioned Monies	\$54,159	\$1,131,645	(\$1,126,691)	\$59,113
Total Liabilities	\$54,159	\$1,131,645	(\$1,126,691)	\$59,113

(Continued)

WARREN COUNTY, OHIO

**Combining Statement Of Changes In Assets And Liabilities
Agency Funds
For the Year Ended December 31, 2004**

	Balance December 31, 2003	Additions	Deductions	Balance December 31, 2004
<u>Real Estate Advance</u>				
Assets				
Cash and Cash Equivalents	\$17	\$224,356	(\$224,373)	\$0
Total Assets	\$17	\$224,356	(\$224,373)	\$0
Liabilities				
Unapportioned Monies	\$17	\$224,356	(\$224,373)	\$0
Total Liabilities	\$17	\$224,356	(\$224,373)	\$0
<u>Law Library</u>				
Assets				
Cash and Cash Equivalents	\$0	\$389,062	(\$389,062)	\$0
Total Assets	\$0	\$389,062	(\$389,062)	\$0
Liabilities				
Unapportioned Monies	\$0	\$389,062	(\$389,062)	\$0
Total Liabilities	\$0	\$389,062	(\$389,062)	\$0
<u>Trailer Tax</u>				
Assets				
Cash and Cash Equivalents	\$14,733	\$107,407	(\$95,996)	\$26,144
Total Assets	\$14,733	\$107,407	(\$95,996)	\$26,144
Liabilities				
Unapportioned Monies	\$14,733	\$107,407	(\$95,996)	\$26,144
Total Liabilities	\$14,733	\$107,407	(\$95,996)	\$26,144
<u>Life Insurance</u>				
Assets				
Cash and Cash Equivalents	\$31,655	\$86,831	(\$83,701)	\$34,785
Total Assets	\$31,655	\$86,831	(\$83,701)	\$34,785
Liabilities				
Payroll Withholding	\$31,655	\$86,831	(\$83,701)	\$34,785
Total Liabilities	\$31,655	\$86,831	(\$83,701)	\$34,785

(Continued)

WARREN COUNTY, OHIO**Combining Statement Of Changes In Assets And Liabilities
Agency Funds
For the Year Ended December 31, 2004**

	Balance December 31, 2003	Additions	Deductions	Balance December 31, 2004
<u>Libraries</u>				
Assets				
Cash and Cash Equivalents	\$0	\$4,759,383	(\$4,759,383)	\$0
Total Assets	\$0	\$4,759,383	(\$4,759,383)	\$0
Liabilities				
Unapportioned Monies	\$0	\$4,759,383	(\$4,759,383)	\$0
Total Liabilities	\$0	\$4,759,383	(\$4,759,383)	\$0
<u>State</u>				
Assets				
Cash and Cash Equivalents	\$1,171	\$500,546	(\$500,663)	\$1,054
Total Assets	\$1,171	\$500,546	(\$500,663)	\$1,054
Liabilities				
Unapportioned Monies	\$1,171	\$500,546	(\$500,663)	\$1,054
Total Liabilities	\$1,171	\$500,546	(\$500,663)	\$1,054
<u>Miami Conservancy District</u>				
Assets				
Cash and Cash Equivalents	\$18,051	\$0	\$0	\$18,051
Total Assets	\$18,051	\$0	\$0	\$18,051
Liabilities				
Unapportioned Monies	\$18,051	\$0	\$0	\$18,051
Total Liabilities	\$18,051	\$0	\$0	\$18,051
<u>Advance Estate Tax</u>				
Assets				
Cash and Cash Equivalents	\$1,146,732	\$2,620,843	(\$2,469,729)	\$1,297,846
Total Assets	\$1,146,732	\$2,620,843	(\$2,469,729)	\$1,297,846
Liabilities				
Unapportioned Monies	\$1,146,732	\$2,620,843	(\$2,469,729)	\$1,297,846
Total Liabilities	\$1,146,732	\$2,620,843	(\$2,469,729)	\$1,297,846

(Continued)

WARREN COUNTY, OHIO**Combining Statement Of Changes In Assets And Liabilities
Agency Funds
For the Year Ended December 31, 2004**

	Balance December 31, 2003	Additions	Deductions	Balance December 31, 2004
<u>Undivided Interest</u>				
Assets				
Cash and Cash Equivalents	\$150,250	\$1,848,071	(\$1,997,927)	\$394
Total Assets	\$150,250	\$1,848,071	(\$1,997,927)	\$394
Liabilities				
Unapportioned Monies	\$150,250	\$1,848,071	(\$1,997,927)	\$394
Total Liabilities	\$150,250	\$1,848,071	(\$1,997,927)	\$394
<u>Ohio Elections Commission</u>				
Assets				
Cash and Cash Equivalents	\$355	\$270	(\$445)	\$180
Total Assets	\$355	\$270	(\$445)	\$180
Liabilities				
Deposits Held Due to Others	\$355	\$270	(\$445)	\$180
Total Liabilities	\$355	\$270	(\$445)	\$180
<u>Undivided Public Utility Deregulation</u>				
Assets				
Cash and Cash Equivalents	\$0	\$659,796	(\$659,796)	\$0
Total Assets	\$0	\$659,796	(\$659,796)	\$0
Liabilities				
Unapportioned Monies	\$0	\$659,796	(\$659,796)	\$0
Total Liabilities	\$0	\$659,796	(\$659,796)	\$0
<u>Tactical Response Unit</u>				
Assets				
Cash and Cash Equivalents	\$202	\$5,000	(\$4,609)	\$593
Total Assets	\$202	\$5,000	(\$4,609)	\$593
Liabilities				
Unapportioned Monies	\$202	\$5,000	(\$4,609)	\$593
Total Liabilities	\$202	\$5,000	(\$4,609)	\$593

(Continued)

WARREN COUNTY, OHIO**Combining Statement Of Changes In Assets And Liabilities
Agency Funds
For the Year Ended December 31, 2004**

	Balance December 31, 2003	Additions	Deductions	Balance December 31, 2004
<u>Escrow Rotary</u>				
Assets				
Cash and Cash Equivalents	\$1,212,406	\$505,476	(\$341,599)	\$1,376,283
Total Assets	\$1,212,406	\$505,476	(\$341,599)	\$1,376,283
Liabilities				
Unapportioned Monies	\$1,212,406	\$505,476	(\$341,599)	\$1,376,283
Total Liabilities	\$1,212,406	\$505,476	(\$341,599)	\$1,376,283
<u>Undivided Income Tax - Real Property</u>				
Assets				
Cash and Cash Equivalents	\$868	\$3,195,699	(\$3,194,930)	\$1,637
Total Assets	\$868	\$3,195,699	(\$3,194,930)	\$1,637
Liabilities				
Unapportioned Monies	\$868	\$3,195,699	(\$3,194,930)	\$1,637
Total Liabilities	\$868	\$3,195,699	(\$3,194,930)	\$1,637
<u>Notary Public</u>				
Assets				
Cash and Cash Equivalents	\$55,164	\$11,940	(\$8,652)	\$58,452
Total Assets	\$55,164	\$11,940	(\$8,652)	\$58,452
Liabilities				
Deposits Held Due to Others	\$55,164	\$11,940	(\$8,652)	\$58,452
Total Liabilities	\$55,164	\$11,940	(\$8,652)	\$58,452
<u>Zoning Board</u>				
Assets				
Cash and Cash Equivalents	\$233,226	\$150,814	(\$147,850)	\$236,190
Total Assets	\$233,226	\$150,814	(\$147,850)	\$236,190
Liabilities				
Deposits Held Due to Others	\$233,226	\$150,814	(\$147,850)	\$236,190
Total Liabilities	\$233,226	\$150,814	(\$147,850)	\$236,190

