



Mary Taylor, CPA
Auditor of State

BELMONT COUNTY

TABLE OF CONTENTS

TITLE	PAGE
Federal Awards Expenditures Schedule	1
Notes to the Federal Awards Expenditures Schedule.....	4
Independent Accountants' Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Required by <i>Government Auditing Standards</i>	5
Independent Accountants' Report on Compliance with Requirements Applicable to the Major Federal Program and on Internal Control over Compliance in Accordance with OMB Circular A-133	7
Schedule of Findings – <i>OMB Circular A-133 § .505</i>	9
Schedule of Prior Audit Findings – <i>OMB Circular A-133 § .315(b)</i>	11

This page intentionally left blank.

BELMONT COUNTY

**FEDERAL AWARDS EXPENDITURES SCHEDULE
FOR THE YEAR ENDED DECEMBER 31, 2006**

FEDERAL GRANTOR <i>Pass-Through Grantor</i> Program Title	Pass-through Entity Number	Federal CFDA Number	Expenditures	Noncash Expenditures
U.S. DEPARTMENT OF AGRICULTURE				
<i>Passed Through Ohio Department of Education:</i>				
Food Donation	NA	10.550	\$0	\$1,803
Nutrition Cluster:				
School Breakfast Program	065854-05-PU-2005/2006	10.553	6,156	0
	065847-05-NP-2006	10.553	<u>17,696</u>	<u>0</u>
Total School Breakfast Program			23,852	0
National School Lunch Program	065854-LL-P4-2005/2006	10.555	13,229	0
	065847-LL-N4-2006	10.555	<u>26,959</u>	<u>0</u>
Total National School Lunch Program			<u>40,188</u>	<u>0</u>
Total Nutrition Cluster			<u>64,040</u>	<u>0</u>
Total U.S. Department of Agriculture			64,040	1,803
U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT				
<i>Passed Through Ohio Department of Development:</i>				
Community Development Block Grants/State's Program:				
Formula Allocation Program	B-F-04-007-1	14.228	90,378	0
Formula Allocation Program	B-F-05-007-1	14.228	117,392	0
Community Housing Improvement Program	B-C-05-007-1	14.228	<u>118,873</u>	<u>0</u>
Total Community Development Block Grants			326,643	0
HOME Investment Partnerships Program:				
Community Housing Improvement Program	B-C-05-007-2	14.239	<u>97,848</u>	<u>0</u>
Total U.S. Department of Housing and Urban Development			424,491	0
U.S. DEPARTMENT OF JUSTICE				
<i>Direct Program:</i>				
Bulletproof Vest Partnership Program	2002-2013693	16.607	4,238	0
<i>Passed Through Ohio Department of Youth Services:</i>				
Juvenile Accountability Incentive Block Grants:				
Sargus Juvenile Center	2004-JB-017-B002	16.523	7,280	0
Sargus Juvenile Center	2005-JB-017-B002	16.523	<u>17,578</u>	<u>0</u>
Total Juvenile Accountability Incentive Block Grants			24,858	0
<i>Passed Through Ohio Department of Youth Services:</i>				
Juvenile Justice and Delinquency Prevention - Allocation to States:				
Belmont County Juvenile Drug Court Program	2004-JJ-DA1-0095	16.540	15,000	0
<i>Passed Through Ohio Attorney General's Office:</i>				
Crime Victim Assistance	2006VAGENE034	16.575	28,188	0
Crime Victim Assistance	2007VAGENE034	16.575	<u>13,151</u>	<u>0</u>
Total Crime Victim Assistance			41,339	0
<i>Passed Through Ohio Office of Criminal Justice:</i>				
Violence Against Women Formula Grants:				
Domestic Violence Investigation Project	2004-WF-VA2-8412	16.588	24,521	0
Personal Crimes Investigation Unit	2005-WF-VA2-8412	16.588	<u>41,970</u>	<u>0</u>
Total Violence Against Women Formula Grants			<u>66,491</u>	<u>0</u>
Total U.S. Department of Justice			151,926	0

BELMONT COUNTY

FEDERAL AWARDS EXPENDITURES SCHEDULE
FOR THE YEAR ENDED DECEMBER 31, 2006
(Continued)

FEDERAL GRANTOR <i>Pass-Through Grantor</i> Program Title	Pass-through Entity Number	Federal CFDA Number	Expenditures	Noncash Expenditures
U.S. DEPARTMENT OF LABOR				
<i>Passed Through Workforce Investment Act Area #16:</i>				
Work Force Investment Act Cluster:				
Workforce Investment Act - Adult Administration	N/A	17.258	4,118	0
Workforce Investment Act - Adult	N/A	17.258	137,703	0
Workforce Investment Act - Veteran Short-Term Training Program (VSTP)	N/A	17.258	839	0
Total Workforce Investment Act - Adult			<u>142,660</u>	<u>0</u>
Workforce Investment Act - Youth Administration	N/A	17.259	4,367	0
Workforce Investment Act - Youth	N/A	17.259	146,019	0
Workforce Investment Act - Veteran Short-Term Training Program (VSTP)	N/A	17.259	753	0
Total Workforce Investment Act - Youth			<u>151,139</u>	<u>0</u>
Workforce Investment Act - Dislocated Workers Administration	N/A	17.260	26,137	0
Workforce Investment Act - Dislocated Workers	N/A	17.260	99,920	0
Workforce Investment Act - Rapid Response	N/A	17.260	774,090	0
Workforce Investment Act - Flood Disaster Grant	N/A	17.260	1,469,184	0
Workforce Investment Act - Veteran Rapid Response	N/A	17.260	12,277	0
Workforce Investment Act - Veteran Short-Term Training Program (VSTP)	N/A	17.260	498	0
Total Workforce Investment Act - Dislocated Workers			<u>2,382,106</u>	<u>0</u>
Total Work Force Investment Act Cluster			2,675,905	0
Employment and Training Administration, Pilots, Demonstration and Research Projects	N/A	17.261	11,082	0
Total U.S. Department of Labor			2,686,987	0
U.S. DEPARTMENT OF TRANSPORTATION				
<i>Passed Through Ohio Department of Transportation:</i>				
Highway Planning and Construction	PID-76652	20.205	108,263	0
Total U.S. Department of Transportation			108,263	0
U.S. DEPARTMENT OF EDUCATION				
<i>Passed Through Ohio Department of Education:</i>				
Special Education Cluster (IDEA):				
Special Education - Grants to States (IDEA, Part B)	065854-6BSF-2006	84.027	24,410	0
	065854-6BSF-2007	84.027	4,533	0
Total Special Education - Grants to States (IDEA, Part B)			<u>28,943</u>	<u>0</u>
Special Education - Preschool Grants (IDEA, Preschool)	065854-PGS1-2006	84.173	5,061	0
	065854-PGS1-2007	84.173	881	0
Total Special Education - Preschool Grants (IDEA, Preschool)			<u>5,942</u>	<u>0</u>
Total Special Education Cluster (IDEA)			34,885	0
Innovative Education Program Strategies, Title V	065854-C2-S1-2006	84.298	259	0
	065854-C2-S1-2007	84.298	17	0
Total Innovative Education Program Strategies, Title V			<u>276</u>	<u>0</u>
Total U.S. Department of Education			35,161	0

BELMONT COUNTY

FEDERAL AWARDS EXPENDITURES SCHEDULE
FOR THE YEAR ENDED DECEMBER 31, 2006
(Continued)

FEDERAL GRANTOR <i>Pass-Through Grantor</i> Program Title	Pass-through Entity Number	Federal CFDA Number	Expenditures	Noncash Expenditures
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES				
<i>Passed Through Ohio Department of Jobs and Family Services:</i>				
Special Programs for the Aging Title IV and Title II Discretionary Projects				
Title IV-B	N/A	93.048	87,508	0
Adult Protective Services	N/A	93.048	103,285	0
Disability Assistance Administration	N/A	93.048	32,070	0
Total Special Programs for the Aging Title IV and Title II Discretionary Projects			222,863	0
Chafee Foster Care Independent Living	N/A	93.674	13,147	0
<i>Passed Through Ohio Department of Mental Retardation and Developmental Disabilities:</i>				
Social Services Block Grant - Title XX	N/A - 2006	93.667	43,221	0
	N/A - 2007	93.667	30,344	0
Total Social Services Block Grant - Title XX			73,565	0
State Children's Insurance Program	N/A	93.767	12	0
Medical Assistance Program				
Community Alternative Funding System - Title XIX	0700012	93.778	9,529	0
Targeted Case Management	0700012	93.778	260,372	0
Waiver Administration System	0700012	93.778	298,918	0
Total Medical Assistance Program			568,819	0
Total U.S. Department of Health and Human Services			878,406	0
U.S. DEPARTMENT OF HOMELAND SECURITY				
<i>Passed Through Ohio Attorney General's Office:</i>				
State Domestic Preparedness Equipment Support Program:				
Livescan Enhancement Project	S04-LEPT-AGO-0549	97.004	39,928	0
<i>Passed Through Ohio Department of Public Safety - Emergency Management Agency:</i>				
State Domestic Preparedness Equipment Support Program				
FY04 State Homeland Security Grant Program	2004-GE-T4-0025	97.004	24,862	0
Public Assistance Grants				
Disaster Assistance - Engineer	FEMA-1507-DR-013-060C6	97.036	342,205	0
Disaster Assistance - Commissioners	FEMA-1556-DR-013-99013	97.036	8,761	0
Disaster Assistance - Sanitary Sewer District	FEMA-1556-DR-013-01308DBB	97.036	21,371	0
Disaster Assistance - Engineer	FEMA-1556-DR-013-060C6	97.036	899,657	0
Disaster Assistance - Sanitary Sewer District	FEMA-1580-DR-01308DBB	97.036	26,802	0
Disaster Assistance - Engineer	FEMA-1580-DR-013-060C6	97.036	777,976	0
Total Public Assistance Grants			2,076,772	0
Hazard Mitigation Grants				
Hazard Mitigation Grant	FEMA-DR-1453-OH	97.039	3,796	0
Homeland Security Grant Program:				
Emergency Management Performance Grants				
FY04 Emergency Management Performance Grant	EMC-2004-GR-7007	97.042	136,651	0
FY05 State Homeland Security Program (SHSP), County	2005-GE-T5-0001	97.073	142,478	0
Total Homeland Security Grant Cluster		97.067	279,129	0
Emergency Management Performance Grant				
FY06 Emergency Management Performance Grant	2006-EME60042	97.042	38,851	0
Total U.S. Department of Homeland Security			2,463,338	0
Total Federal Awards Expenditures			\$6,812,612	\$1,803

The accompanying Notes to the Federal Awards Expenditures Schedule is an integral part of this Schedule

BELMONT COUNTY

**NOTES TO THE FEDERAL AWARDS EXPENDITURES SCHEDULE
DECEMBER 31, 2006**

NOTE A - SIGNIFICANT ACCOUNTING POLICIES

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

NOTE B – CHILD NUTRITION CLUSTER

Cash receipts from the U.S. Department of Agriculture are commingled with State grants. It is assumed federal monies are expended first.

NOTE C – FOOD DONATION PROGRAM

Program regulations do not require the County to maintain separate inventory records for purchased food and food received from the U.S. Department of Agriculture. This non-monetary assistance (expenditures) is reported in the Schedule at the fair market value of the commodities received.

NOTE D – COMMUNITY DEVELOPMENT BLOCK GRANT (CDBG) REVOLVING LOAN PROGRAMS

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

In May, 2006, a new loan in the amount of \$500,000 was issued for the expansion of the East Ohio Regional Hospital. This loan was collateralized by hospital fixtures and equipment. At December 31, 2006, the gross amount of the loan outstanding under this program was \$471,124.

NOTE E – MATCHING

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



Mary Taylor, CPA

Auditor of State

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

Belmont County
101 West Main Street
St. Clairsville, Ohio 43950

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 Belmont County, Ohio (the County), as of and for the year ended December 31, 2006, which collectively comprise the County's basic financial statements and have issued our report thereon dated June 26, 2007. 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 Belco Works, Inc., 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 component unit.

Internal Control Over Financial Reporting

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

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

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

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

We noted certain matters that we reported to the County's management in a separate letter dated June 26, 2007.

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*.

We did note certain noncompliance or other matters that we reported to the County's management in a separate letter dated June 26, 2007.

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. We intend it for no one other than these specified parties.



Mary Taylor, CPA
Auditor of State

June 26, 2007



Mary Taylor, CPA

Auditor of State

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

Belmont County
101 West Main Street
St. Clairsville, Ohio 43950

To the Board of County Commissioners:

Compliance

We have audited the compliance of Belmont 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 its major federal program for the year ended December 31, 2006. The Summary of Auditor's Results section of the accompanying Schedule of Findings identifies the County's major federal program. 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, the County complied, in all material respects, with the requirements referred to above that apply to its major federal program for the year ended December 31, 2006.

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 in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over compliance.

A *control deficiency* in internal control over compliance exists when the design or operation of a control does not allow management or employees, when performing their assigned functions, to prevent or detect noncompliance with a federal program compliance requirement on a timely basis. A *significant* deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a federal program such that there is more than a remote likelihood that the entity's internal control will not prevent or detect more-than-inconsequential noncompliance with a federal program compliance requirement.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that the County's internal control will not prevent or detect material noncompliance with a federal program's compliance requirements.

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

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 Belmont County as of and for the year ended December 31, 2006, and have issued our report thereon dated June 26, 2007, wherein we reported that Belco Works, Inc., the County's only discretely presented component unit, was audited by other auditors. Our audit was performed to form opinions on the financial statements that collectively comprise the County's basic financial statements. 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 Commissioners, federal awarding agencies, and pass-through entities. It is not intended for anyone other than these specified parties.



Mary Taylor, CPA
Auditor of State

June 26, 2007

BELMONT COUNTY
SCHEDULE OF FINDINGS
OMB CIRCULAR A-133 § .505
DECEMBER 31, 2006

1. SUMMARY OF AUDITOR'S RESULTS
--

(d)(1)(i)	Type of Financial Statement Opinion	Unqualified
(d)(1)(ii)	Were there any material control weaknesses reported at the financial statement level (GAGAS)?	No
(d)(1)(ii)	Were there any other significant deficiencies in internal control reported at the financial statement level (GAGAS)?	No
(d)(1)(iii)	Was there any reported material noncompliance at the financial statement level (GAGAS)?	No
(d)(1)(iv)	Were there any material internal control weaknesses reported for major federal programs?	No
(d)(1)(iv)	Were there any other significant deficiencies in internal control 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):	Work Force Investment Act Cluster, CFDA #17.258, #17.259, #17.260
(d)(1)(viii)	Dollar Threshold: Type A\B Programs	Type A: > \$ 300,000 Type B: all others
(d)(1)(ix)	Low Risk Auditee?	Yes

BELMONT COUNTY

SCHEDULE OF FINDINGS
OMB CIRCULAR A-133 § .505
DECEMBER 31, 2006
(Continued)

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

None.

3. FINDINGS FOR FEDERAL AWARDS

None.

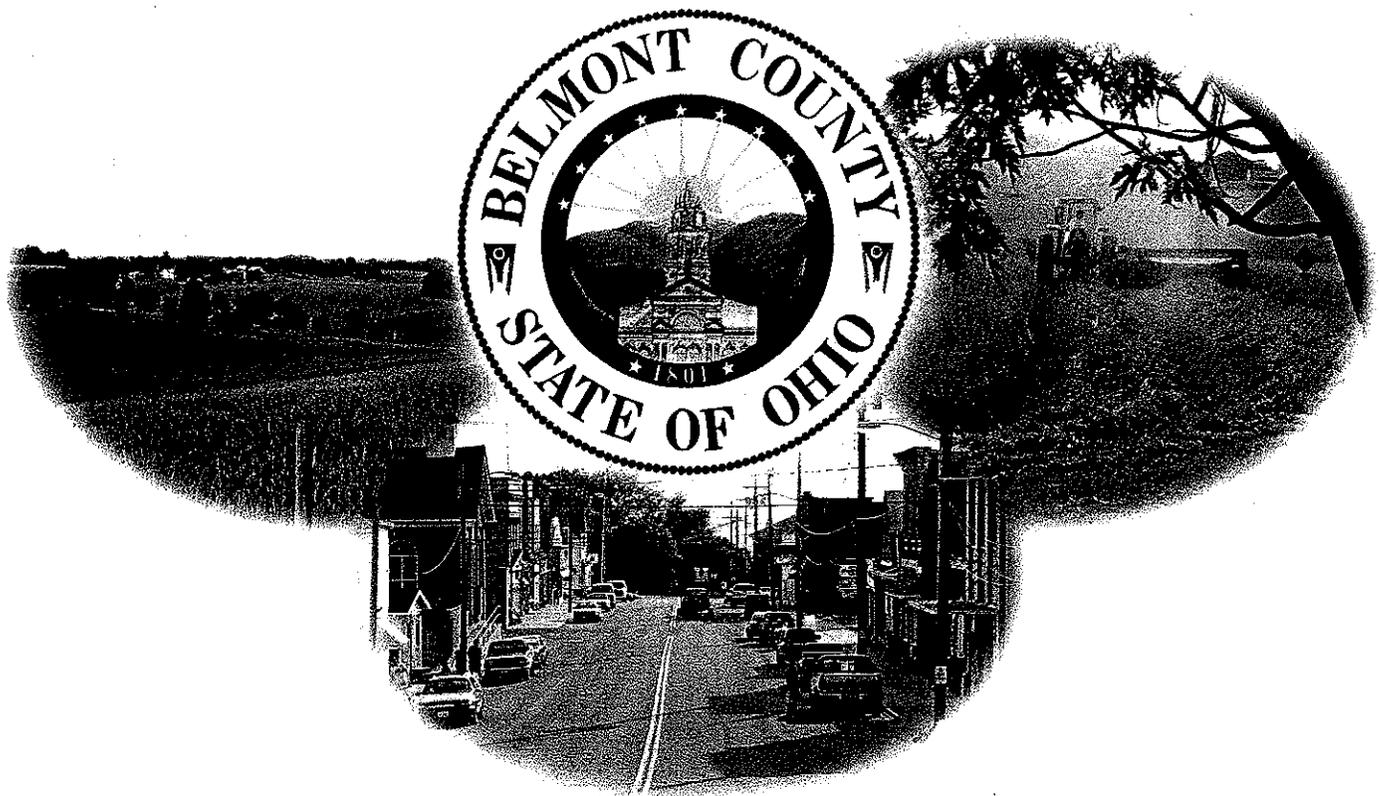
BELMONT COUNTY

**SCHEDULE OF PRIOR AUDIT FINDINGS
OMB CIRCULAR A-133 SECTION .315 (b)
DECEMBER 31, 2006**

Finding Number	Finding Summary	Fully Corrected?	Not Corrected, Partially Corrected; Significantly Different Corrective Action Taken; or Finding No Longer Valid; <i>Explain</i>
2005-001	The Park Health Center had not established procedures to ensure its service organization had sufficient controls in place and operating effectively to reduce the risk that Medicare claims have not been completely and accurately processed in accordance with the Medicare contract.	Yes	Fully Corrected