(Continued)

WARREN COUNTY, OHIO**Combining Statement Of Changes In Assets And Liabilities
Agency Funds
For the Year Ended December 31, 2004**

	Balance December 31, 2003	Additions	Deductions	Balance December 31, 2004
<u>Drug Task Force</u>				
Assets				
Cash and Cash Equivalents	\$107,471	\$1,133,636	(\$611,562)	\$629,545
Total Assets	\$107,471	\$1,133,636	(\$611,562)	\$629,545
Liabilities				
Intergovernmental Payables	\$107,471	\$1,133,636	(\$611,562)	\$629,545
Total Liabilities	\$107,471	\$1,133,636	(\$611,562)	\$629,545
<u>Refundable Deposits</u>				
Assets				
Cash and Cash Equivalents	\$96,007	\$122,427	(\$106,266)	\$112,168
Total Assets	\$96,007	\$122,427	(\$106,266)	\$112,168
Liabilities				
Deposits Held Due to Others	\$96,007	\$122,427	(\$106,266)	\$112,168
Total Liabilities	\$96,007	\$122,427	(\$106,266)	\$112,168
<u>Non-Entity Holdings</u>				
Assets				
Cash and Cash Equivalents	\$8,697,213	\$19,996,899	(\$18,591,904)	\$10,102,208
Total Assets	\$8,697,213	\$19,996,899	(\$18,591,904)	\$10,102,208
Liabilities				
Intergovernmental Payables	\$8,697,213	\$19,996,899	(\$18,591,904)	\$10,102,208
Total Liabilities	\$8,697,213	\$19,996,899	(\$18,591,904)	\$10,102,208
<u>Court Ordered Sheriff Sales</u>				
Assets				
Cash and Cash Equivalents	\$159,889	\$11,315,722	(\$11,100,100)	\$375,511
Total Assets	\$159,889	\$11,315,722	(\$11,100,100)	\$375,511
Liabilities				
Unapportioned Monies	\$159,889	\$11,315,722	(\$11,100,100)	\$375,511
Total Liabilities	\$159,889	\$11,315,722	(\$11,100,100)	\$375,511

(Continued)

WARREN COUNTY, OHIO**Combining Statement Of Changes In Assets And Liabilities
Agency Funds
For the Year Ended December 31, 2004**

	Balance December 31, 2003	Additions	Deductions	Balance December 31, 2004
<u>Massie Wayne Capacity Fees</u>				
Assets				
Cash and Cash Equivalents	\$4,535	\$43,835	(\$46,425)	\$1,945
Total Assets	\$4,535	\$43,835	(\$46,425)	\$1,945
Liabilities				
Intergovernmental Payables	\$4,535	\$43,835	(\$46,425)	\$1,945
Total Liabilities	\$4,535	\$43,835	(\$46,425)	\$1,945
<u>Non-Participant Rotary</u>				
Assets				
Cash and Cash Equivalents	\$23,986	\$18,727	(\$41,293)	\$1,420
Total Assets	\$23,986	\$18,727	(\$41,293)	\$1,420
Liabilities				
Deposits Held Due to Others	\$23,986	\$18,727	(\$41,293)	\$1,420
Total Liabilities	\$23,986	\$18,727	(\$41,293)	\$1,420
<u>Forfeited Land</u>				
Assets				
Cash and Cash Equivalents	\$1,597	\$0	(\$1,597)	\$0
Total Assets	\$1,597	\$0	(\$1,597)	\$0
Liabilities				
Deposits Held Due to Others	\$1,597	\$0	(\$1,597)	\$0
Total Liabilities	\$1,597	\$0	(\$1,597)	\$0
<u>Housing Trust Authority</u>				
Assets				
Cash and Cash Equivalents	\$0	\$1,900,497	(\$1,900,497)	\$0
Total Assets	\$0	\$1,900,497	(\$1,900,497)	\$0
Liabilities				
Intergovernmental Payables	\$0	\$1,900,497	(\$1,900,497)	\$0
Total Liabilities	\$0	\$1,900,497	(\$1,900,497)	\$0

(Continued)

WARREN COUNTY, OHIO**Combining Statement Of Changes In Assets And Liabilities
Agency Funds
For the Year Ended December 31, 2004**

	Balance December 31, 2003	Additions	Deductions	Balance December 31, 2004
<u>Undivided Auction Proceeds</u>				
Assets				
Cash and Cash Equivalents	\$5,850	\$80,342	(\$86,114)	\$78
Total Assets	\$5,850	\$80,342	(\$86,114)	\$78
Liabilities				
Deposits Held Due to Others	\$5,850	\$80,342	(\$86,114)	\$78
Total Liabilities	\$5,850	\$80,342	(\$86,114)	\$78
<u>Recorder's Escrow Rotary</u>				
Assets				
Cash and Cash Equivalents	\$0	\$1,097	(\$293)	\$804
Total Assets	\$0	\$1,097	(\$293)	\$804
Liabilities				
Deposits Held Due to Others	\$0	\$1,097	(\$293)	\$804
Total Liabilities	\$0	\$1,097	(\$293)	\$804
<u>Clerk of Courts</u>				
Assets				
Cash in Segregated Accounts	\$2,057,386	\$39,552,404	(\$39,029,893)	\$2,579,897
Total Assets	\$2,057,386	\$39,552,404	(\$39,029,893)	\$2,579,897
Liabilities				
Deposits Held Due to Others	\$2,057,386	\$39,552,404	(\$39,029,893)	\$2,579,897
Total Liabilities	\$2,057,386	\$39,552,404	(\$39,029,893)	\$2,579,897
<u>Common Pleas Court - Probate Court</u>				
Assets				
Cash in Segregated Accounts	\$10,870	\$155,946	(\$156,182)	\$10,634
Total Assets	\$10,870	\$155,946	(\$156,182)	\$10,634
Liabilities				
Deposits Held Due to Others	\$10,870	\$155,946	(\$156,182)	\$10,634
Total Liabilities	\$10,870	\$155,946	(\$156,182)	\$10,634

(Continued)

WARREN COUNTY, OHIO**Combining Statement Of Changes In Assets And Liabilities
Agency Funds
For the Year Ended December 31, 2004**

	Balance December 31, 2003	Additions	Deductions	Balance December 31, 2004
<u>Child Support Enforcement Agency</u>				
Assets				
Cash in Segregated Accounts	\$5,245	\$1,413,276	(\$1,413,677)	\$4,844
Total Assets	\$5,245	\$1,413,276	(\$1,413,677)	\$4,844
Liabilities				
Deposits Held Due to Others	\$5,245	\$1,413,276	(\$1,413,677)	\$4,844
Total Liabilities	\$5,245	\$1,413,276	(\$1,413,677)	\$4,844
<u>County Court</u>				
Assets				
Cash in Segregated Accounts	\$234,611	\$1,926,498	(\$1,966,918)	\$194,191
Total Assets	\$234,611	\$1,926,498	(\$1,966,918)	\$194,191
Liabilities				
Deposits Held Due to Others	\$234,611	\$1,926,498	(\$1,966,918)	\$194,191
Total Liabilities	\$234,611	\$1,926,498	(\$1,966,918)	\$194,191
<u>Water Department</u>				
Assets				
Cash in Segregated Accounts	\$1,000	\$0	\$0	\$1,000
Total Assets	\$1,000	\$0	\$0	\$1,000
Liabilities				
Deposits Held Due to Others	\$1,000	\$0	\$0	\$1,000
Total Liabilities	\$1,000	\$0	\$0	\$1,000
<u>Juvenile Court</u>				
Assets				
Cash in Segregated Accounts	\$423	\$350,245	(\$348,336)	\$2,332
Total Assets	\$423	\$350,245	(\$348,336)	\$2,332
Liabilities				
Deposits Held Due to Others	\$423	\$350,245	(\$348,336)	\$2,332
Total Liabilities	\$423	\$350,245	(\$348,336)	\$2,332

(Continued)

WARREN COUNTY, OHIO**Combining Statement Of Changes In Assets And Liabilities
Agency Funds
For the Year Ended December 31, 2004**

	Balance December 31, 2003	Additions	Deductions	Balance December 31, 2004
<u>Prosecuting Attorney</u>				
Assets				
Cash in Segregated Accounts	\$0	\$50,210	(\$50,210)	\$0
Total Assets	\$0	\$50,210	(\$50,210)	\$0
Liabilities				
Deposits Held Due to Others	\$0	\$50,210	(\$50,210)	\$0
Total Liabilities	\$0	\$50,210	(\$50,210)	\$0
<u>Sheriff</u>				
Assets				
Cash in Segregated Accounts	\$43,851	\$377,908	(\$370,760)	\$50,999
Total Assets	\$43,851	\$377,908	(\$370,760)	\$50,999
Liabilities				
Deposits Held Due to Others	\$43,851	\$377,908	(\$370,760)	\$50,999
Total Liabilities	\$43,851	\$377,908	(\$370,760)	\$50,999
<u>Engineer</u>				
Assets				
Cash in Segregated Accounts	\$50	\$0	\$0	\$50
Total Assets	\$50	\$0	\$0	\$50
Liabilities				
Deposits Held Due to Others	\$50	\$0	\$0	\$50
Total Liabilities	\$50	\$0	\$0	\$50
<u>Mary Haven</u>				
Assets				
Cash in Segregated Accounts	\$2,120	\$5,633	(\$4,371)	\$3,382
Total Assets	\$2,120	\$5,633	(\$4,371)	\$3,382
Liabilities				
Deposits Held Due to Others	\$2,120	\$5,633	(\$4,371)	\$3,382
Total Liabilities	\$2,120	\$5,633	(\$4,371)	\$3,382

(Continued)

WARREN COUNTY, OHIO

**Combining Statement Of Changes In Assets And Liabilities
Agency Funds
For the Year Ended December 31, 2004**

	Balance December 31, 2003	Additions	Deductions	Balance December 31, 2004
<u>Building Inspection</u>				
Assets				
Cash in Segregated Accounts	\$75	\$0	\$0	\$75
Total Assets	\$75	\$0	\$0	\$75
Liabilities				
Deposits Held Due to Others	\$75	\$0	\$0	\$75
Total Liabilities	\$75	\$0	\$0	\$75
<u>Tax Maps</u>				
Assets				
Cash in Segregated Accounts	\$25	\$0	\$0	\$25
Total Assets	\$25	\$0	\$0	\$25
Liabilities				
Deposits Held Due to Others	\$25	\$0	\$0	\$25
Total Liabilities	\$25	\$0	\$0	\$25
<u>Recorder</u>				
Assets				
Cash in Segregated Accounts	\$25	\$0	\$0	\$25
Total Assets	\$25	\$0	\$0	\$25
Liabilities				
Deposits Held Due to Others	\$25	\$0	\$0	\$25
Total Liabilities	\$25	\$0	\$0	\$25
<u>Board of Elections</u>				
Assets				
Cash in Segregated Accounts	\$20	\$0	\$0	\$20
Total Assets	\$20	\$0	\$0	\$20
Liabilities				
Deposits Held Due to Others	\$20	\$0	\$0	\$20
Total Liabilities	\$20	\$0	\$0	\$20

(Continued)

WARREN COUNTY, OHIO

**Combining Statement Of Changes In Assets And Liabilities
Agency Funds
For the Year Ended December 31, 2004**

	Balance December 31, 2003	Additions	Deductions	Balance December 31, 2004
<u>Records Center</u>				
Assets				
Cash in Segregated Accounts	\$50	\$0	\$0	\$50
Total Assets	\$50	\$0	\$0	\$50
Liabilities				
Deposits Held Due to Others	\$50	\$0	\$0	\$50
Total Liabilities	\$50	\$0	\$0	\$50
<u>Warren County Board of MRDD</u>				
Assets				
Cash in Segregated Accounts	\$14,202	\$0	\$0	\$14,202
Total Assets	\$14,202	\$0	\$0	\$14,202
Liabilities				
Deposits Held Due to Others	\$14,202	\$0	\$0	\$14,202
Total Liabilities	\$14,202	\$0	\$0	\$14,202
<u>Treasurer</u>				
Assets				
Cash in Segregated Accounts	\$264	\$301,265	(\$290,352)	\$11,177
Total Assets	\$264	\$301,265	(\$290,352)	\$11,177
Liabilities				
Deposits Held Due to Others	\$264	\$301,265	(\$290,352)	\$11,177
Total Liabilities	\$264	\$301,265	(\$290,352)	\$11,177
<u>Real Estate</u>				
Assets				
Cash in Segregated Accounts	\$20	\$0	\$0	\$20
Total Assets	\$20	\$0	\$0	\$20
Liabilities				
Deposits Held Due to Others	\$20	\$0	\$0	\$20
Total Liabilities	\$20	\$0	\$0	\$20

(Continued)

WARREN COUNTY, OHIO**Combining Statement Of Changes In Assets And Liabilities
Agency Funds
For the Year Ended December 31, 2004**

	Balance December 31, 2003	Additions	Deductions	Balance December 31, 2004
<u>Total - All Agency Funds</u>				
Assets				
Cash and Cash Equivalents	\$18,609,546	\$571,044,295	(\$571,425,240)	\$18,228,601
Cash in Segregated Accounts	2,370,237	44,133,385	(43,630,699)	2,872,923
Taxes Receivable	160,819,616	178,266,674	(160,819,616)	178,266,674
	<u>160,819,616</u>	<u>178,266,674</u>	<u>(160,819,616)</u>	<u>178,266,674</u>
Total Assets	<u>\$181,799,399</u>	<u>\$793,444,354</u>	<u>(\$775,875,555)</u>	<u>\$199,368,198</u>
Liabilities				
Intergovernmental Payables	\$169,628,835	\$201,341,541	(\$181,970,004)	\$189,000,372
Unapportioned Monies	8,986,575	493,017,040	(495,815,156)	6,188,459
Payroll Withholding	397,567	54,566,771	(54,067,186)	897,152
Deposits Held Due to Others	2,786,422	44,519,002	(44,023,209)	3,282,215
	<u>2,786,422</u>	<u>44,519,002</u>	<u>(44,023,209)</u>	<u>3,282,215</u>
Total Liabilities	<u>\$181,799,399</u>	<u>\$793,444,354</u>	<u>(\$775,875,555)</u>	<u>\$199,368,198</u>