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED DECEMBER 31, 2006



BELMONT COUNTY, OHIO

BELMONT COUNTY, OHIO

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED DECEMBER 31, 2006

JOSEPH A. PAPPANO

BELMONT COUNTY AUDITOR

Introductory Section

Belmont County, Ohio
Comprehensive Annual Financial Report
For the Year Ended December 31, 2006
Table of Contents

	<u>Page</u>
I. Introductory Section	
Table of Contents	i
Transmittal Letter.....	v
GFOA Certificate of Achievement	xiii
Elected Officials	xiv
Appointed Officials.....	xv
Organizational Chart.....	xvi
II. Financial Section	
Independent Accountants' Report	1
Management's Discussion and Analysis	3
Basic Financial Statements	
Government Wide Financial Statements:	
Statement of Net Assets	11
Statement of Activities	12
Fund Financial Statements:	
Balance Sheet – Governmental Funds.....	14
Reconciliation of Total Governmental Fund Balances to Net Assets of Governmental Activities	15
Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds.....	16
Reconciliation of Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to Statement of Activities	17
Statements of Revenues, Expenditures, and Changes in Fund Balance – Budget (Non-GAAP Basis) and Actual	
General Fund	18
Public Assistance Fund.....	19
Mental Retardation Fund	20

(Continued)

Belmont County, Ohio
Comprehensive Annual Financial Report
For the Year Ended December 31, 2006
Table of Contents (Continued)

Statement of Fund Net Assets – Enterprise Funds	21
Statement of Revenues, Expenses, and Changes in Fund Net Assets – Enterprise Funds	22
Statement of Cash Flows – Enterprise Funds	23
Statement of Fiduciary Assets and Liabilities – Agency Funds	25
Notes to the Basic Financial Statements	26
Combining Statements and Individual Fund Schedules:	
Combining Statements – Nonmajor Governmental Funds:	
Fund Descriptions	73
Combining Balance Sheet – Nonmajor Governmental Funds	75
Combining Balance Sheet – Nonmajor Special Revenue Funds	76
Combining Balance Sheet – Nonmajor Capital Projects Funds	78
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Nonmajor Governmental Funds	79
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Nonmajor Special Revenue Funds	80
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Nonmajor Capital Projects Funds	82
Combining Statements – Nonmajor Proprietary Funds:	
Fund Descriptions	83
Combining Statement of Fund Net Assets - Nonmajor Enterprise Funds	84
Combining Statement of Revenues, Expenses, and Changes in Fund Net Assets – Nonmajor Enterprise Funds	85
Combining Statement of Cash Flows – Nonmajor Enterprise Funds	86
Combining Statement – Agency Funds:	
Fund Descriptions	87
Combining Statement of Changes in Assets and Liabilities – All Agency Funds	88

(Continued)

Belmont County, Ohio
Comprehensive Annual Financial Report
For the Year Ended December 31, 2006
Table of Contents (Continued)

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

Major Funds:	
General Fund	92
Public Assistance Fund	97
Mental Retardation Fund	98
Infrastructure Fund	99
Park Health Center Fund	100
Sanitary Sewer District 2 Fund	101
Water Works 3 Fund	102
Nonmajor Funds:	
Other Special Revenue Fund	103
Law Enforcement Fund	106
Road and Bridge Fund	107
Emergency 911 Fund	108
Lodging Excise Tax Fund	109
Motor Vehicle and Gasoline Tax Fund	110
Juvenile Court Fund	111
Mental Health Fund	112
In-Home Care Levy Fund	113
Children Services Fund	114
County Courts Fund	115
Commissioners CDBG Fund	116
Federal Emergency Management Assistance Fund	117
Debt Service Fund	118
Permanent Improvement Fund	119
Road and Bridge Improvement and Repair Fund	120
Satellite Building Construction Fund	121
Issue II Fund	122
Water Works 1 Fund	123
Sanitary Sewer District 1 Fund	124
Sanitary Sewer District 3A Fund	125
Sanitary Sewer District 3B Fund	126
Sanitary Sewer District 3C Fund	127
Water Works 2 Fund	128

III. Statistical Section

Statistical Section Table of Contents	S1
Net Assets by Component – Last Four Years	S3
Changes in Net Assets – Last Four Years	S4
Fund Balances, Governmental Funds	
Last Ten Years	S6
Changes in Fund Balances, Governmental Funds	
Last Ten Years	S8
Assessed and Estimated Actual Value of Taxable Property	
Last Ten Years	S10
Property Tax Rates – Last Ten Years	S12
Property Tax Rates of Overlapping Governments	
Last Ten Years	S14
Property Tax Levies and Collections Real and Public Utility Taxes	
Last Ten Years	S24

Belmont County, Ohio
Comprehensive Annual Financial Report
For the Year Ended December 31, 2006
Table of Contents (Continued)

Property Tax Levies and Collections – Tangible Personal Property Taxes	
Last Ten Years.....	S25
Principal Taxpayers – Real Estate Tax 2006 and 1997.....	S26
Principal Taxpayers – Tangible Personal Property Tax 2006 and 1997	S27
Principal Taxpayers – Public Utilities Tangible Personal Property Tax	
2006 and 2007.....	S28
Taxable Sales By Industry.....	S29
Ratios of Outstanding Debt by Type	
Last Ten Years	S30
Ratio of General Bonded Debt to Estimated Actual	
And Debt per Capita – Last Ten Years	S32
Computation of Legal Debt Margin	
Last Ten Years.....	S34
Pledged Revenue Coverage – Sanitary Sewer District 1 – Last Ten Years.....	S36
Pledged Revenue Coverage – Water Works 3 – Last Ten Years.....	S37
Demographic and Economic Statistics – Last Ten Years.....	S38
Principal Employers – Current Year and Nine Years Ago.....	S39
County Government Employees by Function/Activity	
Last Six Years	S40
Capital Asset Statistics by Function/Activity	
Last Ten Years.....	S42
Operating Indicators by Function/Activity	
Current Year.....	S46

June 26, 2007

Honorable Mark A. Thomas, President
Honorable Gordon Longshaw
Honorable Charles R. Probst, Jr.

Citizens of Belmont County, Ohio:

As Auditor of Belmont County, I am pleased to present the Comprehensive Annual Financial Report (CAFR) of Belmont County for the year ended December 31, 2006. This CAFR, which includes financial statements and other financial and statistical data, conforms to Generally Accepted Accounting Principles (GAAP) and provides a full and complete disclosure of the financial position and operations of the County.

The information contained in this report will assist County officials in making management decisions and will provide the taxpayers of the County with comprehensive financial data in a format that will enable them to gain a true understanding of the County's financial affairs. The general public as well as investors will be able to compare the financial position of the County and the results of its operations with other governmental entities.

Responsibility for the accuracy, completeness and fairness of this presentation, including all disclosures, lies with the management of Belmont County, specifically the County Auditor's office.

Internal Control Structure

In developing the County's accounting system, consideration was given to the adequacy of internal accounting controls. Such controls are designed to provide reasonable, although not absolute, assurance regarding both the safeguarding of the County's assets against loss and misuse, and assurance regarding the reliability of financial records for the preparation of financial statements and maintaining accountability for assets. The concept of reasonable assurance is based on the assumption that the cost of internal accounting controls should not exceed the benefits expected to be derived from their implementation.

Belmont County uses a fully automated accounting system and payroll system. These systems, combined with the manual auditing of each voucher prior to payment by the Auditor's office ensure that the financial information generated is both accurate and reliable.

INDEPENDENT AUDIT:

Included in this report is an unqualified audit opinion rendered on the County's financial statements as of December 31, 2006, by our independent auditor, Mary Taylor, Auditor of State. In addition to meeting the requirements as set forth in the state statutes, the audit is also designed to meet the requirements of the Federal Single Audit Act Amendments of 1996.

County management plans to continue to subject the financial statements to an annual independent audit as part of the preparation of a CAFR. The annual audit serves to maintain and strengthen the County's accounting and budgetary controls. To comply with the legal filing requirements the CAFR is filed with the Auditor of State of Ohio and the Federal Audit Clearinghouse.

Management Discussion & Analysis

Management is responsible for preparing the Management Discussion and Analysis of the County. This discussion follows the Independent Accountants' Report, providing an assessment of the County finances for 2006. Interested parties should refer to the MD&A that starts on page three to provide a more detailed discussion of the County's finances.

PROFILE OF GOVERNMENT:

The County

Established in September 7, 1801, Belmont County was the ninth County formed from the Northwest Territory. Farming, coal and steel drove the economy in the 1900's. Today, the economy is service oriented. Today, farming, coal and steel are still a part of the economy but those areas continue to decline in the number of working farms and the number of employees still employed in the coal and steel industry.

The County's population continues to decline as the higher paying jobs decline. In 1960 the County population was 83,864. In 2006, the U.S. Bureau of Census estimated the population for Belmont County as 68,771.

The County encompasses sixteen townships, six fire districts, two cities, and fourteen villages, with three of these villages overlapping into other counties. With a 2000 census population of 5,057, St. Clairsville is the County seat. The County's encompasses 534 square miles. Situated on the Ohio River across from Wheeling, West Virginia, the County is readily accessible by means of Interstate Routes 70 and 470, United States Routes 40 and 250, and sixteen state highways.

Reporting Entity and Service Provided

Belmont County provides its citizens with a wide range of services including the following:

- Human and Social services
- Health and Community Assistance services
- Civil and Criminal Justice System services
- Road, Bridge, and Building maintenance
- Water and Sewer Utility services
- General and Administrative Support services

Form of Government

A three-member Board of Commissioners, fourteen other elected officials, and various department heads govern the County. Although the elected officials and the department heads manage the internal operations of their respective divisions, the Board of Commissioners authorizes expenditures and serves as the budget and taxing authority, contracting body, and the chief administrator of County services.

As the chief disbursing agent, fiscal officer, and tax assessor, the County Auditor is responsible for issuing warrants for liabilities incurred by the County, preparation of the County payroll, maintaining all financial records and reports, and establishing taxing rates for manufactured homes, personal property and real estate. Once collected, tax receipts are distributed to the appropriate city, village, township, fire district, or school district in accordance with the legally adopted rates. The County Auditor also serves as the sealer of weights and measures and as the licensing agent for certain licenses required by Ohio law.

The County Treasurer, as the custodian of all County funds, is responsible for collecting tax monies and applying payments to the appropriate tax account. The County Treasurer is also responsible for investing idle funds as specified by Ohio law.

In addition to the Board of County Commissioners, the Auditor, and the Treasurer, other elected officials of the County include the Clerk of Courts, Coroner, Engineer, Prosecuting Attorney, Recorder, Sheriff, three Common Pleas Court Judges, and three County Court Judges.

Administration of the Justice System

As a part of the administration of the justice system, the County maintains the Common Pleas Court, which includes a Domestic Relations Division, a Probate Division and a Juvenile Division, three County Court Divisions, and the Court of Appeals. The County also maintains the Prosecuting Attorney's offices and the County Jail. The Prosecuting Attorney is designated by Ohio law as the chief legal counsel for all County officers, boards, and agencies, including the Commissioners, the County Auditor and the County Treasurer.

The Clerk of Courts keeps all official records of the Common Pleas Court and serves as Clerk of the Court of Appeals. The office of the Clerk of Courts operates on a system of fees charged for services and is essentially self-supporting.

The County Sheriff is the chief law enforcement officer of the County. The sheriff enforces the law in unincorporated areas of the County, maintains the County Jail, and is responsible for its inmates, including persons detained for trial or transfer to other institutions. As an officer of the court, the Sheriff is in charge of the preparation and service of documents.

Budgetary Controls

In accordance with state statutes, the County Commissioners adopt an annual appropriation measure for the County on or about the first day of January. The Board of County Commissioners is required to adopt a permanent appropriation measure by the first day of April. All disbursements or transfers of cash between funds require appropriation authority from the County Commissioners. Budgets are controlled at the major account level within a department and fund. Purchase orders are submitted to the County Auditor's office by department heads and are encumbered prior to their release to vendors. Those purchase orders which exceed the available appropriation are rejected until additional appropriations are secured.

A computerized certification system allows the Auditor's Office to ascertain the status of a department's appropriations prior to authorizing additional purchases from a particular account. Additional information concerning the County's budgetary controls may be found in Notes to the Basic Financial Statements.

REPORTING ENTITY:

For financial reporting purposes, the County has included all agencies, departments, organizations that are not legally separate from the County (the Primary Government.) and the Component Units in accordance with principles established by the Governmental Accounting Standards Board (GASB) Statement 14, "The Financial Reporting Entity."

Component Units are legally separate organizations for which the County is financially accountable. See Note 1 for the list of entities.

LOCAL ECONOMIC CONDITION:

For Belmont County 2006 has been a year of measured progress. It also has been a time of moving forward with ongoing development projects, and preparing targeted businesses for expansion and new location site activities. Belmont County continues to focus on core development segments in an evolving economic pattern that carried overtones of global and national business investment and expansion interests.

Potential big box outlet development, existing mall re-merchandizing, and the impact of nearby gaming entertainment were a consistent factor in 2006. Several sites in the County remain viable for new big box locations while the County contends with a nearby retailing site development at The Highlands in West Virginia, and The Meadowlands Outlet in Washington, Pennsylvania. The voter approval for table gaming at Wheeling Island Racetrack and Gaming Center has major positive impact implications for Belmont County as well. When table gaming comes to Wheeling, West Virginia, Belmont County communities such as Bridgeport and Martins Ferry could become of more interest to developers for lodging, restaurants, personal transportation services and other spin-off activities.

The re-emergence of coal and coal technology has taken root as recent rises in oil and gasoline production globally make domestic energy production economically viable and profitable. Belmont County is well positioned to benefit from this trend. National support by the federal government and private coal industry concerns bodes well for development of this business segment. Belmont County's plentiful coal supplies, and coal-related operations like the Century Mine, The Ohio Valley Coal Co. and the power plant facilities of American Electric Power, are on the radar screen of energy investors.

Moving the nation's commodities, goods and perishables in now a challenging, 24-hour, year-round operation. It is a major portion of the national service economy, and Belmont County has experienced new business growth stemming from this sector. One major business opportunity related to this segment was realized in 2006 when FedEx Freight East, Inc became an anchor tenant in Fox Commerce Park. This Fortune 100 company has a capital investment of \$1.7 million in land and building. In September 2006 the FedEx president announced the company has plans to expand from the original plan for a 32-dock door to 48-dock door thus creating 100 full time jobs when the expansion is completed.

As part of Belmont County's dedication to exploring and expanding economic development throughout the County and to work in conjunction with the Community Improvement Corporation Department of Development, the County Commissioner's re-activated the Belmont County Port Authority with the hiring of a director and assistant director. Retention and expansion of existing companies and relocation of new businesses in the area are the common goal of these two departments.

New businesses locating in Belmont County:

Ohio Valley Mall - Starbuck's Coffee located inside the mall while the Panera Bread franchise is located in a new 4,500 square foot building located on the perimeter of the mall.

Riesbeck's Inc. - A local grocery store chain opened a 40,000 square foot facility on National Road near Bridgeport. This \$2.5 million investment created 120 full and part-time jobs.

Lorenzi Building Supplies, Inc. - This Company retrofitted and reopened in the former Scott Lumber buildings. It is a 64,000 square foot complex representing a \$3.1 million investment while creating 40 new jobs beginning with the hiring of former Scott Lumber employees.

Fox Commerce Park - The Fox commerce Park continued to attract site selectors. Currently, 10 companies are open and operating or are in the stage of moving within the 125-acre site boundaries. These firms represent nearly 210,000 square foot of new facility construction; \$13.1 million in new investment in real property, equipment, and inventory; and 217 created or retained jobs.

ResCare, Inc./Care Properties, Inc. - ResCare opened for business August 2006 serving the Developmental Disabilities population with 25 newly created full time jobs and approximately 240 full time regional representatives and in-field jobs. The state of Maryland, Washington D. C. and many Ohio counties were consolidated at this new, professional office and regional training complex in Fox Commerce Park for on-site training and becoming the main office facility.

WesBanco Corporation - This new \$3 million banking center in Barnesville provides banking and financial services to the western segment of the county. The new banking center consolidated various banking divisions into one location.

LONG-TERM FINANCIAL PLANNING:

The County does not have a formal policy or detailed written procedures pertaining to long term financial planning. The County is however, aware of the need to plan for future financial trends that may affect the financial stability and possibly the County's ability to continue providing services to the public at an acceptable level.

The County Commissioners on November 17, 2000 adopted a resolution pursuant to the provisions of Ohio Revised Code Section 5705.13(A) establishing a Budget Stabilization Account within the General Fund. This account is intended to stabilize the county budget against cyclical changes in revenues and expenditures that may adversely affect the viability of the General Fund operations and provide for contingencies and unexpected emergencies.

The Budget Stabilization Account at December 31, 2006 has accumulated \$845,144. This money can only be used for purposes described pursuant to all other statutory laws and regulations related to expenditures normally. This fund is established for a period of ten years and can not exceed 5% of the preceding years General Fund revenues.

The County Commissioners also on June 1, 2001 pursuant to Ohio Revised Code 5739.026 established an Infrastructure Fund. This fund is intended to accumulate Permissive sales and use tax from the General Fund. This fund is to be utilized for development of infrastructure projects intended to serve the people of the County and create improvements to areas intended for economic development. This fund has accumulated over the past five years \$6,693,908 for that purpose. Establishment of this separate fund has allowed the County to maintain greater accountability over the use of these funds separate from the General Fund ensuring they are used for the purpose intended allowing the County to achieve its objective.

Slightly more than 32% of the available acreage at Fox Commerce Park is sold, optioned, or sale pending. About 32 of the 103 buildable acres are encumbered. The funding for this project is a combination of federal grants, a state loan, and Belmont County's share of a \$400,000 rural industrial park loan. Over \$200,000 has been paid to the County from the sale of the land which goes to pay off the \$400,000 loan. Fox-Commerce is the second Industrial Park created in Belmont County. The Department of Development continues to promote and market this land. It is anticipated that final build-out of the Fox Commerce Park will see a potential investment of \$22 million and put the job creation to 500 workers.

There are other informal planning procedures that occur within the County between the County Commissioners, County Auditor, County Treasurer, County Engineer and County Sanitary Sewer District. These procedures have allowed the County to move forward despite difficult economic times generally within the area. These procedures are excellent planning tools for budgeting purposes and will continue to serve as a mechanism to ensure the future viability of County services and projects.

RELEVANT FINANCIAL POLICIES:

In 2005, the County borrowed \$2million to provide funds for the County Engineer to repair and construct roads, bridges and embankment failures that were a result of heavy rains and flash flooding from three Federal Emergency Management Agency (FEMA) declared disasters. The disasters occurred in January and September 2004 and January 2005. As a result of these disasters, there were 162 project worksites that were declared eligible for FEMA and Ohio Emergency Management Agency (OEMA) funds. Seventy-five percent of the funding for the projects comes from FEMA, 12.5 percent from OEMA and 12.5 percent from the County. Once all the projects are completed it is anticipated that the \$2,000,000 loan will be paid off in March of 2008. The associated repair costs, including the federal, state and local share are reported as program expenses in accordance with the County Engineer's policy which provides for the non-capitalization of road and slip repair projects that will not extend the useful life of the assets.