*CAPITAL ASSETS USED IN THE
OPERATION OF GOVERNMENTAL FUNDS*

WARREN COUNTY, OHIO

***Capital Assets Used in the Operation of Governmental Funds
Schedule by Source
December 31, 2004***

Capital Assets:

Land	\$4,915,451
Land Improvements	\$496,516
Buildings, Structures and Improvements	48,700,311
Furniture, Fixtures and Equipment	13,971,349
Infrastructure	57,293,748
Construction in Progress	5,074,122
Total Capital Assets	<u>\$130,451,497</u>

Investment in Capital Assets from:

Acquired prior to January 1, 1988	\$4,665,350
General Fund	11,131,176
Special Revenue Funds	67,612,613
Capital Project Funds	47,042,358
Total Investment	<u>\$130,451,497</u>

WARREN COUNTY, OHIO

***Capital Assets Used in the Operation of Governmental Funds
Schedule by Function and Activity
December 31, 2004***

<u>Function and Category</u>	<u>Land</u>	<u>Land Improvements</u>	<u>Buildings, Structures and Improvements</u>	<u>Furniture, Fixtures and Equipment</u>	<u>Infrastructure</u>	<u>Total</u>
Legislative and Executive	\$1,880,508	\$488,516	\$45,745,003	\$2,753,815	\$0	\$50,867,842
Judicial	0	0	0	325,597	0	325,597
Public Safety	101,500	8,000	2,683,399	5,143,598	0	7,936,497
Public Works	2,854,243	0	0	3,048,621	57,293,748	63,196,612
Health	0	0	0	145,510	0	145,510
Human Services	<u>79,200</u>	<u>0</u>	<u>271,909</u>	<u>2,554,208</u>	<u>0</u>	<u>2,905,317</u>
Total	<u>\$4,915,451</u>	<u>\$496,516</u>	<u>\$48,700,311</u>	<u>\$13,971,349</u>	<u>\$57,293,748</u>	<u>125,377,375</u>
Construction in Progress						<u>5,074,122</u>
Total Capital Assets						<u>\$130,451,497</u>

WARREN COUNTY, OHIO

***Capital Assets Used in the Operation of Governmental Funds
Schedule Changes by Function and Activity
For Year Ended December 31, 2004***

<u>Function</u>	<u>December 31, 2003</u>	<u>Additions</u>	<u>Deletions</u>	<u>December 31, 2004</u>
Legislative and Executive	\$50,697,412	\$220,639	(\$50,209)	\$50,867,842
Judicial	286,069	65,207	(25,679)	325,597
Public Safety	7,748,253	331,451	(143,207)	7,936,497
Public Works	62,213,376	1,665,097	(681,861)	63,196,612
Health	138,520	19,597	(12,607)	145,510
Human Services	<u>3,147,029</u>	<u>123,397</u>	<u>(365,109)</u>	<u>2,905,317</u>
Total	<u>124,230,659</u>	<u>2,425,388</u>	<u>(1,278,672)</u>	<u>125,377,375</u>
Construction in Progress	<u>1,273,740</u>	<u>4,679,114</u>	<u>(878,732)</u>	<u>5,074,122</u>
Total Capital Assets	<u>\$125,504,399</u>	<u>\$7,104,502</u>	<u>(\$2,157,404)</u>	<u>\$130,451,497</u>



STATISTICAL SECTION



STATISTICAL TABLES

T ***HE FOLLOWING UNAUDITED STATISTICAL TABLES REFLECT SOCIAL AND ECONOMIC DATA, FINANCIAL TRENDS AND FISCAL CAPACITY OF THE COUNTY.***

WARREN COUNTY, OHIO

GENERAL GOVERNMENTAL EXPENDITURES BY FUNCTION (1) LAST TEN YEARS

Year	General Governmental	Public Safety	Public Works	Health	Human Services	Community Development	Capital Outlay	Debt Service	Total
1995	\$11,687,555	\$6,747,627	\$4,472,435	\$781,936	\$17,491,284	\$474,675	\$11,731,374	\$1,910,388	\$55,297,274
1996	14,343,144	8,833,730	5,603,955	743,790	18,589,201	396,466	8,931,839	2,026,472	59,468,597
1997	13,542,009	9,048,658	5,013,316	715,476	18,905,406	594,568	4,853,592	2,200,767	54,873,792
1998	16,171,983	9,844,353	6,215,777	729,713	20,522,603	982,644	5,307,122	2,431,876	62,206,071
1999	17,833,782	11,385,644	7,087,106	789,203	22,693,350	720,884	9,124,342	2,454,895	72,089,206
2000	19,864,416	13,035,719	5,859,505	738,075	24,524,141	714,868	16,266,700	3,041,965	84,045,389
2001	21,972,707	14,022,562	5,663,208	731,368	28,077,320	443,890	11,430,252	2,601,639	84,942,946
2002	23,389,034	17,337,300	5,895,132	742,254	28,267,899	616,826	4,460,160	2,419,238	83,127,843
2003	22,709,355	17,971,299	5,879,020	613,223	35,358,416	850,560	1,778,516	2,502,235	87,662,624
2004	24,038,597	18,892,806	6,708,772	836,343	37,374,387	788,838	6,605,649	2,692,838	97,938,230

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(1) Includes General Fund, Special Revenue Funds, Debt Service Funds and Capital Projects Funds.

Source: Warren County Auditor's Office.

WARREN COUNTY, OHIO

GENERAL GOVERNMENTAL REVENUES BY SOURCE (1) LAST TEN YEARS

Year	Taxes	Inter- Governmental Revenue	Charges for Services	Licenses and Permits	Earnings on Investments	Special Assessments	Fines and Forfeitures	Other Revenues	Total
1995	\$23,349,157	\$22,550,206	\$4,778,934	\$21,709	\$3,349,382	\$1,466,991	\$591,975	\$1,109,669	\$57,218,023
1996	25,082,063	20,882,072	5,718,630	21,779	3,867,812	1,534,093	683,138	1,383,895	59,173,482
1997	24,935,435	21,824,341	6,399,518	27,264	4,003,551	1,383,654	718,225	2,171,059	61,463,047
1998	28,194,987	22,890,370	7,755,134	19,839	4,515,496	2,359,414	605,723	1,700,707	68,041,670
1999	30,761,098	24,597,622	7,364,474	18,903	4,840,779	1,678,969	557,246	1,617,288	71,436,379
2000	30,555,847	25,449,680	7,759,460	19,355	6,463,951	2,222,249	761,993	1,523,739	74,756,274
2001	32,982,064	28,279,040	9,105,290	16,087	6,255,856	2,040,662	672,096	1,219,372	80,570,467
2002	33,918,134	30,449,878	9,757,839	17,718	3,762,732	1,570,886	740,875	1,717,964	81,936,026
2003	46,149,053	28,462,239	11,518,445	24,177	1,904,174	2,707,239	728,029	3,419,948	94,913,304
2004	54,946,546	33,867,366	11,200,834	20,247	2,009,577	2,020,006	708,702	2,254,675	107,027,953

(1) Includes General Fund, Special Revenue Funds, Debt Service Funds and Capital Projects Funds.

Source: Warren County Auditor's Office.

WARREN COUNTY, OHIO

**PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN YEARS**

Collection Year	Total Tax Levy	Current Tax Collections	Current Taxes Collected as a Percent of Current Taxes Levied	Delinquent Tax Collections	Total Tax Collections	Total Collections as a Percent of Current Taxes Levied
1995	\$11,064,709	\$10,945,448	98.92%	\$304,974	\$11,250,422	101.68%
1996	11,687,957	11,400,274	97.54%	331,107	11,731,381	100.37%
1997	8,967,509	8,830,147	98.47%	197,277	9,027,424	100.67%
1998	9,714,396	9,592,472	98.74%	227,857	9,820,329	101.09%
1999	9,642,984	9,533,848	98.87%	254,497	9,788,345	101.51%
2000	8,279,846	8,110,109	97.95%	251,708	8,361,817	100.99%
2001	8,674,070	8,578,655	98.90%	310,782	8,889,437	102.48%
2002	8,848,333	8,723,572	98.59%	244,213	8,967,785	101.35%
2003	20,271,413	20,046,400	98.89%	378,928	20,425,328	100.76%
2004	28,795,437	28,565,074	99.20%	578,788	29,143,862	101.21%

Source: Warren County Auditor's Office.

WARREN COUNTY, OHIO

ASSESSED VALUATIONS AND ESTIMATED TRUE VALUES OF TAXABLE PROPERTY LAST TEN YEARS

Collection Year	Real Property		Public Utility Personal Property		Tangible Personal Property		Total		Assessed Value as a Percent of Actual Value
	Assessed	Estimated Actual	Assessed	Estimated Actual	Assessed	Estimated Actual	Assessed	Estimated Actual	
1995	\$1,595,178,370	\$4,557,652,485	\$185,048,730	\$210,282,647	\$190,785,422	\$763,141,688	\$1,971,012,522	\$5,531,076,820	35.64%
1996	1,698,827,910	4,853,794,028	180,306,020	204,893,204	211,261,673	845,046,692	2,090,395,603	5,903,733,924	35.41%
1997	1,817,904,590	5,194,013,114	182,470,220	207,352,552	241,030,001	964,120,004	2,241,404,811	6,365,485,670	35.21%
1998	2,159,880,840	6,171,088,114	181,185,325	205,892,415	261,131,177	1,044,524,708	2,602,197,342	7,421,505,237	35.06%
1999	2,318,945,940	6,625,559,830	184,842,000	210,047,727	296,287,893	1,185,151,572	2,800,075,833	8,020,759,129	34.91%
2000	2,504,545,530	7,155,844,370	182,182,735	207,025,835	326,109,551	1,304,438,200	3,012,837,816	8,667,308,405	34.76%
2001	3,097,545,080	8,850,128,800	187,827,770	213,440,650	386,747,993	1,546,991,980	3,672,120,843	10,610,561,430	34.61%
2002	3,316,879,100	9,476,797,430	132,558,680	150,634,870	425,999,708	1,703,998,830	3,875,437,488	11,331,431,130	34.20%
2003	3,536,321,630	10,103,776,090	149,367,762	169,736,100	440,810,410	1,763,241,640	4,126,499,802	12,036,753,830	34.28%
2004	4,025,228,640	11,500,653,260	150,538,870	171,066,900	430,776,911	1,723,107,644	4,606,544,421	13,394,827,804	34.39%

Source: Warren County Auditor's Office.

WARREN COUNTY, OHIO

PROPERTY TAX RATES OF ALL DIRECT AND OVERLAPPING GOVERNMENTS (PER \$1,000 OF ASSESSED VALUATIONS) LAST TEN YEARS

Levy Year	1994	1995	1996	1997	1998	1999	2000	2001	2002	2003
Collection Year	1995	1996	1997	1998	1999	2000	2001	2002	2003	2004
COUNTY ENTITY:										
General Fund	2.57	2.57	1.00	1.00	0.75	0.00	0.00	0.00	0.00	1.57
Board of Mental Retardation	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00
Senior Citizens									0.96	0.96
Total County Entity	6.57	6.57	5.00	5.00	4.75	4.00	4.00	4.00	4.96	6.53
OTHER ENTITIES:										
Warren County Combined										
Health District	0.50	0.50	0.50	0.50	0.50	0.50	0.50	0.50	0.50	0.50
Total County Levy	7.07	7.07	5.50	5.50	5.25	4.50	4.50	4.50	5.46	7.03
SPECIAL DISTRICTS:										
Warren/Clinton Community										
Mental Health	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Franklin Carlisle Joint										
Emergency Medical Service	1.80	1.80	1.80	1.80	1.80	1.80	1.80	1.80	1.80	1.80
SCHOOL DISTRICTS:										
Springboro	44.71	53.10	53.00	51.71	51.70	54.88	51.96	51.06	50.91	49.91
Lebanon	51.13	51.13	51.13	51.13	51.03	50.63	50.63	55.53	55.63	55.63
Wayne	47.90	53.50	53.16	51.00	50.75	50.40	48.85	48.75	47.95	53.40
Miamisburg	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Mason	50.78	53.26	62.36	61.95	61.95	61.95	64.57	71.11	72.61	74.11
Kings	53.48	53.48	53.13	52.48	52.48	53.57	52.83	56.58	57.58	58.63
Princeton	42.24	42.24	42.24	42.24	42.24	46.19	46.19	46.19	45.79	49.03
Franklin	44.28	50.08	50.08	49.83	49.83	49.83	50.25	50.08	50.08	50.08
Middletown	32.88	38.20	37.03	36.63	36.56	35.33	34.98	34.78	33.58	38.08
Carlisle	42.71	42.71	42.71	43.71	50.52	50.52	49.86	49.61	49.61	43.71
Little Miami	43.65	43.40	43.15	48.36	47.59	46.05	44.34	43.89	47.44	45.94
Loveland	56.13	55.44	60.14	59.58	64.21	63.79	70.14	70.14	70.14	69.89
Goshen	30.40	30.40	30.40	26.40	26.40	30.40	30.40	30.40	30.40	30.14
Blanchester	33.90	33.80	33.45	33.45	33.45	36.04	36.04	35.94	35.94	35.94
Clinton Massie	32.55	32.50	31.80	31.80	31.80	30.20	30.00	38.21	37.91	37.11
Sugarcreek	63.50	64.30	63.35	63.35	64.70	64.24	63.58	63.50	62.80	69.80
Xenia	40.80	40.40	39.50	39.30	39.10	38.70	38.50	38.60	37.70	37.60

(Continued)