MAJOR INITIATIVES:

Current Year Projects

County

Engineer - Work has continued on the repair of damage to various county roads from the January/September 2004 and January 2005 floods. Because of the damage caused by these events, the majority of the engineer's road and bridge crews were focused on repair projects. The estimated cost of the repairs by the road and bridge crews is \$1,900,000. Numerous damaged areas on various county roads were repaired by private contractors at a cost of \$2,100,000. Funding for these projects came from the Federal Emergency Management Agency (FEMA), Ohio Emergency Management Agency (OEMA) and county funds.

This work does not include projects funded by the Ohio Department of Transportation or the Federal Highway Administration.

Two bridge replacement projects were completed on County Road 5, Jacobsburg and Glencoe Road. The two concrete arch bridges, constructed in the 1930's, were replaced with concrete box beams at a cost of \$497,891.

The Emergency Management Agency (EMA) - The EMA building expansion was completed in September 2006 at a cost of \$429,993. The funding was through a state grant and a loan. The new building provides adequate space for coordination and operations during a disaster and large scale emergencies.

Emergency 911 - This department is working with the County GIS department to input data needed to complete the mapping for the new Computer Aided Dispatch (CAD) system which will allow the 911 dispatchers to locate and receive wireless phone call information. Mid 2007 is the anticipated completion date for the project.

Geographic Information System (GIS) - The county wide aerial photography project for 2006 was completed in April. This may be the first countywide orthophotography project in Ohio performed with the LEICA ADS40 digital camera.

A pilot tax map conversion project is being completed for over 6,700 parcels between St. Clairsville and Brookside. This is the beginning of the creation of the third major component of the county Geographic Information System. Three key pieces of a complete GIS are aerial orthophotography, addressing and parcel mapping. The parcel mapping project for Township 6 Range 3, a 36 square mile area comprising parts of Colerain, Pease, Pultney and Richland Townships involves converting paper tax maps to digital GIS format mapping.

Port Authority - The County commissioner's activated the Authority with the hiring of a director and an assistant director late in 2006. The employees are in the process of conducting a Wage and Benefit Survey for the County and will begin to make visits to various businesses. The focus of this department is on retention and expansion along with efforts to establish new businesses in the County. The department is working on the establishment of a Foreign Trade Zone for Belmont County along with identifying a new large land tract for an Industrial Development site.

Sanitary Sewer District – The County continues a progressive program to provide water and sewer services to areas not served by these types of infrastructure. The Sanitary Sewer District 2 force main project, the Water Works 3 water line extension project and the Village of Morristown sewage lift station were completed in 2006.

2007 AND THE FUTURE:

The Barnesville Family Health Center - Through a joint effort with the Village of Barnesville the Health Center will move from the Barnesville Hospital complex to the former WesBanco bank building located on Main St. in Barnesville. The Ohio Hills Health Services (OHHS) operates health centers in Woodsfield and Freeport in addition to the Barnesville location. In business since 1976 the OHHS is a federally funded agency established to provide primary health care to the under served and underinsured as well as serving the general population.

Provider Services, Inc. - The company is constructing an 80-bed, 100-job, \$7 million comprehensive health care and medical complex to be located in Barnesville.

Sanitary Sewer District - Ongoing projects include the Belmont Sewer Pump station and force main design and the Exit 215 Phase II Wastewater Collection System that when completed will extend along State Route 40 at Reservoir Road west to Country Club Road.

Funding for these projects comes from the County one-half cent piggyback tax, loans, water or sewer revenues, tap-in fees and \$3 of the monthly user fee for each 1000 gallons of water consumed and or sewage generated.

Sheriff's - The county jail expansion will result in adding 84 beds to the present facility. The estimated cost is \$5 million dollars. The funding source includes a state grant, notes and local funding. The construction will be completed is 2008.

AWARDS:

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Belmont County for the year ended December 31, 2005. The County has received this prestigious award for fourteen consecutive years. In order to be awarded a Certificate of Achievement, a governmental unit must prepare an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles, and applicable legal requirements respective to the entity.

A Certificate of Achievement is valid for a period of one year. We believe our current report continues to meet the Certificate of Achievements Program's requirements, and we are again submitting it to the GFOA to determine its eligibility to receive the certificate, which is the highest form of recognition in the area of governmental financial reporting.

ACKNOWLEDGMENTS:

The publication of this report represents an important achievement in the ability of Belmont County to provide significantly enhanced financial information and accountability to the citizens of Belmont County, its elected officials, County management and investors. This report continues the aggressive program of the County Auditor's office to improve the County's overall financial accounting, management and reporting capabilities.

Preparation of this report could not have been accomplished without the auditor's office staff and especially Roger Conroy, Deputy Auditor, Sheila Turner, Supervisor of Accounting and Judy Jenewein, Special Assistant whose efforts made this report possible. To the County elected officials, department heads and their staffs, I extend my sincere appreciation and thanks for your assistance and cooperation. My appreciation is also extended to the Local Government Services Section of the Auditor of State's office, for their hard work and dedication in preparing this financial report.

And to the Citizens of Belmont County, thank you for providing me with the opportunity to present a professional and complete financial report.

Sincerely,



Joseph A. Pappano
Belmont County Auditor

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Belmont County
Ohio

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
December 31, 2005

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.



A handwritten signature in black ink, appearing to read "Ronald J. Hawn".

President

A handwritten signature in black ink, appearing to read "Jeffrey R. Ennis".

Executive Director

**BELMONT COUNTY, OHIO
ELECTED OFFICIALS**

Board of Commissioners
Mark A. Thomas, President
Gordie W. Longshaw
Charles R. Probst, Jr.

Auditor
Joseph A. Pappano

Clerk of Courts
Randy L. Marple

Coroner
Troy W. Balgo, OD.

Engineer
Fred F. Bennett

Prosecuting Attorney
Christopher M. Berhalter

Recorder
Mary Catherine Nixon

Sheriff
Fred A. Thompson

Treasurer
Joseph A. Gaudio

Court of Common Pleas
Judge Jennifer Sargus
Judge John M. Solovan II

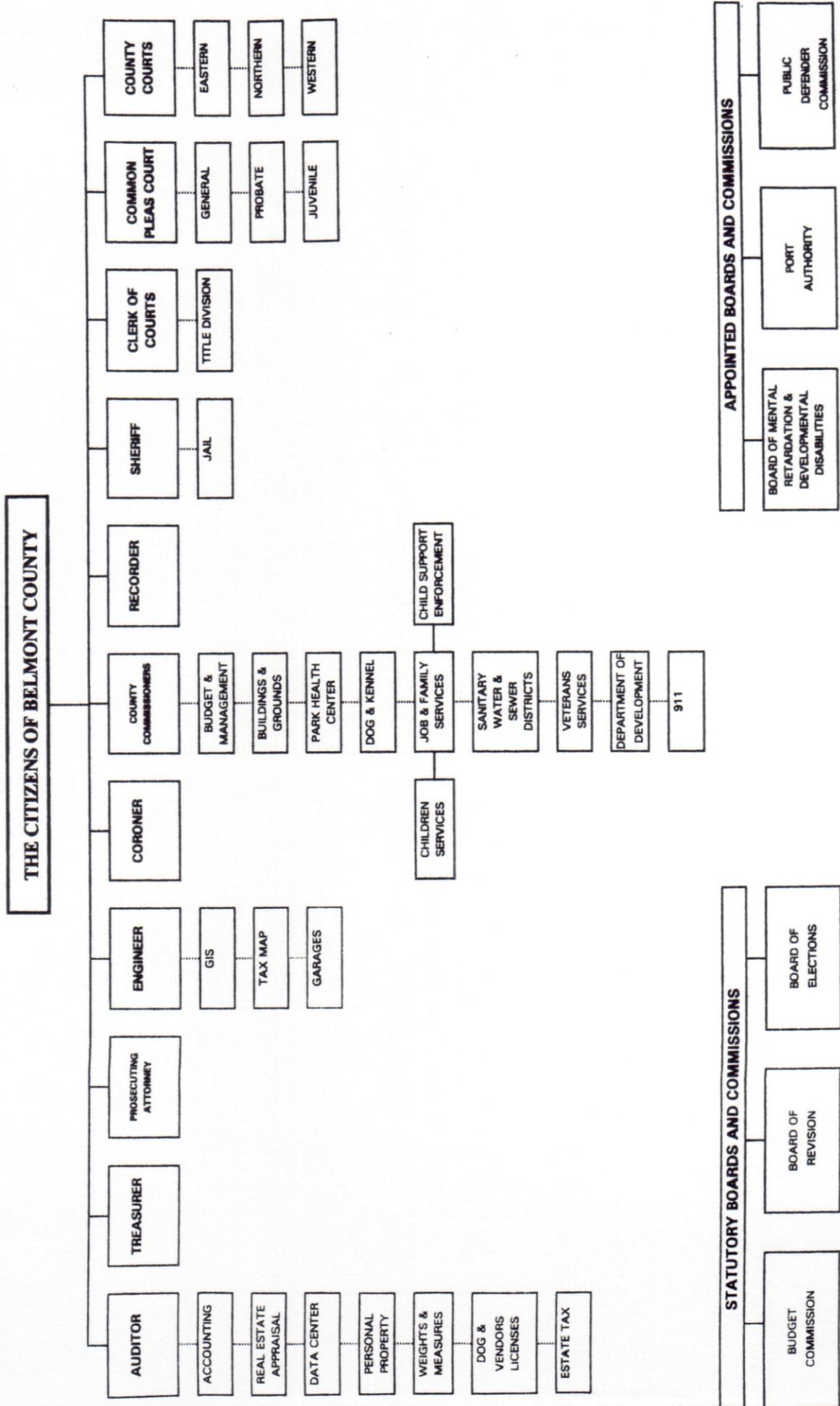
Court of Common Pleas: Probate and Juvenile
Judge J. Mark Costine

County Court Divisions
Judge D. William Davis - Eastern
Judge Frank A. Fregiato - Northern
Judge Harry W. White - Western

**BELMONT COUNTY, OHIO
PRINCIPAL APPOINTED OFFICIALS AND DEPARTMENT HEADS**

(Acting) Clerk of Commissioners	Jayne Long
Board of Elections	William F. Shubat
Building and Grounds, Superintendent	Jack Regis
Dog Pound, Supervisor	Verna Painter
Department of Human Services, Director	Dwayne Pielech
Department of Development, Director	Eva Lunder
Mental Retardation and Development Disabilities, Superintendent	Monty L. Kerr
Veterans Services, Director	Cindy Maupin
Park Health Center, Administrator	Ryan K. Erdos
Sanitary Sewer and Water Districts, Director	Mark Esposito
Public Defender	James L. Nichelson
9-1-1 Emergency, Director	Cliff Sligar
Port Authority	Larry Merry

BELMONT COUNTY GOVERNMENT ORGANIZATIONAL CHART



Financial Section



Mary Taylor, CPA

Auditor of State

INDEPENDENT ACCOUNTANTS' REPORT

Belmont County
101 West Main Street
St. Clairsville, Ohio 43950

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 Belmont County, Ohio (the County), as of and for the year ended December 31, 2006, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the County's management. Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of Belco Works, Inc., the County's only discretely presented component unit. Other auditors audited those financial statements. They have furnished their report thereon to us and we base our opinion, insofar as it relates to the amounts included for Belco Works, 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. The other auditors audited the financial statements of Belco Works, Inc. in accordance with auditing standards generally accepted in the United States of America and not in accordance with *Government Auditing Standards*. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe our audit and the report of the other auditors provide a reasonable basis for our opinions.

In our opinion, based on our audit and the report of 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 Belmont County, Ohio, as of December 31, 2006, and the respective changes in financial position and where applicable, cash flows, thereof and the respective budgetary comparisons for the General, Public Assistance, and the Mental Retardation funds for the year then ended in conformity with accounting principles generally accepted in the United States of America.

As described in Note 3, during the year ended December 31, 2006, the County implemented GASB Statement No. 44, *Economic Condition Reporting: The Statistical Section*.

In accordance with *Government Auditing Standards*, we have also issued our report dated June 26, 2007, on our consideration of the County's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. While we did not opine on the internal control over financial reporting or on compliance, that report describes the scope of our testing of internal control over financial reporting and compliance and the results of that testing. That report is an integral part of an audit performed in accordance with *Government Auditing Standards*. You should read it in conjunction with this report in assessing the results of our audit.

Management's Discussion and Analysis is not a required part of the basic financial statements but is supplementary information 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 and individual nonmajor 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 and individual nonmajor 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 section and statistical tables to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.



Mary Taylor, CPA
Auditor of State

June 26, 2007

Belmont County, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2006
Unaudited

The discussion and analysis of Belmont County's financial performance provides an overview of the County's financial activities for the year ended December 31, 2006. 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 and the basic financial statements to enhance their understanding of the County's financial performance.

Financial Highlights

Key financial highlights for 2006 are as follows:

The assets of the County exceeded its liabilities at December 31, 2006 by \$109,313,078 (net assets). Of this amount \$18,116,265 is unrestricted and may be used to meet the County's ongoing obligations. Governmental activities' unrestricted net assets are \$11,892,564. The County's total net assets decreased \$715,395.

At the end of the current year, the County's governmental funds reported a combined ending fund balance of \$35,668,636, an increase of \$4,597,071 from the prior year. Of this amount, \$30,567,640 is available for spending (unreserved fund balance) on behalf of its citizens.

At the end of the current year, unreserved fund balance for the General Fund was \$3,562,928, which represents 20 percent of total General Fund expenditures.

Using This Annual Financial Report

This annual report consists of a series of financial statements. These statements are organized so the reader can understand the County as a financial whole or as an entire operating entity.

The *Statement of Net Assets* and the *Statement of Activities* provide information about the activities of the whole County, presenting an aggregate view of the County's finances as well as a longer-term view of those assets.

Fund financial statements provide the next level of detail. For governmental activities, these statements tell how services were financed in the short term as well as what remains for future spending. Fund financial statements also report the County's most significant funds in more detail than the government-wide statements. Non-major funds are presented separately from major funds in total and in one column.

County-Wide Financial Statements

The County-wide financial statements are designed to provide readers with a broad overview of the County's finances, in a manner similar to a private-sector business.

Statement of Net Assets and Statement of Activities

The statement of net assets presents information on all of the County's assets and liabilities, except for the County's fiduciary funds, with the difference between the two reported as net assets. The statement of activities presents information showing how the County's net assets changed during the current year. These statements are prepared using the accrual basis of accounting similar to the accounting method used by private sector companies.

This basis of accounting takes into consideration all of the current year's revenues and expenses, regardless of when the cash is received or paid.

In the statement of net assets and the statement of activities, the County is divided into three kinds of activities:

Belmont County, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2006
Unaudited

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

Business-Type Activities - These services are provided on a charge for goods or services basis to recover all or most of the cost of the services provided. The County's Water and Sewer District is reported here.

Component Units - The County's financial statements include financial data for Belmont County's Belco Works, Inc. This component unit is described in the notes to the financial statements. The component unit is separate and may buy, sell, lease, and mortgage property in its own name and can sue or be sued in its own name.

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objects. The County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the County can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds. Fund financial statements provide detailed information about the County's major funds. Based on the restriction on the use of moneys, the County has established many funds that account for the multitude of services provided to our residents. The County's major governmental funds are the General Fund, Public Assistance and Mental Retardation Special Revenue Funds, and the Infrastructure Capital Projects Fund.

Governmental Funds - Governmental funds are used to account for essentially the same functions reported as governmental activities on the government-wide financial statements. Most of the County's basic services are reported in these funds that focus on how money flows into and out of the funds and the year end balances available for spending. These funds are reported on the modified accrual basis of accounting that measures cash and all other financial assets that can be readily converted to cash. The governmental fund statements provide a detailed short term view of the County's general government operations and the basic services being provided, along with the financial resources available.

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 on the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's short-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The County maintains a multitude of individual governmental funds. Information is presented separately on the governmental fund balance sheet and on the governmental fund 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 non-major governmental funds is provided in the form of combining statements elsewhere in this report.

Proprietary Funds - Enterprise funds are used to report the same functions presented as business-type activities on the government-wide financial statements. The County uses enterprise funds to account for the various Water Fund and Sewer Fund operations, and the operation of the Park Health Center facility.

Fiduciary Funds - Fiduciary funds are used to account for resources held for the benefit of parties outside the County. Fiduciary funds are not reflected on the government-wide financial statements because the

Belmont County, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2006
Unaudited

resources from those funds are not available to support the County's programs. The accounting method used for fiduciary funds is the same as that used for the proprietary funds.

Notes to the Financial Statements - The notes provide additional information that is essential to a full understanding of the data provided on the government-wide and fund financial statements.

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

Government-Wide Financial Analysis

Table 1 provides a summary of the County's net assets for 2006 compared to 2005:

Table 1
Net Assets

	Governmental Activities		Business-Type Activities		Totals	
	<u>2006</u>	<u>2005</u>	<u>2006</u>	<u>2005</u>	<u>2006</u>	<u>2005</u>
Assets						
Current and Other Assets	\$54,566,419	\$51,422,793	\$8,395,428	\$7,704,710	\$62,961,847	\$59,127,503
Capital Assets, Net	60,428,701	60,643,622	35,243,010	34,790,595	95,671,711	95,434,217
Total Assets	<u>114,995,120</u>	<u>112,066,415</u>	<u>43,638,438</u>	<u>42,495,305</u>	<u>158,633,558</u>	<u>154,561,720</u>
Liabilities						
Long-Term Liabilities	12,905,551	9,568,752	22,256,254	20,925,032	35,161,805	30,493,784
Other Liabilities	12,912,646	12,944,646	1,246,029	1,094,817	14,158,675	14,039,463
Total Liabilities	<u>25,818,197</u>	<u>22,513,398</u>	<u>23,502,283</u>	<u>22,019,849</u>	<u>49,320,480</u>	<u>44,533,247</u>
Net Assets						
Invested in Capital Assets,						
Net of Debt	49,628,058	52,224,190	13,529,814	14,180,359	63,157,872	66,404,549
Restricted	27,656,301	24,686,473	382,640	349,422	28,038,941	25,035,895
Unrestricted	11,892,564	12,642,354	6,223,701	5,945,675	18,116,265	18,588,029
Total Net Assets	<u>\$89,176,923</u>	<u>\$89,553,017</u>	<u>\$20,136,155</u>	<u>\$20,475,456</u>	<u>\$109,313,078</u>	<u>\$110,028,473</u>

As noted earlier, the County's net assets, when reviewed over time, may serve as a useful indicator of the County's financial position. In the case of the County, assets exceeded liabilities by \$109,313,078 (\$89,176,923 in governmental activities and \$20,136,155 in business-type activities) as of December 31, 2006. By far, the largest portion of the County's net assets (57.7 percent) reflects its investment in capital assets (e.g., land and improvements, buildings and building improvements, improvements other than buildings, machinery and equipment, vehicles, and infrastructure), less any related debt, used to acquire those assets, that is still outstanding. The County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of the County's net assets (16.6 percent) consists of unrestricted net assets (\$18,116,265) which may be used to meet the County's ongoing obligations to citizens and creditors. The remaining balance (25.7 percent) represents resources that are subject to restrictions on how they can be used.