WARREN COUNTY, OHIO

**PROPERTY TAX RATES OF ALL DIRECT AND OVERLAPPING GOVERNMENTS
(PER \$1,000 OF ASSESSED VALUATIONS)
LAST TEN YEARS**

Levy Year Collection Year	1994 1995	1995 1996	1996 1997	1997 1998	1998 1999	1999 2000	2000 2001	2001 2002	2002 2003	2003 2004
JOINT VOCATIONAL										
SCHOOL DISTRICTS:										
Warren County	4.50	4.50	4.50	4.50	4.50	4.50	4.50	4.50	4.50	4.50
Great Oaks	2.70	2.70	2.70	2.70	2.70	2.70	2.70	2.70	2.70	2.70
Miami Valley Career Tech Center	2.58	2.58	2.58	2.58	2.58	2.58	2.58	2.58	2.58	2.58
Greene County	3.45	3.45	3.45	3.45	3.45	3.45	3.45	3.45	3.45	3.45
Butler County					1.93	1.93	1.93	1.93	1.93	1.93
TOWNSHIPS:										
Clearcreek	11.62	11.62	11.62	11.62	11.62	13.12	13.12	16.97	16.97	16.97
Deerfield	7.05	5.80	4.30	4.80	9.75	9.75	9.75	10.60	10.60	10.60
Franklin	3.62	3.62	3.62	3.62	3.62	3.62	3.62	3.62	3.62	3.62
Hamilton	8.30	8.30	10.30	10.30	10.30	10.30	10.30	10.30	10.30	10.30
Harlan	8.22	8.22	7.22	7.22	7.22	7.22	8.72	8.72	8.72	8.72
Massie	8.03	8.03	8.03	8.03	8.03	8.03	8.03	8.03	8.03	8.03
Salem	4.72	4.72	6.72	6.72	6.72	6.72	6.72	8.62	8.62	8.62
Turtlecreek	5.62	5.62	5.62	5.62	5.62	5.62	5.62	5.62	5.62	5.62
Union	6.20	5.20	5.20	5.20	6.20	6.20	6.20	6.20	9.20	9.20
Washington	4.78	4.78	4.78	4.78	4.78	4.78	4.78	4.78	4.78	4.78
Wayne	7.07	7.07	7.07	7.07	7.07	7.07	7.07	7.07	7.07	7.07

(Continued)

WARREN COUNTY, OHIO

PROPERTY TAX RATES OF ALL DIRECT AND OVERLAPPING GOVERNMENTS (PER \$1,000 OF ASSESSED VALUATIONS) LAST TEN YEARS

Levy Year Collection Year	1994 1995	1995 1996	1996 1997	1997 1998	1998 1999	1999 2000	2000 2001	2001 2002	2002 2003	2003 2004
MUNICIPALITIES:										
Springboro	1.11	1.11	1.11	1.11	1.11	1.11	1.11	1.11	1.11	1.11
Mason	1.89	1.89	1.89	1.87	7.32	7.32	7.32	7.32	7.32	7.32
Carlisle	2.92	2.92	2.92	2.92	2.92	2.92	2.92	2.92	2.92	2.92
Franklin	2.82	2.82	2.82	2.80	2.81	2.83	2.83	2.83	5.73	5.73
Middletown	5.16	5.03	4.96	4.96	5.01	5.11	4.51	4.51	4.51	4.53
Loveland	9.72	9.72	9.72	9.72	9.72	9.72	9.72	11.72	11.72	11.72
Maineville	6.72	6.72	6.72	6.72	6.72	6.72	6.72	1.72	1.72	1.72
Butler	1.71	1.71	1.71	1.71	1.71	1.71	1.71	1.71	1.71	1.71
Pleasant Plain	1.82	1.82	1.82	1.82	1.82	1.82	1.82	1.82	1.82	1.82
Blanchester	5.40	6.30	6.30	6.30	6.30	6.30	6.30	6.30	6.30	6.30
Harveysburg	8.32	8.32	6.32	4.82	5.82	5.82	5.82	5.82	5.82	5.82
Morrow	9.51	7.51	7.51	7.51	7.51	7.51	7.51	1.71	1.71	1.71
Monroe	8.51	8.51	8.51	8.51	8.51	8.51	10.51	10.51	10.51	10.51
Lebanon	6.62	6.62	6.52	6.32	6.32	7.82	7.72	7.22	7.72	7.65
South Lebanon	1.20	1.20	1.20	1.20	1.20	1.20	1.20	1.30	1.20	1.20
Corwin	2.32	2.32	2.32	2.32	2.32	2.32	2.32	2.32	2.32	2.32
Waynesville	9.82	9.82	9.82	9.82	9.82	10.32	10.32	10.32	10.32	10.32

Source: Warren County Auditor's Office

WARREN COUNTY, OHIO

SPECIAL ASSESSMENT LEVIES AND COLLECTIONS LAST TEN YEARS

Levy Year/ Collection Year	Current Assessments Levied	Current Assessments Collected	Current Assessment Collected as a Percent of Current Assessments Levied	Delinquent Assessments Collected	Total Assessments Collected	Delinquent Assessments Collected as a Percent of Total Assessments Collected	Total Collections as a Percent of Current Assessments Levied	Accumulated Delinquencies
1994/1995	\$1,330,836	\$1,279,381	96.13%	\$58,146	\$1,337,527	4.35%	100.50%	\$118,153
1995/1996	1,304,512	1,262,075	96.75%	101,982	1,364,057	7.48%	104.56%	70,798
1996/1997	1,335,517	1,279,457	95.80%	50,123	1,329,580	3.77%	99.56%	83,195
1997/1998	1,321,180	1,271,039	96.20%	74,618	1,345,657	5.55%	101.85%	67,821
1998/1999	1,710,474	1,638,965	95.82%	46,755	1,685,720	2.77%	98.55%	100,731
1999/2000	1,588,535	1,496,298	94.19%	154,259	1,650,557	9.35%	103.90%	126,221
2000/2001	1,688,391	1,608,514	95.27%	88,101	1,696,615	5.19%	100.49%	137,336
2001/2002	1,577,260	1,503,891	95.35%	79,116	1,583,007	5.00%	100.36%	140,500
2002/2003	1,678,783	1,606,427	95.69%	76,022	1,682,449	4.52%	100.22%	158,492
2003/2004	1,863,231	1,785,252	95.81%	140,309	1,925,561	7.29%	103.35%	42,005

Source: Warren County Auditor's Office.

WARREN COUNTY, OHIO

COMPUTATION OF LEGAL DEBT MARGIN DECEMBER 31, 2004

Direct Legal Debt Limitation:		
3.0% of the first \$100,000,000 assessed valuation	\$3,000,000	
1.5% on excess of \$100,000,000, not in excess of \$300,000,000	3,000,000	
2.5% on the amount in excess of \$300,000,000	107,663,611	
Total Direct Legal Debt Limitation		113,663,611
Total of all County Debt Outstanding	48,175,992	
Less:		
Special Assessment Bonds	15,958,950	
State Loan Payable	6,559,978	
Enterprise Fund Revenue Bonds	17,291,845	
OWDA Loan - Sewer	665,244	
OPWC Loan - Road	329,835	
Long-Term Contracts	1,225,140	
Total Exempt Debt	(42,030,992)	
Less:		
Funds Available in Debt Service Funds at December 31, 2003 (This does not include monies held by Special Assessments)	0	
Total Net Indebtedness Subject to Direct Debt Limitation		6,145,000
Direct Legal Debt Margin		\$107,518,611
Unvoted Debt Limitation	46,065,444	
Total Net Indebtedness	(6,145,000)	
Total Unvoted Legal Debt Margin		\$39,920,444

Source: Warren County Auditor's Office.