Belmont County, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2006
Unaudited

Table 2 provides a summary of the County's change in net assets for 2006 compared to 2005:

Table 2
Changes in Net Assets

	Governmental Activities		Business-Type Activities		Totals	
	2006	2005	2006	2005	2006	2005
Revenues						
Program Revenues:						
Charges for Services	\$7,501,371	\$6,339,961	\$10,996,496	\$10,929,185	\$18,497,867	\$17,269,146
Operating Grants	28,268,762	31,084,463	0	0	28,268,762	31,084,463
Capital Grants	891,109	2,600,000	49,539	44,011	940,648	2,644,011
Total Program Revenues	36,661,242	40,024,424	11,046,035	10,973,196	47,707,277	50,997,620
General Revenues:						
Property Taxes	9,207,908	9,283,912	0	0	9,207,908	9,283,912
Permissive Sales Taxes	11,556,530	12,067,903	0	0	11,556,530	12,067,903
Grants and Entitlements	942,746	529,761	0	0	942,746	529,761
Investment Earnings	2,286,422	1,338,113	226,350	122,722	2,512,772	1,460,835
Miscellaneous	789,951	1,138,683	5,173	25,536	795,124	1,164,219
Total General Revenues	24,783,557	24,358,372	231,523	148,258	25,015,080	24,506,630
Total Revenues	61,444,799	64,382,796	11,277,558	11,121,454	72,722,357	75,504,250
Program Expenses						
General Government						
Legislative and Executive	8,644,964	8,506,362	0	0	8,644,964	8,506,362
Judicial	3,204,286	3,077,922	0	0	3,204,286	3,077,922
Public Safety	8,545,138	8,799,940	0	0	8,545,138	8,799,940
Public Works	8,385,957	6,765,150	0	0	8,385,957	6,765,150
Health	10,104,816	11,548,635	0	0	10,104,816	11,548,635
Human Services	20,676,907	17,281,713	0	0	20,676,907	17,281,713
Economic Development and Assistance	270,011	276,427	0	0	270,011	276,427
Intergovernmental	1,438,157	2,045,558	0	0	1,438,157	2,045,558
Interest and Fiscal Charges	487,933	317,042	0	0	487,933	317,042
Park Health Center	0	0	6,175,358	6,338,579	6,175,358	6,338,579
Sanitary Sewer District 2	0	0	1,314,559	1,016,134	1,314,559	1,016,134
Water Works 3	0	0	2,842,781	2,904,472	2,842,781	2,904,472
Other Enterprise	0	0	1,346,885	1,909,568	1,346,885	1,909,568
Total Expenses	61,758,169	58,618,749	11,679,583	12,168,753	73,437,752	70,787,502
Increase (Decrease) before transfers	(313,370)	5,764,047	(402,025)	(1,047,299)	(715,395)	4,716,748
Transfers	(62,724)	(342,850)	62,724	342,850	0	0
Change in Net Assets	(\$376,094)	\$5,421,197	(\$339,301)	(\$704,449)	(\$715,395)	\$4,716,748

Belmont County, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2006
Unaudited

Governmental Activities

Operating grants and contributions were the largest program revenues, accounting for \$28,268,762 or 46 percent of total governmental revenues. This represents a decrease of \$2,815,701 from the prior year primarily due to decreases in Community Development Block Grant funding and the elimination of the Community Alternative Funding System. The major recipients of intergovernmental program revenues were the Job and Family Services (Public Assistance), Motor Vehicle and Gasoline Tax, Federal Emergency Management Agency (FEMA) and Mental Retardation and Developmental Disabilities governmental activities. The Job and Family Services realized the most significant increase in operating grants and contributions as compared with the prior year. In addition, FEMA grants remained consistent with the prior year. Permissive sales tax revenues account for \$11,556,530 or 18.8 percent of total governmental activities revenues. Another major component of governmental activities revenues was property tax revenues, which accounted for \$9,207,908 or 15 percent of total revenues. Permissive sales tax revenues decreased from the prior year (\$511,373 decrease) while property tax revenue moderately decreased \$76,004 or approximately less than one percent. The County's direct charges to users of governmental services made up \$7,501,371 or 12.2 percent of total governmental revenues. These charges are for fees associated with the collection of property taxes, fines and forfeitures related to judicial activity, and licenses and permits. Charges for services increased \$1,161,410 from the prior year.

Human services programs accounted for \$20,676,907, or 33.5 percent of total expenses for governmental activities. This represents an increase of \$3,395,194 from the prior year due to implementing new programs in 2006 and a negotiated wage increase along with an increase in the number of employees. The prevention, retention and contingency (PRC) program provided both clothing vouchers for qualifying children and gasoline vouchers for low income participants. Also, the after school program was initiated in 2006. Other major program expenses for governmental activities include health programs, which accounted for \$10,104,816 or 16.4 percent of total expenses, public works programs, which accounted for \$8,385,957, or 13.6 percent of total expenses and public safety programs, which accounted for \$8,545,138, or 13.8 percent of total expenses. Public works program expenses increased moderately from the prior year which is attributed to the numerous flood related project expenses and depreciation on infrastructure.

Table 3, for governmental activities, indicates the total cost of services and the net cost of services. The statement of activities reflects the cost of program services and the charges for services, and sales, grants, and contributions offsetting those services. The net cost of services identifies the cost of those services supported by tax revenues and unrestricted intergovernmental revenues.

Table 3
Governmental Activities

	Total Cost of Services		Net Cost of Services	
	2006	2005	2006	2005
General Government				
Legislative and Executive	\$8,644,964	\$8,506,362	\$6,387,539	\$5,507,872
Judicial	3,204,286	3,077,922	1,620,107	1,688,857
Public Safety	8,545,138	8,799,940	6,203,965	7,227,875
Public Works	8,385,957	6,765,150	219,177	(5,328,134)
Health	10,104,816	11,548,635	4,545,422	5,562,943
Human Services	20,676,907	17,281,713	4,156,343	1,563,135
Economic Development and Assistance	270,011	276,427	270,011	276,427
Intergovernmental	1,438,157	2,045,558	1,206,430	1,722,621
Interest and Fiscal Charges	487,933	317,042	487,933	317,042
Total Expenses	\$61,758,169	\$58,618,749	\$25,096,927	\$18,538,638

Belmont County, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2006
Unaudited

Charges for services and grants of \$36,661,242 (59.4 percent of the total costs of services) are received and used to fund the government activity expenses of the County. The remaining \$25,096,927 in general government expenses were not covered by remaining general revenues, including property taxes, sales taxes, and intergovernmental revenues.

Business-Type Activities

The net assets for business-type activities decreased \$339,301 during 2006. Charges for services were the largest program revenue, accounting for \$10,996,496, or 97.5 percent of total business type activities revenues. Charges for services increased slightly from the prior year.

Financial Analysis of County Funds

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

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

As of December 31, 2006, the County's governmental funds reported a combined ending fund balance of \$35,668,636, an increase of \$4,597,071 in comparison with the prior year. Approximately 85.7 percent of this total (\$30,567,640) constitutes unreserved fund balance, which is available for spending at the County's discretion.

The General Fund is the primary operating fund of the County. At the end of 2006, unreserved fund balance was \$3,562,928, while total fund balance was \$6,686,602. As a measure of the General Fund's liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total fund expenditures. Unreserved fund balance represents 20 percent to total General Fund expenditures, while total fund balance represents 38 percent of that same amount.

The fund balance of the County's General Fund decreased \$116,084 during 2006.

At the end of 2006, total fund balances for the County's other major funds which include Public Assistance, Mental Retardation, and Infrastructure were (\$408,407), \$7,180,029, and \$6,693,908, respectively. The County's other major funds balances have increased/decreased by (\$1,088,655), \$1,635,064, and \$439,436, respectively.

Enterprise Funds - The County's enterprise funds provide the same type of information found in the government-wide financial statements, but in more detail.

Unrestricted net assets of the Enterprise Funds at December 31, 2006, were \$6,223,701. Total net assets decreased by \$339,301.

Budgetary Highlights

The County's budgeting process is prescribed by the Ohio Revised Code. Essentially, the budget is the appropriations, which are restricted by the amounts of anticipated revenues certified by the Budget Commission in accordance with Ohio Revised Code. Therefore, the County's plans or desires cannot be totally reflected in the original budget. If budgeted revenues are adjusted due to actual activity then the appropriations can be adjusted, accordingly. All elected officials worked closely with the County Commissioners to reduce, maintain, or hold down increases in departmental expenditures.

Belmont County, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2006
Unaudited

During 2006, the County amended its general fund appropriations, and the budgetary statement reflects the original and final appropriation amounts. There were significant changes between the original and final budgeted appropriations and the final budgeted appropriations and the actual expenditures. The most significant changes between the General Fund original budget and the final budget and the final budget and actual expenditures resulted from higher than expected collections of the permissive sales tax which was ultimately increased the appropriations.

Capital Assets and Debt Administration

Capital Assets - The County's capital assets for governmental and business-type activities as of December 31, 2006, were \$95,671,711 (net of accumulated depreciation). This includes land and improvements, buildings and improvements, improvements other than buildings, machinery and equipment, vehicles, and infrastructure. For governmental activities, significant capital asset additions during 2006 included the acquisition of the Belmont Habilitation Center through legal action which will be used to house various County offices. Also, an addition was constructed for the Emergency Management Building.

For business-type activities, major capital asset additions during 2006 included the completion of the Sanitary Sewer District 2 force main project and the Water Works 3 water line extension project. Note 10 (Capital Assets) provides capital asset activity during 2006.

Long Term Debt - As of December 31, 2006, the County had total general obligation bonded debt outstanding principle of \$12,875,000. This debt is expected to be repaid through governmental activities as well as user charges in business-type activities. The County's long term general obligation bonded debt increased by \$5,855,000 during 2006. Other outstanding long-term debt included revenue bonds of \$6,732,000, O.W.D.A. loans of \$28,597, long-term notes payable of \$11,600,000 and a rural industrial park loan of \$285,246.

The County received an A-3 bond rating from Moody's Investors Group. With this rating Moody's has deemed the County's financial management secure. The County will receive the best rate on interest, insurance, and bond issuance costs.

In addition to the bonded debt, the County's long-term obligations include compensated absences and capital lease liabilities. Additional information on the County's long-term debt can be found in Note 17 of this report.

Economic Factors

During 2006, Belmont County continued to move forward with ongoing development projects, and preparing targeted businesses for expansion and new location site activities.

Potential big box outlet development, existing mall re-merchandizing, and the impact of nearby gaming entertainment were a consistent factor in 2006. Several sites in the County remain viable for development while the County contends with a nearby retailing site development at The Highlands in West Virginia, and The Meadowlands Outlet in Washington, Pennsylvania. The voter approval for table gaming at Wheeling Island Racetrack and Gaming Center has major positive impact implications for Belmont County. Communities such as Bridgeport and Martins Ferry could attract developers for lodging, restaurants, personal transportation services and other spin-off activities.

The re-emergence of coal and coal technology due to rises in oil and gasoline production globally make domestic energy production economically viable and profitable. Belmont County is well positioned to benefit from this trend. National support by the federal government and private coal industry concerns bodes well for development of this business segment. Belmont County's plentiful coal supplies, and coal-related operations like the Century Mine, The Ohio Valley Coal Co. and the power plant facilities of American Electric Power, are on the radar screen of energy investors.

Belmont County, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2006
Unaudited

Moving the nation's commodities is a challenging operation. Belmont County has experienced new business growth stemming from this sector. One major business opportunity related to this segment was realized in 2006 when FedEx Freight East, Inc became an anchor tenant in Fox Commerce Park

Belmont County is dedicated to exploring and expanding economic development throughout the County and to work in conjunction with the Community Improvement Corporation Department of Development, and the newly re-activated Belmont County Port Authority.

Requests for Information

This financial report is designed to provide a general overview of the County's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional information should be addressed to Joseph A. Pappano, Belmont County Auditor, 101 West Main Street, St. Clairsville, Ohio 43950.

Belmont County, Ohio
Statement of Net Assets
Primary Government and Discretely Presented Component Unit
December 31, 2006

	Primary Government			Belco Works, Inc.
	Governmental Activities	Business-Type Activities	Total	
<u>Assets</u>				
Equity in Pooled Cash and Cash Equivalents	\$33,145,095	\$6,838,835	\$39,983,930	\$757,572
Cash and Cash Equivalents in Segregated Accounts	20,368	21,230	41,598	0
Accounts Receivable	14,268	563,428	577,696	186,074
Accrued Interest Receivable	178,300	0	178,300	0
Intergovernmental Receivable	6,333,655	628,183	6,961,838	0
Permissive Sales Taxes Receivable	1,836,982	0	1,836,982	0
Cash and Cash Equivalents with Fiscal Agents	1,050,023	0	1,050,023	0
Investments in Segregated Accounts	20,592	0	20,592	0
Materials and Supplies Inventory	443,358	210,396	653,754	20,664
Prepaid Items	141,115	0	141,115	0
Other Assets	0	0	0	3,216
Internal Balances	(10,246)	10,246	0	0
Property Taxes Receivable	9,520,693	0	9,520,693	0
Notes Receivable	0	0	0	75,000
Loans Receivable	471,124	0	471,124	0
Assets Held for Resale	1,239,213	0	1,239,213	0
Deferred Charges	161,879	123,110	284,989	0
Nondepreciable Capital Assets	13,766,333	777,008	14,543,341	0
Depreciable Capital Assets, Net	46,662,368	34,466,002	81,128,370	121,844
Total Assets	114,995,120	43,638,438	158,633,558	1,164,370
<u>Liabilities</u>				
Accounts Payable	1,045,230	437,478	1,482,708	210,564
Accrued Wages and Benefits Payable	367,024	84,533	451,557	71,843
Matured Severance Payable	23,302	0	23,302	0
Compensated Absences Payable	0	0	0	62,959
Intergovernmental Payable	1,817,011	233,605	2,050,616	0
Contracts Payable	0	35,707	35,707	0
Accrued Interest Payable	113,644	381,187	494,831	0
Bond Anticipation Notes Payable	1,185,000	0	1,185,000	0
Other Taxes	0	0	0	1,128
Deferred Revenue	8,361,435	0	8,361,435	0
Refundable Deposits	0	73,519	73,519	0
Long-Term Liabilities:				
Due Within One Year	1,569,979	716,070	2,286,049	0
Due in More Than One Year	11,335,572	21,540,184	32,875,756	0
Total Liabilities	25,818,197	23,502,283	49,320,480	346,494
<u>Net Assets</u>				
Invested in Capital Assets, Net of Related Debt	49,628,058	13,529,730	63,157,788	121,844
Restricted for:				
Debt Service	152	382,640	382,792	0
Capital Projects	8,210,425	0	8,210,425	0
Other Purposes:				
Mental Retardation	8,355,072	0	8,355,072	0
Law Enforcement	318,255	0	318,255	0
Emergency 911	407,637	0	407,637	0
Motor Vehicle and Gasoline Tax	2,986,326	0	2,986,326	0
In-Home Care Levy	525,482	0	525,482	0
Children Services	775,656	0	775,656	0
County Courts	876,604	0	876,604	0
Commissioners CDBG	2,347,009	0	2,347,009	0
Miscellaneous Purposes	2,853,683	0	2,853,683	0
Unrestricted	11,892,564	6,223,785	18,116,349	696,031
Total Net Assets	\$89,176,923	\$20,136,155	\$109,313,078	\$817,875

See accompanying notes to the basic financial statements

Belmont County, Ohio
Statement of Activities
Primary Government and Discretely Presented Component Unit
For the Year Ended December 31, 2006

	Program Revenues			
	Expenses	Charges for Services	Operating Grants, Contributions, and Interest	Capital Grants and Contributions
<u>Governmental Activities</u>				
General Government				
Legislative and Executive	\$8,644,964	\$2,221,455	\$35,970	\$0
Judicial	3,204,286	1,431,762	152,417	0
Public Safety	8,545,138	1,093,136	1,111,386	136,651
Public Works	8,385,957	472,111	6,940,211	754,458
Health	10,104,816	521,455	5,037,939	0
Human Services	20,676,907	1,761,452	14,759,112	0
Economic Development and Assistance	270,011	0	0	0
Intergovernmental	1,438,157	0	231,727	0
Interest and Fiscal Charges	487,933	0	0	0
Total Governmental Activities	61,758,169	7,501,371	28,268,762	891,109
<u>Business-Type Activities</u>				
Park Health Center	6,175,358	6,022,915	0	0
Sanitary Sewer District 2	1,314,559	1,020,982	0	4,000
Water Works 3	2,842,781	2,578,069	0	27,606
Water Works 1	390,761	206,022	0	5,283
Sanitary Sewer District 1	289,774	238,604	0	300
Sanitary Sewer District 3A	66,060	42,566	0	0
Sanitary Sewer District 3B	25,420	20,388	0	0
Sanitary Sewer District 3C	1,427	1,739	0	0
Water Works 2	573,443	865,211	0	12,350
Total Business-Type Activities	11,679,583	10,996,496	0	49,539
Total Primary Government	\$73,437,752	\$18,497,867	\$28,268,762	\$940,648
<u>Component Unit</u>				
Belco Works Inc.	\$3,175,667	\$2,779,785	\$0	\$0

General Revenues:

Property Taxes Levied for General Purposes

Property Taxes Levied for:

 Mental Retardation

 Lodging Excise Tax

 Mental Health

 In-Home Care Levy

 Children Services

Permissive Sales Tax Levied for General Purposes

Permissive Sales Tax Levied for Road and Bridges

Grants and Entitlements not Restricted to Specific Programs

Investment Earnings

Miscellaneous

Total General Revenues

Transfers

Total General Revenues and Transfers

Change in Net Assets

Net Assets Beginning of Year

Net Assets End of Year

See accompanying notes to the basic financial statements

Net (Expense) Revenue and Changes in Net Assets			
Primary Government			
Governmental Activities	Business-Type Activities	Total	Belco Works, Inc.
(\$6,387,539)	\$0	(\$6,387,539)	\$0
(1,620,107)	0	(1,620,107)	0
(6,203,965)	0	(6,203,965)	0
(219,177)	0	(219,177)	0
(4,545,422)	0	(4,545,422)	0
(4,156,343)	0	(4,156,343)	0
(270,011)	0	(270,011)	0
(1,206,430)	0	(1,206,430)	0
(487,933)	0	(487,933)	0
<u>(25,096,927)</u>	<u>0</u>	<u>(25,096,927)</u>	<u>0</u>
0	(152,443)	(152,443)	0
0	(289,577)	(289,577)	0
0	(237,106)	(237,106)	0
0	(179,456)	(179,456)	0
0	(50,870)	(50,870)	0
0	(23,494)	(23,494)	0
0	(5,032)	(5,032)	0
0	312	312	0
0	304,118	304,118	0
<u>0</u>	<u>(633,548)</u>	<u>(633,548)</u>	<u>0</u>
<u>(25,096,927)</u>	<u>(633,548)</u>	<u>(25,730,475)</u>	<u>0</u>
<u>0</u>	<u>0</u>	<u>0</u>	<u>(395,882)</u>
1,972,145	0	1,972,145	0
4,465,814	0	4,465,814	0
316,927	0	316,927	0
796,177	0	796,177	0
1,278,186	0	1,278,186	0
378,659	0	378,659	0
11,306,530	0	11,306,530	0
250,000	0	250,000	0
942,746	0	942,746	47,197
2,286,422	226,350	2,512,772	17,660
789,951	5,173	795,124	366,549
<u>24,783,557</u>	<u>231,523</u>	<u>25,015,080</u>	<u>431,406</u>
<u>(62,724)</u>	<u>62,724</u>	<u>0</u>	<u>0</u>
24,720,833	294,247	25,015,080	431,406
(376,094)	(339,301)	(715,395)	35,524
<u>89,553,017</u>	<u>20,475,456</u>	<u>110,028,473</u>	<u>782,351</u>
<u>\$89,176,923</u>	<u>\$20,136,155</u>	<u>\$109,313,078</u>	<u>\$817,875</u>