WARREN COUNTY, OHIO

RATIO OF NET GENERAL BONDED DEBT TO ASSESSED VALUE AND NET BONDED DEBT PER CAPITA LAST TEN YEARS

<u>Collection Year</u>	<u>Population (1)</u>	<u>Assessed Values</u>	<u>Gross Bonded Debt (2)</u>	<u>Debt Service Fund Balance (2)</u>	<u>Net General Bonded Debt</u>	<u>Ratio of Net Bonded Debt to Assessed Valuation</u>	<u>Net Bonded Debt Per Capita</u>
1995	113,909	\$1,971,012,522	\$8,560,000	\$0	\$8,560,000	0.434%	\$75.15
1996	113,909	2,090,395,603	8,495,000	0	8,495,000	0.406%	74.58
1997	113,909	2,241,404,811	8,275,000	0	8,275,000	0.369%	72.65
1998	113,909	2,602,197,342	8,020,000	0	8,020,000	0.308%	70.41
1999	113,909	2,800,075,833	7,750,000	0	7,750,000	0.277%	68.04
2000	158,383	3,012,837,816	7,460,000	0	7,460,000	0.248%	47.10
2001	158,383	3,672,120,843	7,160,000	0	7,160,000	0.195%	45.21
2002	158,383	3,875,437,488	6,840,000	0	6,840,000	0.176%	43.19
2003	158,383	4,126,499,802	6,505,000	0	6,505,000	0.158%	41.07
2004	158,383	4,606,544,421	6,145,000	0	6,145,000	0.133%	38.80

(1) Source: U.S. Bureau of Census.

(2) Warren County Auditor's Office. Excludes general obligation debt reported in the enterprise funds.
Excludes the following debt service funds: Special Assessment Fund and Tax Increment Financing Fund.

WARREN COUNTY, OHIO

**RATIO OF ANNUAL DEBT SERVICE FOR GENERAL BONDED
DEBT (1) TO TOTAL GENERAL GOVERNMENTAL EXPENDITURES
LAST TEN YEARS**

<u>Year</u>	<u>General Obligation Principal</u>	<u>General Obligation Interest</u>	<u>Total General Bonded Debt Service</u>	<u>Total General Governmental Expenditures (2)</u>	<u>Percent of Total General Bonded Debt Service to Total General Governmental Expenditures</u>
1995	\$60,000	\$216,052	\$276,052	\$55,149,750	0.50%
1996	65,000	463,931	528,931	59,468,597	0.89%
1997	220,000	460,048	680,048	54,873,792	1.24%
1998	255,000	449,788	704,788	62,206,071	1.13%
1999	270,000	437,558	707,558	72,089,206	0.98%
2000	290,000	424,370	714,370	84,045,389	0.85%
2001	300,000	409,840	709,840	84,942,946	0.84%
2002	320,000	394,596	714,596	83,127,843	0.86%
2003	335,000	377,466	712,466	87,662,624	0.81%
2004	360,000	359,303	719,303	97,938,230	0.73%

(1) Excluding general obligation debt reported in the enterprise funds.

(2) Includes General, Special Revenue, Debt Service, and Capital Projects Funds.

Source: Warren County Auditor's Office.

WARREN COUNTY, OHIO

COMPUTATION OF DIRECT AND OVERLAPPING GENERAL OBLIGATION DEBT DECEMBER 31, 2004

	<u>Debt Outstanding (1)</u>	<u>Percent Applicable to County</u>	<u>Amount Applicable to County</u>
Direct Debt: County	\$6,145,000	100.00%	\$6,145,000
Overlapping Debt: School Districts			
Carlisle LSD	1,493,606	76.56%	1,143,505
Kings LSD	103,171	100.00%	103,171
Townships:			
Deerfield	7,664,600	100.00%	7,664,600
Union	270,000	100.00%	270,000
Turtlecreek	3,000,000	100.00%	3,000,000
Salem	60,000	100.00%	60,000
Municipalities:			
Mason	13,730,000	100.00%	13,730,000
Springboro	12,795,000	95.07%	12,164,207
Franklin	10,416,900	100.00%	10,416,900
Lebanon	23,820,956	100.00%	23,820,956
Waynesville	418,500	100.00%	418,500
Carlisle	2,257,600	95.62%	2,158,717
Middletown	36,902,000	8.17%	3,014,893
Morrow	320,000	100.00%	320,000
Overlapping Debt	<u>113,252,333</u>	69.12%	<u>78,285,449</u>
Total Direct and Overlapping General Obligation Debt	<u><u>\$119,397,333</u></u>	70.71%	<u><u>\$84,430,449</u></u>

(1) Includes general obligation bonds and enterprise general obligation notes.
Source: Warren County Auditor's Office.

WARREN COUNTY, OHIO

REVENUE BOND COVERAGE - WATER LAST TEN YEARS

Year	Revenues (1)	Operating Expenses Excluding Depreciation	Net Revenue Available for Debt Service	Maximum Annual Revenue Bond Debt Service Requirement	Coverage Excluding Tap-in Fees (3)	Tap-in Fees (2)	Coverage Including Tap-in Fees (3)
1995	\$4,517,949	\$1,772,304	\$2,745,645	\$2,077,169	1.32	\$2,007,881	2.29
1996	4,605,104	2,403,650	2,201,454	1,926,905	1.14	1,862,912	2.11
1997	5,180,635	2,576,416	2,604,219	1,931,770	1.35	3,186,297	3.00
1998	6,460,775	3,000,211	3,460,564	1,695,967	2.04	4,866,661	4.91
1999	7,657,458	3,495,012	4,162,446	1,906,305	2.18	5,442,949	5.04
2000	6,977,902	5,079,053	1,898,849	1,908,938	0.99	3,579,226	2.87
2001	7,171,564	5,356,289	1,815,275	1,918,365	0.95	4,589,704	3.34
2002	7,841,950	5,809,187	2,032,763	1,224,685	1.66	3,576,274	4.58
2003	7,783,391	5,706,655	2,076,736	1,880,968	1.10	4,018,524	3.24
2004	8,343,118	6,968,951	1,374,167	1,881,393	0.73	3,685,089	2.69

(1) Including Investment Income.

(2) Tap-in fees are the initial fee to new customers for connection to the existing system and are accounted for as nonoperating revenues - capital contributions - tap in fees.

(3) The Bond Council for the County is of the opinion that tap-in fees should be included in the calculation for enterprise revenue bond coverage.

Source: Warren County Auditor's Office.