Belmont County, Ohio
Balance Sheet
Governmental Funds
December 31, 2006

	General	Public Assistance	Mental Retardation	Infrastructure	Other Governmental Funds	Total Governmental Funds
Assets						
Equity in Pooled Cash and Cash Equivalents	\$3,299,468	\$786,612	\$7,132,145	\$6,693,908	\$15,130,375	\$33,042,508
Cash and Cash Equivalents in Segregated Accounts	20,368	0	0	0	0	20,368
Cash and Cash Equivalents with Fiscal Agents	0	0	0	0	1,050,023	1,050,023
Investments in Segregated Accounts	0	0	0	0	20,592	20,592
Accounts Receivable	10,669	0	0	0	3,599	14,268
Accrued Interest Receivable	178,300	0	0	0	0	178,300
Intergovernmental Receivable	705,665	0	1,291,484	0	4,336,506	6,333,655
Permissive Sales Taxes Receivable	1,820,561	0	0	0	16,421	1,836,982
Prepaid Items	141,115	0	0	0	0	141,115
Materials and Supplies Inventory	25,506	22,556	36,341	0	358,955	443,358
Interfund Receivable	354,372	5,551	0	0	512,347	872,270
Property Taxes Receivable	2,090,198	0	4,793,836	0	2,636,659	9,520,693
Loans Receivable	0	0	0	0	471,124	471,124
Restricted Assets:						
Equity in Pooled Cash and Cash Equivalents	102,587	0	0	0	0	102,587
Assets Held for Resale	1,239,213	0	0	0	0	1,239,213
Total Assets	\$9,988,022	\$814,719	\$13,253,806	\$6,693,908	\$24,536,601	\$55,287,056
Liabilities						
Accounts Payable	\$192,724	\$189,723	\$208,423	\$0	\$454,360	\$1,045,230
Accrued Wages and Benefits Payable	143,480	93,245	63,006	0	67,293	367,024
Matured Severance Payable	18,448	0	0	0	4,854	23,302
Intergovernmental Payable	307,455	933,793	120,455	0	455,308	1,817,011
Interfund Payable	12,976	6,365	0	0	863,175	882,516
Accrued Interest Payable	0	0	0	0	20,441	20,441
Deferred Revenue	2,626,337	0	5,681,893	0	5,969,666	14,277,896
Bond Anticipation Notes Payable	0	0	0	0	1,185,000	1,185,000
Total Liabilities	3,301,420	1,223,126	6,073,777	0	9,020,097	19,618,420
Fund Balances:						
Reserved for Encumbrances	936,730	0	334,713	0	1,171,484	2,442,927
Reserved for Assets Held for Resale	1,239,213	0	0	0	0	1,239,213
Reserved for Unclaimed Monies	102,587	0	0	0	0	102,587
Reserved for Loans Receivable	0	0	0	0	471,124	471,124
Unreserved:						
Designated for Budget Stabilization	845,144	0	0	0	0	845,144
Undesignated, Reported in:						
General Fund	3,562,928	0	0	0	0	3,562,928
Special Revenue Funds (Deficit)	0	(408,407)	6,845,316	0	6,947,751	13,384,660
Debt Service Funds	0	0	0	0	250,491	250,491
Capital Projects Funds	0	0	0	6,693,908	6,675,654	13,369,562
Total Fund Balances (Deficit)	6,686,602	(408,407)	7,180,029	6,693,908	15,516,504	35,668,636
Total Liabilities and Fund Balances	\$9,988,022	\$814,719	\$13,253,806	\$6,693,908	\$24,536,601	\$55,287,056

See accompanying notes to the basic financial statements

Belmont County, Ohio
 Reconciliation of Total Governmental Fund Balances
 to Net Assets of Governmental Activities
 December 31, 2006

Total Governmental Fund Balances \$35,668,636

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

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. 60,428,701

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

Taxes	1,128,039
Intergovernmental	4,718,494
Charges for Services	69,928

Total 5,916,461

Unamortized issuance costs represent deferred charges which do not provide current financial resources and, therefore, are not reported in the funds. 161,879

Some liabilities are not due and payable in the current period and, therefore, are not reported in the funds:

General Obligation Bonds	7,400,000
Net Bond Premiums/Discounts	183,107
Refunding Gains on General Obligation Bonds	(35,148)
Compensated Absences	2,944,922
Accrued Interest Payable	93,203
Long-Term Notes Payable	2,000,000
State Rural Industrial Park Loan	285,246
Capital Leases	127,424

Total (12,998,754)

Net Assets of Governmental Activities \$89,176,923

See accompanying notes to the basic financial statements

Belmont County, Ohio
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Year Ended December 31, 2006

	General	Public Assistance	Mental Retardation	Infrastructure	Other Governmental Funds	Total Governmental Funds
Revenues						
Property and Other Local Taxes	\$1,956,513	\$0	\$4,430,234	\$0	\$2,750,706	\$9,137,453
Permissive Sales Taxes	11,306,530	0	0	0	250,000	11,556,530
Charges for Services	2,026,069	0	370,374	0	3,512,039	5,908,482
Licenses and Permits	5,312	0	0	0	404,906	410,218
Fines and Forfeitures	382,924	0	0	0	612,995	995,919
Intergovernmental	1,165,346	13,582,863	4,619,926	0	12,335,127	31,703,262
Interest	2,039,004	0	0	0	256,344	2,295,348
Rent	7,918	0	0	0	166,854	174,772
Other	335,123	387,080	1,940	0	65,808	789,951
Total Revenues	19,224,739	13,969,943	9,422,474	0	20,354,779	62,971,935
Expenditures						
Current:						
General Government:						
Legislative and Executive	7,243,763	0	0	0	874,747	8,118,510
Judicial	2,464,381	0	0	0	676,488	3,140,869
Public Safety	6,393,063	0	0	0	1,677,183	8,070,246
Public Works	560,006	0	0	0	5,355,251	5,915,257
Health	57,335	0	7,782,930	0	1,796,208	9,636,473
Human Services	394,876	15,402,128	0	0	4,342,303	20,139,307
Economic Development and Assistance	0	0	0	0	270,011	270,011
Other	52,060	0	0	0	0	52,060
Capital Outlay	0	0	0	60,564	3,796,105	3,856,669
Intergovernmental	392,795	0	0	0	1,045,362	1,438,157
Debt Service:						
Principal Retirement	35,218	14,851	3,378	0	1,909,205	1,962,652
Interest and Fiscal Charges	8,592	1,629	1,102	0	441,485	452,808
Issuance Costs	0	0	0	0	142,366	142,366
Total Expenditures	17,602,089	15,418,608	7,787,410	60,564	22,326,714	63,195,385
Excess of Revenues Over (Under) Expenditures	1,622,650	(1,448,665)	1,635,064	(60,564)	(1,971,935)	(223,450)
Other Financing Sources (Uses)						
Bond Anticipation Notes Issued	0	0	0	0	2,000,000	2,000,000
General Obligation Bonds Issued	0	0	0	0	4,700,000	4,700,000
Refunding Bonds Issued	0	0	0	0	1,705,000	1,705,000
Premium on Bonds	0	0	0	0	185,685	185,685
Payment to Refunded Bond Escrow Agent	0	0	0	0	(1,736,223)	(1,736,223)
Current Refunding	0	0	0	0	(2,000,000)	(2,000,000)
Sale of Assets	28,783	0	0	0	0	28,783
Transfers In	51,562	360,010	0	500,000	3,815,726	4,727,298
Transfers Out	(1,819,079)	0	0	0	(2,970,943)	(4,790,022)
Total Other Financing Sources (Uses)	(1,738,734)	360,010	0	500,000	5,699,245	4,820,521
Net Change in Fund Balances	(116,084)	(1,088,655)	1,635,064	439,436	3,727,310	4,597,071
Fund Balances at Beginning of Year	6,802,686	680,248	5,544,965	6,254,472	11,789,194	31,071,565
Fund Balances (Deficit) at End of Year	\$6,686,602	(\$408,407)	\$7,180,029	\$6,693,908	\$15,516,504	\$35,668,636

See accompanying notes to the basic financial statements

Belmont County, Ohio
 Reconciliation of Statement of Revenues, Expenditures, and Changes in Fund Balances
 of Governmental Funds to Statement of Activities
 For the Year Ended December 31, 2006

Net Change in Fund Balances - Total Governmental Funds		\$4,597,071
Amounts reported for governmental activities on the statement of activities are different because:		
Governmental funds report capital outlays as expenditures. However, on 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 depreciation exceeded capital outlay in the current year:		
Capital Asset Additions	3,900,270	
Depreciation	<u>(4,099,117)</u>	
Total		(198,847)
Capital assets removed from the capital asset account on the statement of net assets results in a loss on disposal of capital assets on the statement of activities		(16,074)
Revenues on the statement of activities that do not provide current financial resources are not reported as revenues in governmental funds:		
Property and Other Local Taxes	70,455	
Charges for Services	11,980	
Intergovernmental	<u>(1,609,571)</u>	
Total		(1,527,136)
Repayment of general obligation bonds, notes, and capital leases is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets.		
General Obligation Bonds	400,000	
Long-Term Note	3,480,000	
Rural Industrial Park Loan	29,205	
Capital Leases	<u>53,447</u>	
Total		3,962,652
Interest is reported as an expenditure when due in the governmental funds, but is accrued on outstanding obligations on the statement of net assets.		(26,965)
Bond Issuance costs are debt service expenditures in governmental funds, when paid, but are reported as deferred charges assets on the statement of activities and are allocated as an expense over the life of the outstanding debt on the statement of activities.		
Bond Issuance Costs Paid	142,366	
Current year Amortization	<u>(9,710)</u>	
Total		132,656
Bond Premiums are reported as other financing sources in the governmental funds, but are allocated as an expense over the life of the bonds on the statement of activities.		
Premium on Bonds Issued	(185,685)	
Current year Amortization	<u>4,292</u>	
Total		(181,393)
Refunding gains are reported as an expense in the governmental funds, but are allocated as a reduction of an expense over the life of the bonds.		(2,742)
Bond anticipation notes issued and general obligation bonds issued, are other financing sources in governmental funds, but the issuance increases long-term liabilities on the statement of net assets.		
Bond Anticipation Notes Issued	(2,000,000)	
General Obligation Bonds Issued	(4,700,000)	
General Obligation Refunding Bonds Issued	<u>(1,705,000)</u>	
Total		(8,405,000)
Payment to refunded bond escrow agent is an other financing use in governmental funds, but the payment reduces long-term liabilities in the statement of net assets.		1,736,223
Some expenses reported on the statement of activities do not require the use of current financial resources, therefore, are not reported as expenditures in governmental funds.		
Compensated Absences Payable		<u>(446,539)</u>
		<u>(\$376,094)</u>
Change in Net Assets of Governmental Activities		
See accompanying notes to the basic financial statements		

Belmont County, Ohio
Statement of Revenues, Expenditures
and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
General Fund
For the Year Ended December 31, 2006

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>Revenues:</u>				
Property and Other Local Taxes	\$2,000,000	\$1,979,586	\$1,943,582	(\$36,004)
Permissive Sales Taxes	9,282,542	10,770,000	11,356,101	586,101
Charges for Services	1,621,622	2,446,041	1,983,864	(462,177)
Licenses and Permits	4,342	6,000	5,312	(688)
Fines and Forfeitures	309,511	380,000	378,651	(1,349)
Intergovernmental	913,826	1,076,530	1,117,959	41,429
Interest	1,606,241	1,814,500	1,965,047	150,547
Rent	6,472	1,000	7,918	6,918
Other	273,931	202,056	335,123	133,067
Total Revenues	16,018,487	18,675,713	19,093,557	417,844
<u>Expenditures:</u>				
Current:				
General Government:				
Legislative and Executive	7,813,301	8,893,649	8,790,539	103,110
Judicial	2,805,191	2,633,402	2,587,042	46,360
Public Safety	4,475,077	6,713,510	6,548,928	164,582
Public Works	279,707	608,599	603,875	4,724
Health	152,942	64,456	63,452	1,004
Human Services	329,940	424,474	421,970	2,504
Other	0	100,001	52,060	47,941
Intergovernmental	294,570	398,036	398,034	2
Total Expenditures	16,150,728	19,836,127	19,465,900	370,227
Excess of Revenues Over (Under) Expenditure:	(132,241)	(1,160,414)	(372,343)	788,071
<u>Other Financing Sources (Uses):</u>				
Sale of Assets	0	48,737	48,737	0
Advances In	0	68,187	18,187	(50,000)
Advances Out	0	(209,705)	(49,705)	160,000
Transfers In	0	193,188	193,188	0
Transfers Out	(380,000)	(1,832,174)	(1,819,079)	13,095
Total Other Financing Sources (Uses)	(380,000)	(1,731,767)	(1,608,672)	123,095
Net Change in Fund Balance	(512,241)	(2,892,181)	(1,981,015)	911,166
Fund Balance at Beginning of Year	1,305,890	1,305,890	1,305,890	0
Prior Year Encumbrances Appropriated	2,005,030	2,005,030	2,005,030	0
Fund Balance at End of Year	\$2,798,679	\$418,739	\$1,329,905	\$911,166

See accompanying notes to the basic financial statement:

Belmont County, Ohio
Statement of Revenues, Expenditures
and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
Public Assistance Fund
For the Year Ended December 31, 2006

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>Revenues:</u>				
Intergovernmental	\$10,572,793	\$14,433,649	\$14,378,321	(\$55,328)
Other	321,498	1,335,126	437,216	(897,910)
Total Revenues	10,894,291	15,768,775	14,815,537	(953,238)
<u>Expenditures:</u>				
Current:				
Human Services	11,478,310	16,682,061	15,416,394	1,265,667
Excess of Revenues Under Expenditures	(584,019)	(913,286)	(600,857)	312,429
<u>Other Financing Sources (Uses):</u>				
Transfers In	0	329,267	360,010	30,743
Net Change in Fund Balance	(584,019)	(584,019)	(240,847)	343,172
Fund Balance at Beginning of Year	584,019	584,019	584,019	0
Prior Year Encumbrances Appropriated	0	0	0	0
Fund Balance at End of Year	\$0	\$0	\$343,172	\$343,172

See accompanying notes to the basic financial statements:

Belmont County, Ohio
Statement of Revenues, Expenditures
and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
Mental Retardation Fund
For the Year Ended December 31, 2006

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>Revenues:</u>				
Property and Other Local Taxes	\$4,600,000	\$3,643,631	\$4,390,879	\$747,248
Charges for Services	144,000	50,000	373,094	323,094
Intergovernmental	2,256,000	3,306,369	4,593,664	1,287,295
Other	0	0	1,940	1,940
Total Revenues	7,000,000	7,000,000	9,359,577	2,359,577
<u>Expenditures:</u>				
Current:				
Health	9,368,078	12,020,778	8,292,797	3,727,981
Net Change in Fund Balance	(2,368,078)	(5,020,778)	1,066,780	6,087,558
Fund Balance at Beginning of Year	4,822,944	4,822,944	4,822,944	0
Prior Year Encumbrances Appropriated	542,700	542,700	542,700	0
Fund Balance at End of Year	\$2,997,566	\$344,866	\$6,432,424	\$6,087,558

See accompanying notes to the basic financial statements:

Belmont County, Ohio
Statement of Fund Net Assets
Enterprise Funds
December 31, 2006

	Park Health Center	Sanitary Sewer District 2	Water Works 3	Nonmajor Enterprise	Total Enterprise
Assets					
Current Assets:					
Equity in Pooled Cash and Cash Equivalents	\$105,366	\$1,086,631	\$2,505,479	\$2,633,149	\$6,330,625
Cash and Cash Equivalents in Segregated Accounts	0	0	200	21,030	21,230
Accounts Receivable	399,110	24,915	83,460	55,943	563,428
Intergovernmental Receivable	628,183	0	0	0	628,183
Materials and Supplies Inventory	29,048	4,711	114,860	61,777	210,396
Interfund Receivable	0	0	467,561	200,000	667,561
Restricted Assets:					
Equity in Pooled Cash and Cash Equivalents	0	0	49,421	0	49,421
Total Current Assets	1,161,707	1,116,257	3,220,981	2,971,899	8,470,844
Non-Current Assets:					
Restricted Assets:					
Equity in Pooled Cash and Cash Equivalents	0	9,551	418,848	30,390	458,789
Deferred Charges	71,200	40,439	11,471	0	123,110
Nondepreciable Capital Assets	38,880	709,402	20,226	8,500	777,008
Depreciable Capital Assets, Net	3,093,614	9,227,991	21,502,019	642,378	34,466,002
Total Non-Current Assets	3,203,694	9,987,383	21,952,564	681,268	35,824,909
Total Assets	4,365,401	11,103,640	25,173,545	3,653,167	44,295,753
Liabilities					
Current Liabilities:					
Accounts Payable	314,045	12,709	95,687	15,037	437,478
Contracts Payable	0	35,707	0	0	35,707
Accrued Wages and Benefits Payable	66,208	3,718	10,531	4,076	84,533
Compensated Absences Payable	85,599	8,753	29,818	10,557	134,727
Interfund Payable	0	0	0	657,315	657,315
Intergovernmental Payable	99,271	21,836	20,195	92,303	233,605
Accrued Interest Payable	11,288	173,931	146,547	0	331,766
Current Portion OWDA Loan Payable	0	0	3,505	0	3,505
Current Portion Mortgage Revenue Bonds Payable	0	0	101,000	0	101,000
Current Portion General Obligation Bonds Payable	215,000	100,000	160,000	0	475,000
Current Portion Capital Leases Payable	1,838	0	0	0	1,838
Accrued Interest Payable From Restricted Assets	0	0	49,421	0	49,421
Total Current Liabilities	793,249	356,654	616,704	779,288	2,545,895
Long-Term Liabilities (Net of Current Portion):					
Refundable Deposits	0	9,551	33,578	30,390	73,519
Compensated Absences Payable	151,692	15,510	52,840	18,709	238,751
Capital Leases Payable	3,579	0	0	0	3,579
OWDA Loans Payable	0	0	25,092	0	25,092
Bond Anticipation Notes Payable	0	5,300,000	4,300,000	0	9,600,000
Mortgage Revenue Bonds Payable	0	0	6,631,000	0	6,631,000
General Obligation Bonds Payable	2,740,000	1,943,756	358,006	0	5,041,762
Total Long-Term Liabilities	2,895,271	7,268,817	11,400,516	49,099	21,613,703
Total Liabilities	3,688,520	7,625,471	12,017,220	828,387	24,159,598
Net Assets					
Invested in Capital Assets, Net of Related Debt	243,277	2,677,832	9,957,743	650,878	13,529,730
Restricted for Debt Service	0	0	382,640	0	382,640
Unrestricted	433,604	800,337	2,815,942	2,173,902	6,223,785
Total Net Assets	\$676,881	\$3,478,169	\$13,156,325	\$2,824,780	\$20,136,155

See accompanying notes to the basic financial statements

Belmont County, Ohio
Statement of Revenues, Expenses,
and Changes in Fund Net Assets
Enterprise Funds
For the Year Ended December 31, 2006

	Park Health Center	Sanitary Sewer District 2	Water Works 3	Nonmajor Enterprise	Total Enterprise
<u>Operating Revenues:</u>					
Charges for Services	\$6,022,915	\$1,020,982	\$2,578,069	\$1,374,530	\$10,996,496
Other	3,292	1,513	368	0	5,173
Total Operating Revenues	<u>6,026,207</u>	<u>1,022,495</u>	<u>2,578,437</u>	<u>1,374,530</u>	<u>11,001,669</u>
<u>Operating Expenses:</u>					
Personal Services	4,147,696	275,464	768,802	372,404	5,564,366
Contractual Services	1,210,857	386,271	440,655	819,257	2,857,040
Materials and Supplies	459,279	36,763	308,307	108,999	913,348
Depreciation	157,421	302,037	791,114	40,995	1,291,567
Other	50,166	20,434	31,496	5,230	107,326
Total Operating Expenses	<u>6,025,419</u>	<u>1,020,969</u>	<u>2,340,374</u>	<u>1,346,885</u>	<u>10,733,647</u>
Operating Income	<u>788</u>	<u>1,526</u>	<u>238,063</u>	<u>27,645</u>	<u>268,022</u>
<u>Non-Operating Revenues (Expenses):</u>					
Interest	0	45,999	100,133	80,218	226,350
Interest and Fiscal Charges	(149,939)	(293,590)	(502,407)	0	(945,936)
Total Non-Operating Revenues (Expenses)	<u>(149,939)</u>	<u>(247,591)</u>	<u>(402,274)</u>	<u>80,218</u>	<u>(719,586)</u>
Income (Loss) Before Contributions and Transfers	<u>(149,151)</u>	<u>(246,065)</u>	<u>(164,211)</u>	<u>107,863</u>	<u>(451,564)</u>
Capital Contributions	0	4,000	27,606	17,933	49,539
Transfers In	0	9,389	620	62,104	72,113
Transfers Out	0	0	0	(9,389)	(9,389)
Change in Net Assets	<u>(149,151)</u>	<u>(232,676)</u>	<u>(135,985)</u>	<u>178,511</u>	<u>(339,301)</u>
Net Assets Beginning of Year	<u>826,032</u>	<u>3,710,845</u>	<u>13,292,310</u>	<u>2,646,269</u>	<u>20,475,456</u>
Net Assets End of Year	<u><u>\$676,881</u></u>	<u><u>\$3,478,169</u></u>	<u><u>\$13,156,325</u></u>	<u><u>\$2,824,780</u></u>	<u><u>\$20,136,155</u></u>

See accompanying notes to the basic financial statements

Belmont County, Ohio
Statement of Cash Flows
Enterprise Funds
For the Year Ended December 31, 2006

	Park Health Center	Sanitary Sewer District 2	Water Works 3	Nonmajor Enterprise	Total Enterprise
Increase (Decrease) in Cash and Cash Equivalents					
<u>Cash Flows from Operating Activities:</u>					
Cash Received from Customers	\$5,731,631	\$1,012,209	\$2,626,850	\$1,395,541	\$10,766,231
Cash Payments for Employee Services and Benefits	(4,109,299)	(268,871)	(761,350)	(371,068)	(5,510,588)
Cash Payments for Goods and Services	(425,530)	(39,794)	(330,587)	(105,035)	(900,946)
Cash Payments for Contractual Services	(1,033,356)	(377,598)	(370,257)	(947,025)	(2,728,236)
Utility Deposits Received	0	1,629	6,534	6,268	14,431
Utility Deposits Paid	0	(1,915)	(8,430)	(8,060)	(18,405)
Other Operating Revenues	3,292	1,513	368	0	5,173
Other Operating Expenses	(50,166)	(20,434)	(31,496)	(5,230)	(107,326)
Net Cash Provided by (Used for) Operating Activities	116,572	306,739	1,131,632	(34,609)	1,520,334
<u>Cash Flows from Noncapital Financing Activities:</u>					
Transfers In	0	3,138	139,976	228,881	371,995
Short Term Interfund Loans	0	42,000	(492,000)	450,000	0
Net Cash Provided by (Used for) Noncapital Activities	0	45,138	(352,024)	678,881	371,995
<u>Cash Flows from Capital and Related Financing Activities:</u>					
Payments for Capital Acquisitions	0	(1,149,674)	(600,625)	(88,962)	(1,839,261)
Tap-In Fees	0	4,000	27,606	17,933	49,539
Bond Anticipation Notes Issued	0	5,300,000	4,300,000	0	9,600,000
Principal Paid on Notes	0	(5,800,000)	(4,130,000)	0	(9,930,000)
Interest Paid on Notes	0	(144,780)	(55,315)	0	(200,095)
General Obligation Bonds Issued	0	2,000,000	0	0	2,000,000
Premium on General Obligation Bonds Issued	0	45,526	0	0	45,526
Bond Issuance Costs	0	(42,075)	0	0	(42,075)
Principal Paid on General Obligation Bonds	(205,000)	(75,795)	(150,000)	(9,205)	(440,000)
Interest Paid on General Obligation Bonds	(143,865)	(62,663)	(16,462)	(184)	(223,174)
Principal Paid on Mortgage Revenue Bonds	0	0	(96,000)	0	(96,000)
Interest Paid on Mortgage Revenue Bonds	0	0	(355,039)	0	(355,039)
Principal Paid on OWDA Loan	0	0	(3,238)	0	(3,238)
Interest Paid on OWDA Loan	0	0	(2,228)	0	(2,228)
Principal Paid on Capital Leases	(1,702)	0	0	0	(1,702)
Interest Paid on Capital Leases	(492)	0	0	0	(492)
Net Cash Provided by (Used for) Capital and Related Financing Activities	(351,059)	74,539	(1,081,301)	(80,418)	(1,438,239)
<u>Cash Flows from Investing Activities:</u>					
Interest	0	45,999	100,133	80,218	226,350
Net Cash Provided by Investing Activities	0	45,999	100,133	80,218	226,350
Net Increase (Decrease) in Cash and Cash Equivalents	(234,487)	472,415	(201,560)	644,072	680,440
Cash and Cash Equivalents Beginning of Year	339,853	623,767	3,175,508	2,040,497	6,179,625
Cash and Cash Equivalents End of Year	\$105,366	\$1,096,182	\$2,973,948	\$2,684,569	\$6,860,065

(Continued)

Belmont County, Ohio
Statement of Cash Flows
Enterprise Funds
For the Year Ended December 31, 2006
(Continued)

	Business-Type Activity				Total Enterprise
	Park Health Center	Sanitary Sewer District 2	Water Works 3	Nonmajor Enterprise	
<u>Reconciliation of Operating Income to Net Cash Provided by (Used for) Operating Activities:</u>					
Operating Income	\$788	\$1,526	\$238,063	\$27,645	\$268,022
<u>Adjustments to Reconcile Operating Income to Net Cash Provided by (Used for) Operating Activities</u>					
Depreciation	157,421	302,037	791,114	40,995	1,291,567
Changes in Assets and Liabilities:					
(Increase) Decrease in Accounts Receivable	(121,541)	(8,773)	8,449	21,011	(100,854)
Increase in Intergovernmental Receivable	(169,743)	0	0	0	(169,743)
Increase in Materials and Supplies Inventory	(3,836)	(2,187)	(2,419)	(4,342)	(12,784)
Decrease in Interfund Receivable	0	0	40,332	0	40,332
Increase (Decrease) in Accrued Wages and Benefits Payable	4,174	1,136	(648)	(2,174)	2,488
Increase (Decrease) in Accounts Payable	217,664	400	48,647	(110,959)	155,752
Increase in Compensated Absences Payable	14,120	4,509	5,622	3,070	27,321
Increase in Intergovernmental Payable	17,525	8,377	4,368	39,862	70,132
Decrease in Interfund Payable	0	0	0	(47,925)	(47,925)
Decrease in Refundable Deposits Payable	0	(286)	(1,896)	(1,792)	(3,974)
Total Adjustments	115,784	305,213	893,569	(62,254)	1,252,312
Net Cash Provided by (Used for) Operating Activities	<u>\$116,572</u>	<u>\$306,739</u>	<u>\$1,131,632</u>	<u>(\$34,609)</u>	<u>\$1,520,334</u>

Noncash Activities:

During 2006, there were transfers between the Sanitary Sewer District 2 and the Sanitary Sewer District 3B enterprise funds in the amount of \$9,389.

See accompanying notes to the basic financial statements

Belmont County, Ohio
Statement of Fiduciary Assets and Liabilities
Agency Funds
December 31, 2006

Assets:

Equity in Pooled Cash and Cash Equivalents	\$6,633,774
Cash and Cash Equivalents in Segregated Accounts	443,134
Property Taxes Receivable	54,012,315
Accounts Receivable	2,608,518
Intergovernmental Receivable	<u>4,088,474</u>
Total Assets	<u><u>\$67,786,215</u></u>

Liabilities:

Due To Others	\$1,713,846
Intergovernmental Payable	59,104,438
Undistributed Assets	<u>6,967,931</u>
Total Liabilities	<u><u>\$67,786,215</u></u>

See accompanying notes to the basic financial statements

NOTE 1 – REPORTING ENTITY AND BASIS OF PRESENTATION

Belmont County, Ohio (The County), was created September 7, 1801, by Governor Arthur St. Clair. The ninth county formed in the Northwest Territory, the County is comprised of sixteen townships, six fire districts, two cities, and fourteen villages, with three of these villages overlapping into other counties. The County is governed by a board of three commissioners elected by the voters. Other elected officials that manage various segments of the County's operations are the County Auditor, County Treasurer, Recorder, Clerk of Courts, Coroner, Engineer, Prosecuting Attorney, Sheriff, three Common Pleas Court Judges, and three County Court Judges.

Although the elected officials manage the internal operations of their respective departments, the County Commissioners authorize expenditures as well as serve as the budget and taxing authority, contracting body and the chief administrator of public services for the County, including each of these departments.

A. Reporting Entity:

The reporting entity is comprised of the primary government, component units and other organizations that are included to ensure that the financial statements of the County are not misleading.

The primary government consists of all funds, departments, boards and agencies that are not legally separate from the County. For Belmont County, this includes the Board of Mental Retardation and Developmental Disabilities, the Belmont County Water and Sewer Districts, and all departments and activities that are directly operated by the elected County officials.

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

The component unit column in the basic financial statements identifies the financial data of the County's component unit, Belco Works, Inc. It is discretely reported in a separate column to emphasize that it is legally separate from the County.

Belco Works, Inc. (Belco) is a legally separate, nongovernmental not-for-profit corporation, served by a self-appointing board of trustees. The workshop, under a contractual agreement with the Belmont County Board of Mental Retardation and Developmental Disabilities (MR/DD) provides sheltered employment for mentally retarded or handicapped adults in Belmont County. The Belmont County Board of MR/DD provides the workshop with staff salaries, transportation, and equipment (except that used directly in the production of goods or rendering services), staff to administer and supervise training programs, and other funds as necessary for the operation of the workshop. Based on the significant services and resources provided by the County to Belco and Belco's sole purpose of providing assistance to the retarded and handicapped adults of Belmont County, it was determined that to exclude the workshop from the County's report would make the report incomplete. Belco Works, Inc. operates on a fiscal year ending December 31. Separately issued financial statements can be obtained from Belco Works, Inc., St. Clairsville, Ohio.

Belmont County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2006

The Belmont County Port Authority (Authority) is a body politic and corporate organized under the laws of the State of Ohio. The Authority is governed by a five member board of directors appointed by the Belmont County Board of County Commissioners. The five member board of directors will elect a chairperson, vice-chairperson, secretary and treasurer. The chairperson will preside over all meetings and will appoint committee members from the Authority board as he deems necessary. The Authority board may employ a director and other staff it deems necessary. The Authority was created to promote economic growth and development in the County. The Authority will derive its revenues from contributions from Belmont County and from funds provided by the Belmont County Department of Jobs and Family Services. Belmont County will serve as fiscal agent for the Authority. The County may impose its will on the Authority and the relationship between the primary government and the organization is such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. However, the Port Authority is newly formed and no significant financial activity has occurred. As a result, no financial information is presented in the discretely presented component unit columns.

The following potential component units have been excluded from the County's financial statements:

Belmont County Agricultural Society
Belmont County Educational Service Center
Belmont County Memorial Park Cemetery
Belmont County Sewer Authority
Belmont-Harrison Joint Vocational School
Belmont Technical College
Belmont County Law Library

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

Belmont Soil and Water Conservation District is statutorily created as a separate and distinct political subdivision of the State. The five supervisors of the Soil and Water Conservation District are elected officials authorized to contract and sue on behalf of the District. The Supervisors adopt their own budget, authorize District expenditures, hire and fire staff, and do not rely on the County to finance deficits.

Belmont County District Board of Health is governed by the Board of Health which oversees the operation of the health district and is elected by a regional advisory council comprised of township trustees and mayors of participating municipalities. The Board adopts its own budget, which is approved by the County Budget Commission as a ministerial function, hires and fires its own staff, and operates autonomously from the County. Funding is based on a rate per taxable valuation, along with state and federal grants applied for by the District.

Local Emergency Planning Commission (LEPC) is statutorily created as a separate and distinct political subdivision of the State. Its members are appointed by the Emergency Response Commission. The Commission adopts its own budget, authorizes expenditures, hires and fires staff, and operates autonomously from the County. The activity of the LEPC is reported to the Emergency Response Commission.

Belmont County Port Authority is statutorily created as a separate and distinct political subdivision of the State.

The following operation has been identified as a joint venture of Belmont County.

Belmont-Harrison Juvenile District (District)

The Belmont-Harrison Juvenile District was organized in 1972 to provide services to the juvenile courts of Belmont and Harrison counties. The legislative authority for creation of the District can be found in Section 2151.34 of the Ohio Revised Code. The function of the District is to provide detention and rehabilitation for juvenile offenders. District offices are located at Sargus Juvenile Center in St. Clairsville, Ohio, which serves as the hub for all program components. A joint board, comprised of Belmont County Commissioners and Harrison County Commissioners, is responsible for payment of expenditures and the appointment of trustees upon recommendation and approval of the juvenile judge of that county where such person is a resident. The Board of Trustees oversees and sets rules and regulations for the operation of the District programs. They also appoint the Director of the District, who, in turn, appoints all employees and controls, manages, operates, and has general charge of the District's programs. The board of county commissioners of either county within the District may withdraw from the District upon the recommendation of the juvenile court of such county.

The continued existence of the District is dependent upon the County's continued participation; however, the County does not have an equity interest in the District. Since Belmont County serves as the fiscal agent for the Board, the financial activity of the District is presented as an agency fund. Additional information on the joint venture is presented in Note 20.

The County is involved with the following organizations which are defined as jointly governed organizations. Additional financial information concerning the jointly governed organizations is presented in Note 21.

*Belmont, Harrison, and Monroe Counties Cluster
Bel-O-Mar Regional Council
Mental Health Recovery Board
Southeast Ohio Juvenile Rehabilitation District (SOJRD)
Area Office on Aging
Ohio Mid-Eastern Governments Association (OMEGA)
Jefferson-Belmont Joint Solid Waste Authority
South Eastern Narcotics Team (SENT)
Belmont County Family and Children First Council
East Ohio Correctional Facility
Buckeye Hills Resource Conservation and Development Council (RC&D)
Belmont, Carroll, Harrison, and Jefferson Counties Council of Government*

The County is associated with the following organizations which are defined as related organizations. Additional information concerning the related organizations is presented in Note 22.

*Belmont Metropolitan Housing Authority
Belmont Park District*

The County is associated with the following organizations which are public entity pools. Additional information concerning the pools is presented in Note 23.

*County Risk Sharing Authority (CORSA)
County Commissioners Association of Ohio Workers' Compensation Group Rating Plan*

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the County have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The County also applies Financial Accounting Standards Board (FASB) statements and interpretations issued on or before November 30, 1989, to its governmental and business-type activities and to its proprietary funds provided they do not conflict with or contradict GASB pronouncements and has elected not to apply Financial Accounting Standards Board (FASB) statements and interpretations issued after November 30, 1989, to its enterprise funds and business-type activities. The most significant of the County's accounting policies are described below.

A. Basis of Presentation

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

Government-wide Financial Statements The statement of net assets and the statement of activities display information about the County as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. The statements distinguish between those activities of the County that are governmental and those that are considered business-type activities. The statement of net assets presents the financial condition of the governmental and business-type activities of the County at year-end. The statement of activities presents a comparison between direct expenses and program revenues for each program or function of the County's governmental activities and for the business-type activities of the County. Direct expenses are those that are specifically associated with a service, program or department and therefore clearly identifiable to a particular function. The policy of the County is to not allocate indirect expenses to functions in the statement of activities. Program revenues include charges paid by the recipient of the goods or services offered by the program, grants and contributions that are restricted to meeting the operational or capital requirements of a particular program and interest earned on grants that is required to be used to support a particular program. Revenues which are not classified as program revenues are presented as general revenues of the County, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each business segment or governmental function is self-financing or draws from the general revenues of the County.

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

B. Fund Accounting

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

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

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

Public Assistance Fund The public assistance fund accounts for various Federal and State grants as well as transfers from the general fund used to provide public assistance to general relief recipients and to pay their providers of medical assistance and certain public social services.

Mental Retardation Fund To account for revenue from tax levies, and federal, state and local monies used for providing services to the mentally retarded citizens of the County.

Infrastructure Fund To account for transfers from the general fund to be used for acquisition, construction, or improvement of capital assets.

Proprietary Funds Proprietary fund reporting focuses on the determination of operating income, changes in net assets, financial position and cash flows.