WARREN COUNTY, OHIO

**REVENUE BOND COVERAGE - SEWER
LAST TEN YEARS**

Year	Revenues (1)	Operating Expenses Excluding Depreciation	Net Revenue Available for Debt Service	Maximum Annual Revenue Bond Debt Service Requirement	Coverage Excluding Tap-in Fees (3)	Tap-in Fees (2)	Coverage Including Tap-in Fees (3)
1995	\$4,769,719	\$2,938,734	\$1,830,985	\$869,183	2.11	\$1,444,006	3.77
1996	4,314,718	2,683,459	1,631,259	1,098,375	1.49	1,485,735	2.84
1997	4,193,858	2,506,084	1,687,774	1,105,643	1.53	2,473,356	3.76
1998	4,685,669	2,716,302	1,969,367	1,105,543	1.78	3,721,494	5.15
1999	5,067,572	3,081,207	1,986,365	1,102,568	1.80	3,928,631	5.36
2000	5,071,896	3,367,974	1,703,922	1,092,758	1.56	3,471,851	4.74
2001	5,287,985	3,643,844	1,644,141	1,106,600	1.49	4,020,712	5.12
2002	6,110,052	4,455,744	1,654,308	766,645	2.16	2,796,828	5.81
2003	6,653,766	5,781,330	872,436	769,935	1.13	3,083,397	5.14
2004	6,932,942	5,841,063	1,091,879	766,855	1.42	2,933,621	5.25

(1) Including Investment Income.

(2) Tap-in fees are the initial fee to new customers for connection to the existing system and are accounted for as nonoperating revenues - capital contributions - tap in fees.

(3) The Bond Council for the County is of the opinion that tap-in fees should be included in the calculation for enterprise revenue bond coverage.

Source: Warren County Auditor's Office.

WARREN COUNTY, OHIO

WARREN COUNTY, OHIO DEMOGRAPHIC STATISTICS

Population (1)	
Year	Population
1970	85,505
1980	99,276
1990	113,909
1998	113,909
1999	113,909
2000	158,383
2001	158,383
2002	158,383
2003	158,383
2004	158,383

Unemployment (2)			
Year	County	State	U.S.
1995	4.20%	4.80%	5.60%
1996	3.80%	4.90%	5.40%
1997	3.00%	4.60%	4.90%
1998	3.00%	4.30%	4.50%
1999	2.60%	3.80%	3.70%
2000	2.50%	3.70%	3.70%
2001	3.40%	4.50%	5.40%
2002	3.60%	5.20%	5.70%
2003	4.41%	5.98%	6.00%
2004	4.00%	5.50%	5.10%

Income and Purchasing Power (3)

	Warren County
Population 12/31/04 (thousands)	186.6
Households (thousands)	66.5
Total Effective Buying Income (thousands)	\$4,149,993
Median Household EBI*	51,824
Percent of Households by EBI Groups	
\$20,000 - \$34,999	17
\$35,000 - \$49,999	19.1
\$50,000 and Over	52.4
Total Retail Sales (thousands)	
Food Stores	\$2,205,173
Eating and Drinking Places	324,148
Furniture, Home Furnishings, Appliance	170,075
Automotive Dealers	1,921
General Merchandise	498,702
	213,059

*EBI (Effective Buying Income) is a bulk measurement of market potential. It is personal income less personal tax and non-tax payments or disposable personal income.

(1) Source: U.S. Bureau of Census.

(2) Source: Ohio Bureau of Employment Services.

(3) Source: 2004 Sales and Marketing Management, Survey of Buying Power.

WARREN COUNTY, OHIO

PROPERTY VALUE, CONSTRUCTION AND BANK DEPOSITS LAST TEN YEARS

Year	Building Permits (2)		Assessed Value (3)	Bank Deposits (1)
	Number of Permits Issued	Estimated Value		
1995	1,527	\$174,742,338	\$1,971,012,522	\$460,950,000
1996	1,542	153,790,226	2,090,395,603	465,584,000
1997	1,919	196,852,435	2,241,404,811	523,595,000
1998	2,220	222,905,877	2,602,197,342	521,795,000
1999	2,356	232,267,756	2,800,075,833	533,873,000
2000	2,204	210,864,401	3,012,837,816	548,623,000
2001	2,446	253,755,166	3,672,120,843	618,781,000
2002	2,414	277,780,036	3,875,437,488	660,464,000
2003	2,582	297,523,925	4,126,499,802	637,524,000
2004	2,286	306,680,539	4,606,544,421	665,965,000

(1) Source: Federal Reserve Bank

(2) Source: Warren County Building Department. Includes County and Contracting Municipalities.

(3) Source: Warren County Auditor's Office

WARREN COUNTY, OHIO

PRINCIPAL TAXPAYERS (PROPERTY TAX) DECEMBER 31, 2004

<u>Taxpayer</u>	<u>Type of Business</u>	<u>2004 Assessed Valuation (Tax Duplicate)</u>	<u>Percentage of Total Assessed Valuation</u>
1. Cincinnati Gas & Electric Company	Utility	\$72,229,110	1.57%
2. Kings Island Company	Commercial	36,314,441	0.79%
3. Proctor & Gamble Company	Research	24,640,650	0.53%
4. Mitsubishi Electric	Manufacturing	20,394,898	0.44%
5. Texas Eastern	Utility	18,633,610	0.40%
6. Advics Manufacturing	Manufacturing	18,327,100	0.40%
7. UBE Automotive	Manufacturing	14,504,290	0.31%
8. Duke Realty	Commercial	14,106,428	0.31%
9. Cintas Corporation	Manufacturing	13,154,510	0.29%
10. Dayton Newspapers	Publishing	12,338,300	0.27%
	Subtotal	<u>244,643,337</u>	<u>5.31%</u>
	All Other	<u>4,361,901,084</u>	<u>94.69%</u>
	Total	<u><u>\$4,606,544,421</u></u>	<u><u>100.00%</u></u>

Source: Warren County Auditor

WARREN COUNTY, OHIO

MISCELLANEOUS STATISTICS DECEMBER 31, 2004

Date Established	1803	<u>Ten Largest Private Employers</u>	<u>Number of</u> <u>Employees</u>
County Seat	Lebanon, Ohio	Anthem Blue Cross and Blue Shield	2,243
		Cintas Corporation	1,800
Area (square miles)	408	Proctor & Gamble Health Care Research Center	1,700
		Financial & Credit Services Group	1,689
Number of Political Subdivisions		Luxottica Retail	1,162
Within the County		G.E. Capital Consumer Card Company	825
Municipalities	17	ADVICS Manufacturing, Inc.	585
Townships	11	Siemens Business Service, Inc.	525
School Districts	23	Sumco USA	514
Special Districts	4	Blackhawk Automotive Plastics, Inc.	500
Number of County Employees	1,272		
		<u>Five Largest Public and Health Employers</u>	
Source: Warren County Auditor's Office.		Warren County Government	1,272
		Mason City School District	1,206
		Lebanon Correctional Institute	554
		Lebanon City School District	547
		Springboro City School District	460

Source: Warren County Auditor's Office and
Warren County Office of Economic Development

WARREN COUNTY, OHIO





**Auditor of State
Betty Montgomery**

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FINANCIAL CONDITION

WARREN COUNTY

CLERK'S CERTIFICATION

This is a true and correct copy of the report which is required to be filed in the Office of the Auditor of State pursuant to Section 117.26, Revised Code, and which is filed in Columbus, Ohio.

Susan Babbitt

CLERK OF THE BUREAU

**CERTIFIED
JULY 14, 2005**