Enterprise Funds Enterprise funds may be used to account for any activity for which a fee is charged to external users for goods or services. The following are the County's major enterprise funds:

Park Health Center Fund To account for revenues derived from resident fees for long-term care and therapy services provided and bond anticipation notes. The revenue is used for the operation of the Park Health Center facility.

Sanitary Sewer District 2 Fund To account for user charges from the sanitary sewer service east of St. Clairsville following United States Route 40 to Blaine. The district has its own rate structure and contracts with the City of Bellaire for sewage treatment. Revenue is used for operating expenses and to pay general obligation bonds and note debt.

Water Works 3 Fund To account for user charges from the distribution of treated water west of Bellaire and any area not included in Water Works District 2. The district has its own facilities. Revenue is used for operating expenses and to pay general obligation bonds, mortgage revenue bonds, note indebtedness, and an Ohio Water Development Authority loan.

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

The County's fiduciary funds are all classified as agency funds. The agency funds account for assets held by the County as agent for the Board of Health and other districts and entities and for various taxes, assessments, and state shared resources collected on behalf of and distributed to other local governments.

C. Measurement Focus

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

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

Like the government-wide statements, all proprietary fund types are accounted for on a flow of economic resources measurement focus. All assets and all liabilities associated with the operation of these funds are included on the statement of 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 determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Proprietary and fiduciary funds also use the accrual basis of accounting. Differences in the accrual and the modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred revenue, and in the presentation of expenses versus expenditures.

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

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

Under the modified accrual basis, the following revenue sources are considered to be both measurable and available at year-end: sales tax (see Note 8), interest, federal and state grants and subsidies, state-levied locally shared taxes (including motor vehicle license fees and gasoline taxes), fees and rentals.

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

Property taxes for which there is an enforceable legal claim as of December 31, 2006, but which were levied to finance year 2007 operations, have been recorded as deferred revenue. Grants and entitlements received before the eligibility requirements are met are also recorded as deferred revenue.

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

Expenses/Expenditures On the accrual basis of accounting, expenses are recognized at the time they are incurred.

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

E. Budgetary Process

All funds, except agency funds, are legally required to be budgeted and appropriated. The major documents prepared are the tax budget, the certificate of estimated resources, and the appropriations resolution, all of which are prepared on the budgetary basis of accounting. The tax budget demonstrates a need for existing or increased tax rates. The certificate of estimated resources establishes a limit on the amount the County Commissioners may appropriate. The appropriations resolution is the County Commissioners' authorization to spend resources and sets annual limits on expenditures plus encumbrances at the level of control selected by the County Commissioners. The legal level of control has been established by County Commissioners at the object level within each fund, program, and department. Any budgetary modifications at this level may only be made by resolution of the County Commissioners.

The certificate of estimated resources may be amended during the year if projected increases or decreases in revenue are identified by the County Auditor. The amounts reported as the original budgeted amounts on the budgetary statements reflect the amounts when the original appropriations were adopted. The amounts reported as the final budgeted amounts on the budgetary statements reflect the amounts on the final amended certificate of estimated resources issued during 2006 upon which the final appropriations were passed.

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

F. Cash, Cash Equivalents, and Investments

Cash balances of the County's funds, except cash held by a trustee or fiscal agent or held in segregated accounts, are pooled and invested in short-term investments in order to provide improved cash management. During 2006, investments were limited to STAR Ohio, money market mutual funds, and certificates of deposit. 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. The County has invested funds in the State Treasurer's Asset Reserve of Ohio (STAR Ohio) during year 2006. 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, 2006. Investments of the cash management pool and investments with original maturities of three months or less at the time they are purchased are presented on the financial statements as cash equivalents. Investments with an initial maturity of more than three months are reported as investments.

Under existing Ohio statutes, all investment earnings accrue to the general fund unless statutorily required to be credited to a specific fund. Interest revenue credited to the general fund during 2006 amounted to \$2,039,004 which includes \$1,893,453 assigned from other funds.

G. Restricted Assets

Certain resources set aside for the repayment of principal and interest on enterprise fund mortgage revenue bonds are classified as restricted assets on the Statement of Fund Net Assets – Enterprise Funds because their use is limited by applicable bond covenants. Restricted assets of the County also include cash held for customer deposits and unclaimed monies.

H. Assets Held for Resale

As part of the economic development program, the County has acquired land at the Fox Commerce Industrial Park. This land is intended to be sold to businesses to promote economic development within the County. Transactions are conducted through the County's general fund.

I. Inventory

Inventories are presented at cost on a first-in, first-out basis and are expended/expensed when used.

J. Prepaid Items

Payments made to vendors for services that will benefit periods beyond December 31, 2006, are recorded as prepaid items using the consumption method by recording a current asset for the prepaid amount and reflecting the expenditure/expense in the year in which services are consumed.

K. Capital Assets

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

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. The County was able to estimate the historical cost for the initial reporting of infrastructure by back trending (i.e., estimating the current replacement cost of the infrastructure to be capitalized and using an appropriate price-level index to deflate the cost to the acquisition year or estimated acquisition year). Donated capital assets are recorded at their fair market values as of the date received.

The County maintains a capitalization threshold of five thousand dollars, with the exception of infrastructure which is capitalized at \$10,000. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not. Interest costs incurred during the construction of capital assets utilized by the enterprise funds are also capitalized. All infrastructure of the County has been reported, including infrastructure acquired prior to December 31, 1980.

Belmont County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2006

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

<u>Description</u>	<u>Estimated Lives</u>
Buildings and Improvements	10-40 Years
Machinery and Equipment	5-25 Years
Infrastructure	15-50 Years
Vehicles	5-15 Years

L. Interfund Balances

On fund financial statements, receivables and payables resulting from short-term interfund loans or interfund services provided and used are classified as "interfund receivables/payables."

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

M. Compensated Absences

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

Sick leave benefits are accrued as a liability using the vesting method. The liability includes the employees who are currently eligible to receive termination benefits and those the County has identified as probable of receiving payment in the future. The amount is based on accumulated sick leave and employee wage rates at year end taking into consideration any limits specified in the County's termination policy. The County records a liability for sick leave for employees with fifteen or more years of service for all departments with the exception of the Park Health Center, the Sheriff's Office, the Engineers Office, 911 department and Jobs and Family Services department which record the sick leave liability for employees with ten or more years of service.

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

On governmental fund financial statements, compensated absences are recognized as a liability and expenditure to the extent payments come due each period upon the occurrence of employee resignations and retirements. These amounts are recorded in the account "Matured Severance Payable" in the fund from which the employees who have accumulated leave are paid. For enterprise funds, the entire amount of compensated absences is reported as a fund liability.

N. Accrued Liabilities and Long-term Obligations

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

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 due for payment during the current year. Bonds, capital leases, and long-term loans are recognized as a liability in the governmental fund financial statements when due.

O. Bond Premiums, Discounts, Gains/Losses on Refunding and Issuance Costs

Bond issuance costs and bond premiums and discounts are deferred and amortized over the term of the bonds using the straight-line method, which approximates the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are recorded as deferred charges and amortized over the term of the related debt. Any Gain/Loss on refunding is allocated over the life of the old debt or the new debt whichever is shorter.

On the governmental fund financial statements, issuance costs, bond premiums, and bond discounts are recognized in the current period. The face amount of the debt issue is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources, while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

P. Fund Balance Reserves

The County records reservations for portions of fund balance which are legally segregated for specific future use or which do not represent available, spendable resources and, therefore, are not available for appropriations for expenditures. Undesignated fund balance indicates that portion of fund equity which is available for appropriation in future periods. Fund balance reserves have been established for encumbrances, loans receivable, assets held for resale, and claimants for unclaimed monies. Reservation for claimants is established because by law unclaimed monies are not available for appropriation until five years have elapsed.

Q. Fund Balance Designations

The County has fund balance designations on the balance sheet in the General fund that represents money set-aside by the County Commissioners for budget stabilization.

R. Net Assets

Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt, consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvement of those assets. Net assets are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the County or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. The restrictions for other purposes, miscellaneous are primarily for net assets associated with various state and federal grants. The government-wide statement of net assets reports \$27,656,301 of restricted net assets for governmental activities, of which no monies are restricted by enabling legislation.

Net assets restricted for debt service in the business-type activities consist of bond premiums for the Water Enterprise Funds and amounts restricted for bond indenture covenants. Under Ohio law, bond premiums are restricted for the payment of future debt obligations.

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

S. Operating Revenues and Expenses

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the County, these revenues are charges for services for the Park Health Center, wastewater treatment, and the sale of water. Operating expenses are necessary costs

incurred to provide the good or service that is the primary activity of the fund. Revenues and expenses not meeting these definitions are reported as nonoperating.

T. Capital Contributions

Contributions of capital arise from outside contributions of capital assets, tap-in fees to the extent they exceed the cost of the connection to the system, or from grants or outside contributions of resources restricted to capital acquisition and construction.

U. Internal Activity

Internal allocations of overhead expenses from one function to another or within the same function are eliminated on the Statement of Activities.

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.

V. Extraordinary and Special Items

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the County and that are either unusual in nature or infrequent in occurrence.

W. Estimates

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

NOTE 3 – CHANGES IN ACCOUNTING PRINCIPLES

Changes in Accounting Principles For the year ended December 31, 2006, the County has implemented GASB Statement No. 44, "Economic Condition Reporting: The Statistical Section." The purpose of GASB Statement No. 44 is to improve the understandability and usefulness of the information that State and local governments present as supplementary information in the statistical section.

NOTE 4 - BUDGETARY BASIS OF ACCOUNTING

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

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

Belmont County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2006

1. Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis).
2. Expenditures are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis).
3. Outstanding year end encumbrances are treated as expenditures (budget basis) rather than as a reservation of fund balance (GAAP basis).
4. Proceeds from and principal payments on short-term note obligations are reported on the operating statement (budget basis) rather than as balance sheet transactions (GAAP basis).
5. Unrecorded cash and unrecorded interest represents amounts received but not included on the budgetary statement, but reported on the operating statement prepared using GAAP. The reconciled difference between the beginning and end of the year is reflected in the following tables as unrecorded cash.
6. Cash that is held by agency funds on behalf of County funds represent amounts not included on the budgetary statement that are allocated and reported in the appropriate County fund on a GAAP basis.

Adjustments necessary to convert the results of operations at the end of the year on the Budget basis to the GAAP basis are as follows:

Net Change in Fund Balances
General and Major Special Revenue Funds

	General	Public Assistance	Mental Retardation
GAAP Basis	(\$116,084)	(\$1,088,655)	\$1,635,064
Net Adjustments for			
Revenue Accruals	(77,691)	1,289,034	(23,542)
Net Adjustments for			
Expenditure Accruals	21,130	2,214	35,813
Unrecorded Cash	(33,537)	(443,440)	(39,355)
Transfers In	141,626	0	0
Advances In	18,187	0	0
Advances Out	(49,705)	0	0
Encumbrances	(1,884,941)	0	(541,200)
Budget Basis	(\$1,981,015)	(\$240,847)	\$1,066,780

NOTE 5 – ACCOUNTABILITY AND COMPLIANCE

A. Fund Deficits:

The following funds had a deficit fund balance or deficit net assets as of December 31, 2006:

	Deficit Fund Balance	Deficit Net Assets
<u>Special Revenue Fund:</u>		
Public Assistance	\$408,407	
<u>Enterprise Fund:</u>		
Water Works 1		\$16,728

The deficit in the special revenue fund is largely the result of the recognition of liabilities in accordance with generally accepted accounting principles. The general fund provides transfers to cover deficit balances; however, this is done when cash is needed rather than when accruals occur.

The enterprise fund net assets deficit resulted from accumulated operating losses. The County will review the operations to determine if steps need to be taken to insure that the funds are self-sustaining.

B. Legal Compliance:

The following accounts had expenditures plus encumbrances in excess of appropriations contrary to section 5705.41, Revised Code:

<u>Special Revenue Fund:</u>		
Federal Emergency Management Fund		
Public Works		
Contractual		\$27,746
<u>Capital Projects Fund:</u>		
Capital Outlay		
Issue II		
Contractual		\$412,463

The County will more closely monitor budgetary procedures pertaining to violations of this nature in the future.

NOTE 6 - DEPOSITS AND INVESTMENTS

Monies held by the County are classified by State Statute into two categories, active and inactive. Active monies are public monies determined to be necessary to meet current demand upon the County treasury.

Active monies must be maintained either as cash in the County treasury, in commercial accounts payable or withdrawable on demand, including negotiable order of withdrawal (NOW) accounts, or in money market deposit accounts.

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

Monies held by the County, which are not considered active, are classified as inactive. Monies may be deposited or invested in the following securities provided a written investment policy has been filed with the Ohio Auditor of State:

Belmont County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2006

1. United States Treasury Bills, Notes, Bonds, or any other obligation or security issued by the United States Treasury or any other obligation guaranteed as to principal and interest by the United States, or any book entry, zero-coupon United States treasury security that is a direct obligation of the United States;
2. Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentality, including but not limited to, the Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation, Government National Mortgage Association, and Student Loan Marketing Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
3. Written repurchase agreements in the securities listed above provided that the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least two percent and be marked to market daily, and that the term of the agreement must not exceed thirty days;
4. Bond and other obligations of the State of Ohio or its political subdivisions, provided that such political subdivisions are located wholly or partly within the County;
5. Time certificates of deposits or savings or deposit accounts, including, but not limited to, passbook accounts;
6. No-load money market mutual funds consisting exclusively of obligations described in (1) or (2) above and repurchase agreements secured by such obligations, provided that these investments are made only through eligible institutions;
7. The State Treasurer's investment pool (STAR Ohio);
8. Securities lending agreements in which the County lends securities and the eligible institution agrees to simultaneously exchange similar securities or cash, equal value for equal value;
9. Up to twenty-five percent of the County's average portfolio in either of the following:
 - a. commercial paper notes in entities incorporated under the laws of Ohio or any other State that have assets exceeding five hundred million dollars rated at the time of purchase, which are rated in the highest qualification established by two nationally recognized standard rating services, which do not exceed ten percent of the value of the outstanding commercial paper of the issuing corporation and which mature within 270 days after purchase;
 - b. bankers acceptances eligible for purchase by the federal reserve system and which mature within 180 days after purchase.
10. Fifteen percent of the County's average portfolio in notes issued by U.S. corporations or by depository institutions that are doing business under authority granted by the U.S. provided that the notes are rated in the second highest or higher category by at least two nationally recognized standard rating services at the time of purchase and the notes mature within two years from the date of purchase.
11. No-load money market mutual funds rated in the highest category at the time of purchase by at least one nationally recognized standard rating service consisting exclusively of obligations guaranteed by the United States, securities issued by a federal government agency or instrumentality, and/or highly rated commercial paper.

12. One percent of the County's average portfolio in debt interests rated at the time of purchase in the three highest categories by two nationally recognized standard rating services and issued by foreign nations diplomatically recognized by the United States government.

Reverse repurchase agreements, investments in derivatives, and investments in stripped principal or interest obligations that are not issued or guaranteed by the United States, are prohibited. The issuance of taxable notes for the purpose of arbitrage, the use of leverage and short selling are also prohibited. Other than corporate notes, commercial paper, and bankers acceptances, an investment must mature within five years from the date of settlement unless matched to a specific obligation or debt of the County. Investments must be purchased with the expectation that they will be held to maturity. Investments may only be made through specified dealers and institutions. Payment for investments may be made only upon delivery of the securities representing the investments to the treasurer or qualified trustee or, if the securities are not represented by a certificate, upon receipt of confirmation of transfer from the custodian.

Cash on Hand

At year-end, the County had \$640,865 in undeposited cash on hand which is included on the Balance Sheet of the County as part of Cash and Cash Equivalents.

Deposits

Custodial credit risk for deposits is the risk that in the event of bank failure, the County will not be able to recover deposits or collateral securities that are in the possession of an outside party. At year end, \$39,583,626 of the County's bank balance of \$41,005,060 was exposed to custodial credit risk because it was uninsured and uncollateralized. Although all statutory requirements for the deposit of money had been followed, non-compliance with federal requirements could potentially subject the County to a successful claim by the FDIC.

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

Investments

As of December 31, 2006 the County had investments in STAR Ohio. The fair value of the investment in STAR Ohio was \$8,801,126, and the investment has an average maturity of 35 days.

Interest Rate Risk. The County has no investment policy that addresses interest rate risk. State statute requires that an investment mature within five years from the date of purchase, unless matched to a specific obligation or debt of the County, and that an investment must be purchased with the expectation that it will be held to maturity.

Credit Risk. STAR Ohio carries a rating of AAAM by Standard and Poor's. Ohio Law requires that STAR Ohio maintain the highest rating provided by at least one nationally recognized standard rating service. The County has no investment policy that would further limit its investment choices.

NOTE 7 - PROPERTY TAXES

Property taxes include amounts levied against all real, public utility, and tangible personal property located in the County. Property tax revenue received during 2006 for real and public utility property taxes represents collections of 2005 taxes. Property tax payments received during 2006 for tangible personal property (other than public utility property) is for 2006 taxes.

2006 real property taxes are levied after October 1, 2006, on the assessed value as of January 1, 2006, the lien date. Assessed values are established by the State Law at 35 percent of appraised market value. 2006 real property taxes are collected in and intended to finance 2007.

Public utility tangible personal property currently is assessed at varying percentages of true collected value; public utility real property is assessed at 35 percent of true value. 2006 public utility property taxes became a lien December 31, 2005, are levied after October 1, 2006, and are collected in 2007 with real property taxes.

2006 tangible personal property taxes are levied after October 1, 2005, on the value as of December 31, 2005. Collections are made in 2006. Tangible personal property assessments are 25 percent of true value for machinery and equipment, and 23 percent for inventory.

The tangible personal property tax is being phased out - the assessment percentage for all property including inventory for 2006 is 18.75 percent. This will be reduced to 12.5 percent for 2007, 6.25 percent for 2008 and zero for 2009.

The full tax rate for all County operations for the year ended December 31, 2006, was 13.80 per \$1,000 of assessed value. The assessed values of real and tangible personal property upon which 2006 property tax receipts were based are as follows:

Real Property	\$801,971,470
Public Utility Personal Property	71,292,490
General Business	<u>103,205,611</u>
Total Assessed Property Value	<u><u>\$976,469,571</u></u>

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

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

The County treasurer collects property taxes on behalf of all taxing districts in the County. The County Auditor periodically remits to the taxing districts their portions of the taxes collected. Collections of the taxes and remittance of them to the taxing districts are accounted for in various agency funds of the County. Property tax receivable represents real and tangible personal property taxes, public utility taxes and outstanding delinquencies which are measurable as of December 31, 2006 and for which there is an enforceable legal claim. In the general fund, mental retardation fund, children services fund, mental health fund, and the in-home levy fund, the entire receivable has been offset by deferred revenue since the current taxes were not levied to finance 2006 operations and the collection of delinquent taxes during the available period is not subject to reasonable estimation. On a full accrual basis, collectible delinquent property taxes have been recorded as revenue while the remainder of the receivable is deferred.

NOTE 8 - PERMISSIVE SALES AND USE TAX

On April 10, 1985, the County Commissioners adopted a resolution which imposed a one half of one percent permissive sales tax as set forth in Section 5739.021 of the Ohio Revised Code. The tax became effective May 1, 1985, and was renewed on June 18, 1990. The revenues generated from this sales tax are used for the purpose of providing additional revenue for the County and paying the costs of administration of the levy.

On October 10, 1990, the County Commissioners imposed a one half of one percent increase in the permissive sales tax (Piggy Back Tax) in Belmont County. Then on November 8, 1994, the residents of Belmont County passed a one half of one percent increase in the permissive sales tax to fund a 911 emergency telephone system for the County, increasing the current rate to one and one half percent upon every retail sale made in Belmont County, except sales of motor vehicles, titled water craft and outboard motors. On December 31, 1999, the one half of one percent increase in the permissive tax to fund the 911 emergency telephone system expired. On October 28, 1999 the County commissioners enacted a one half of one percent to fund various County projects and is receipted into the General fund excluding \$250,000 used to fund road and bridge costs which is recorded in the Road and Bridge special revenue fund.

Vendor collections of the tax are paid to the State Treasurer by the twenty-third day of the month following collection. The State Tax Commissioner certifies to the State Auditor the amount of the tax to be returned to the County. The Tax Commissioner's certification must be made within forty-five days after the end of each month. The State Auditor then has five days in which to draw the warrant payable to the County. Proceeds of the tax are credited to the General Fund and the Road and Bridge special revenue fund.

NOTE 9 - RECEIVABLES

Receivables at December 31, 2006, consisted of taxes, interest, accounts (which include billed and unbilled charged services), and intergovernmental receivables arising from grants, entitlements, and shared revenues. Management believes all receivables are fully collectible. Delinquent accounts receivable may be certified and collected as a special assessment, subject to foreclosure for nonpayment.

In recent years the County experienced substantial flooding which resulted in significant road slip repairs which do not meet the County's capitalization criteria. Due to this flooding, there are substantial Federal Emergency Management Agency grants receivable. The costs associated with the repairs are reported as public works expense and the FEMA grants are recorded as operating grants program revenue.

Loans receivable represent low interest loans for development projects granted to eligible County businesses under the Federal Community Development Block Grant program. The loans had an annual interest rate of 3% to 6% and were to be repaid over periods ranging from five to fifteen years. Principal, in the amount of \$28,876, was repaid during 2006. Loans receivable, in the amount of \$471,124, will not be fully received within one year.

Receivables and payables on the County's financial statements are recorded to the extent that the amounts are determined significant and substantiated not only by supporting documentation, but also by a reasonable, systematic method of determining their existence, completeness, valuation, and in the case of receivables, collectibility.

Belmont County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2006

Using this criteria, the County has elected to not record child support arrearages within the special revenue and agency fund types. This amount, while potentially significant, is not considered measurable, and because collection is often significantly in arrears, the County is unable to determine a reasonable value.

A summary of the principal items of intergovernmental receivables follows:

<u>Governmental Activities:</u>	<u>Amount</u>
Local Government Funding	\$309,289
Election Reimbursements	5,652
Indigent Fee Reimbursement	74,692
Poundage	16,546
DRETAC/Real Estate Assessment	66,329
911 Wireless	175,489
Juvenile Court	133,217
County Court	1,879
Homestead/ Rollback and SB 3 Reimbursement	671,121
Motor Vehicle License and Gas Tax	2,087,183
Federal Emergency Management Agency Grants	414,378
HB 66 Reimbursement	738,566
CDBG Grant Funds	875,190
Other Special Revenue Fund Grants	78,661
Law Enforcement Fund Grants	95,131
MRDD Fund Grants	590,332
Total	<u><u>\$6,333,655</u></u>

Belmont County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2006

NOTE 10- CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2006, was as follows:

	Balance 12/31/2005	Additions	Reductions	Balance 12/31/2006
<u>Governmental Activities:</u>				
Non Depreciable Capital Assets:				
Land	\$692,299	\$0	\$0	\$692,299
Land Improvements	13,074,034	0	0	\$13,074,034
Construction in Progress	34,265	0	(34,265)	0
Total Non Depreciable Capital Assets	13,800,598	0	(34,265)	13,766,333
Depreciable Capital Assets:				
Buildings and Improvements	28,384,817	2,619,322	0	31,004,139
Furniture, Fixtures, Machinery and Equipment	7,360,717	88,622	(272,815)	7,176,524
Infrastructure	46,891,122	538,986	0	47,430,108
Vehicles	5,726,504	687,605	(302,835)	6,111,274
Total Depreciable Capital Assets	88,363,160	3,934,535	(575,650)	91,722,045
Accumulated Depreciation:				
Buildings and Improvements	(9,807,908)	(842,448)	0	(10,650,356)
Furniture, Fixtures, Machinery and Equipment	(6,255,203)	(495,758)	259,996	(6,490,965)
Infrastructure	(21,115,124)	(1,925,799)	0	(23,040,923)
Vehicles	(4,341,901)	(835,112)	299,580	(4,877,433)
Total Accumulated Depreciation	(41,520,136)	(4,099,117)	559,576	(45,059,677)
Total Depreciable Capital Assets, Net	46,843,024	(164,582)	(16,074)	46,662,368
Governmental Capital Assets, Net	\$60,643,622	(\$164,582)	(\$50,339)	\$60,428,701

Depreciation expense was charged to governmental activities as follows:

Governmental Activities:

General Government:

Legislative and Executive	\$496,134
Judicial	52,960
Public Safety	398,858
Public Works	2,392,802
Health	435,510
Human Services	322,853
Total Depreciation Expense	\$4,099,117

Belmont County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2006

	Balance 12/31/2005	Additions	Reductions	Balance 12/31/2006
<u>Business-Type Activities:</u>				
Non Depreciable Capital Assets:				
Land	\$67,606	\$20,140	\$0	\$87,746
Construction in Progress	10,732,862	574,276	(10,617,876)	689,262
Total Non Depreciable Capital Assets	<u>10,800,468</u>	<u>594,416</u>	<u>(10,617,876)</u>	<u>777,008</u>
Depreciable Capital Assets:				
Buildings and Improvements	17,113,704	250,318	0	17,364,022
Furniture, Fixtures, Machinery and Equipment	753,329	0	0	753,329
Infrastructure	24,850,793	11,512,089	0	36,362,882
Vehicles	484,123	5,035	(6,000)	483,158
Total Depreciable Capital Assets	<u>43,201,949</u>	<u>11,767,442</u>	<u>(6,000)</u>	<u>54,963,391</u>
Accumulated Depreciation:				
Buildings and Improvements	(6,011,924)	(414,009)	0	(6,425,933)
Furniture, Fixtures, Machinery and Equipment	(365,890)	(62,057)	0	(427,947)
Infrastructure	(12,473,587)	(785,319)	0	(13,258,906)
Vehicles	(360,421)	(30,182)	6,000	(384,603)
Total Accumulated Depreciation	<u>(19,211,822)</u>	<u>(1,291,567)</u>	<u>6,000</u>	<u>(20,497,389)</u>
Total Depreciable Capital Assets, Net	<u>23,990,127</u>	<u>10,475,875</u>	<u>0</u>	<u>34,466,002</u>
Business-Type Capital Assets, Net	<u>\$34,790,595</u>	<u>\$11,070,291</u>	<u>(\$10,617,876)</u>	<u>\$35,243,010</u>

Depreciation expense was charged to business-type activities as follows:

Park Health Center	\$157,421
Sanitary Sewer District 2	302,037
Water Works 3	791,114
Water Works 1	2,790
Sanitary Sewer District 1	1,929
Sanitary Sewer District 3A	7,183
Sanitary Sewer District 3B	9,990
Sanitary Sewer District 3C	1,427
Water Works 2	17,676
Total Depreciation Expense	<u>\$1,291,567</u>

NOTE 11 - RISK MANAGEMENT

The County is exposed to various risks of loss related to torts; theft of, damage to or destruction of assets; errors and omissions; employee injuries, and natural disasters. By contracting with the County Risk Sharing Authority (CORSA) for liability, property, and crime insurance, the County has addressed these various types of risk.

CORSA, a non-profit corporation sponsored by the County Commissioners Association of Ohio, was created to provide affordable liability, property, casualty and crime insurance coverage for its members. CORSA was established May 12, 1987, and has grown to sixty members.

Under the CORSA program, the County has the following coverage:

<u>Type of Coverage</u>	<u>Amount</u>	
<i>Liability:</i>		
General	\$1,000,000	Each Occurrence
Law Enforcement	1,000,000	Each Occurrence
Auto	1,000,000	Each Occurrence
Errors and Omissions	1,000,000	Each Occurrence
Stop Gap Liability	1,000,000	
Medical Professional	6,000,000	
Excess Liability	5,000,000	
Uninsured / Underinsured Motorists	250,000	
<i>Property:</i>		
Property	127,998,537	Replacement Cost Value
Equipment Breakdown	100,000,000	Replacement Cost Value
Crime	1,000,000	
Newly Aquired Location	5,000,000	
Contractor's Equipment	Actual Cash Value	
Property in Transit	100,000	Each Occurrence
Extra Expense Business Interruption	1,000,000	Each Occurrence
Flood Damage	100,000,000	Each Occurrence
Earthquake Damage	100,000,000	Each Occurrence
Debris Removal	1,000,000	Each Occurrence
Valuable Papers	1,000,000	Each Occurrence
Unintentional Omissions	250,000	Each Occurrence
Auto Physical Damage	Actual Cash Value	
<i>Crime:</i>		
Employee Dishonesty	\$1,000,000	Each Occurrence
Money and Securities	\$1,000,000	Each Occurrence
Depositor's Forgery	\$1,000,000	Each Occurrence

The deductible on the above coverage for each occurrence is \$2,500.

The amount of settlements has not exceeded commercial coverage in any of the past three years. Also, the limits have not been lowered significantly in the past year. With the exception of workers' compensation, all insurance is held with CORSA. The County pays all elected official bonds by statute.

The County participates in the workers' compensation program provided by the state of Ohio. For 2006, the County participated in the County Commissioners Association of Ohio Workers' Compensation Group Rating Plan (Plan), an insurance purchasing pool (See Note 23). The Plan is intended to achieve lower workers' compensation rates while establishing safer working conditions and environments for the participants. The workers compensation experience of the participating Counties is calculated as one experience and a common premium rate is applied to all participants in the Plan. Each participant pays its workers' compensation premium to the State based on the rate for the Plan rather than its individual rate. In order to allocate the savings derived by formation of the Plan, and to maximize the number of participants in the Plan, the Plan's executive committee annually calculates the total savings which accrued to the Plan through its formation. This savings is then compared to the overall savings percentage of the Plan. The Plan's executive committee then collects rate contributions from or pays rate equalization rebates to the various participants. A savings of 20 percent was realized on the annual premium costs. Participation in the Plan is limited to Counties that can meet the Plan's selection criteria. The firm of Comp Management, Inc. provides administrative, cost control and actuarial services to the Plan. Each year, the County pays an enrollment fee to the Plan to cover the costs of administering the program.

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

NOTE 12 - DEFINED BENEFIT PENSION PLANS

A. Ohio Public Employees Retirement System:

The County participates in the Ohio Public Employees Retirement System (OPERS). OPERS administers three separate pension plans. The traditional plan is a cost-sharing, multiple-employer defined benefit pension plan. The member-directed plan is a defined contribution plan in which the member invests both member and employer contributions (employer contributions vest over five years at 20 percent per year). Under the member directed plan, members accumulate retirement assets equal to the value of the member and vested employer contributions plus any investment earnings. The combined plan is a cost-sharing, multiple-employer defined benefit pension plan that has elements of both a defined benefit and a defined contribution plan. Under the combined plan, employer contributions are invested by the retirement system to provide a formula retirement benefit similar to the traditional plan benefit. Member contributions, whose investment is self-directed by the member, accumulate retirement assets in a manner similar to the member directed plan.

OPERS provides retirement, disability, survivor and death benefits and annual cost of living adjustments to members of the traditional and combined plans. Members of the member directed plan do not qualify for ancillary benefits. Authority to establish and amend benefits is provided by Chapter 145 of the Ohio Revised Code. OPERS issues a stand-alone financial report that may be obtained by writing to OPERS, 277 East Town Street, Columbus, Ohio 43215-4642 or by calling (614) 222-5601 or 800-222-7377.

For the year ended December 31, 2006, the members of all three plans, except those in law enforcement participating in the traditional plan, were required to contribute 9 percent of their annual covered salaries. Members participating in the traditional plan who were in law enforcement contributed 10.1 percent of their annual covered salary. The County's contribution rate for pension benefits for 2006 was 13.7 percent, except for those plan members in law enforcement or public safety. For those classifications, the County's pension contributions were 16.93 percent of covered payroll. The Ohio Revised Code provides statutory authority for member and employer contributions.

The County's required contributions for pension obligations to the traditional and combined plans for the years ended December 31, 2006, 2005, and 2004 were \$3,803,966, \$3,579,632 and \$3,404,522 respectively; 90.9 percent has been contributed for 2006 and 100 percent for 2005 and 2004. Contributions to the member-directed plan for 2006 were \$8,172 made by the County and \$5,368 made by the plan members.

B. State Teachers Retirement System (STRS):

Certified teachers employed by the County for the Board of Mental Retardation and Developmental Disabilities, participate in the State Teachers Retirement System of Ohio (STRS Ohio), a cost-sharing, multiple-employer public employee retirement system. STRS Ohio provides retirement and disability benefits to members and death and survivor benefits to beneficiaries. STRS Ohio issues a stand-alone financial report that may be obtained by writing to STRS Ohio, 275 E. Broad St., Columbus, OH 43215-3371 or by calling (614) 227-4090, or by visiting the STRS Ohio Web site at www.strs.org.

New members have a choice of three retirement plans, a Defined Benefit (DB) Plan, a Defined Contribution (DC) Plan and a Combined Plan. The DB plan offers an annual retirement allowance based on final average salary times a percentage that varies based on years of service, or an allowance based on member contributions and earned interest matched by STRS Ohio funds times an actuarially determined annuity factor. The DC Plan allows members to place all their member contributions at 10.5 percent of earned compensation into an investment account. Investment decisions are made by the member. A member is eligible to receive a retirement benefit at age 50 and termination of employment. The Combined Plan offers features of both the DC Plan and the DB Plan. In the Combined Plan, member contributions are invested by the member, and employer contributions are used to fund the defined benefit payment at a reduced level from the regular DB Plan. DC and Combined Plan members will transfer to the Defined Benefit Plan during their fifth year of membership unless they permanently select the DC or Combined Plan. Existing members with less than five years of service credit as of June 30, 2001, were given the option of making a one time irrevocable decision to transfer their account balances from the existing DB Plan into the DC Plan or the Combined Plan. This option expired on December 31, 2001. Benefits are established by Chapter 3307 of the Ohio Revised Code.

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

For the fiscal year ended June 30, 2006, plan members were required to contribute 10 percent of their annual covered salaries. The County was required to contribute 14 percent; 13 percent was the portion used to fund pension obligations. For fiscal year 2005, the portion used to fund pension obligations was also 13 percent. Contribution rates are established by the State Teachers Retirement Board, upon recommendations of its consulting actuary, not to exceed statutory maximum rates of 10 percent for members and 14 percent for employers. Chapter 3307 of the Ohio Revised Code provides statutory authority for member and employer contributions.

The County's required contributions for pension obligations to the DB Plan for the fiscal years ended June 30, 2006, 2005, and 2004 were \$68,001, \$82,960, and \$84,880 respectively; 100 percent has been contributed for fiscal years 2005 and 2004. No contributions were made to the DC and Combined Plans for fiscal year 2006 by the County and plan members.

C. Social Security System

Effective July 1, 1991, all employees not otherwise covered by a State Retirement System have an option to choose social security or the appropriate state system. The County's liability is 6.2 percent of wages paid. As of December 31, 2006, one employee has elected social security.

NOTE 13 - POST-EMPLOYMENT BENEFITS

A. Ohio Public Employees Retirement System (OPERS):

The Ohio Public Employees Retirement System (OPERS) provides postretirement health care coverage to age and service retirees with ten or more years of qualifying Ohio service credit with either the traditional or combined plans. Health care coverage for disability recipients and qualified survivor benefit recipients is available. Members of the member-directed plan do not qualify for postretirement health care coverage. A portion of each employer's contribution to the traditional or combined plans is set aside for the funding of postretirement health care based on authority granted by State statute. The 2006 local government employer contribution rate was 13.7 percent of covered payroll (16.93 percent for public safety and law enforcement); 4.50 percent of covered payroll was the portion that was used to fund health care.

Benefits are advance-funded using the individual entry age actuarial cost method. Significant actuarial assumptions, based on OPERS's latest actuarial review performed as of December 31, 2005, include a rate of return on investments of 6.50 percent, an annual increase in active employee total payroll of 4.00 percent compounded annually (assuming no change in the number of active employees) and an additional increase in total payroll of between .50 percent and 6.3 percent based on additional annual pay increases. Health care costs were assumed to increase between .50 and 6.00 percent annually for the next nine years and 4.00 percent annually after nine years.

All investments are carried at market value. For actuarial valuation purposes, a smoothed market approach is used. Assets are adjusted to reflect 25 percent of unrealized market appreciation or depreciation on investment assets annually, not to exceed a 12 percent corridor.

The number of active contributing participants in the traditional and combined plans was 369,214. The number of active contributing participants for both plans used in the December 31, 2005, actuarial valuation was 358,804. Actual employer contributions for 2006 which were used to fund postemployment benefits were \$1,249,478. The actual contribution and the actuarially required contribution amounts are the same. OPERS's net assets available for payment of benefits at December 31, 2005, (the latest information available) were \$11.1 billion. The actuarially accrued liability and the unfunded actuarial accrued liability were \$31.3 billion and \$20.2 billion, respectively.

On September 9, 2004 the OPERS Retirement Board adopted a Health Care Preservation Plan (HCPP) with an effective date of January 1, 2007. To improve the solvency of the Health Care Fund, OPERS created a separate investment pool for health care assets. Member and employer contribution rates increased as of January 1, 2006, and January 1, 2007, which will allow additional funds to be allocated to the health care plan.

B. State Teachers Retirement System (STRS):

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

All STRS benefit recipients and sponsored dependents are eligible for health care coverage. The STRS Board has statutory authority over how much, if any, of the health care cost will be absorbed by STRS. All benefit recipients pay a portion of the health care cost in the form of a monthly premium.

By law, the cost of coverage paid from STRS funds is included in the employer contribution rate, currently 14 percent of covered payroll. For the fiscal year ended June 30, 2006, the STRS Board allocated employer contributions equal to 1 percent of covered payroll to the Health Care Reserve Fund. For the County, this amount equaled \$32,283 for fiscal year 2006.

STRS pays health care benefits from the Health Care Stabilization Fund. At June 30, 2006, the balance in the Fund was \$3.5 billion. For the year ended June 30, 2006, net health care costs paid by STRS were \$282,743,000 and STRS had 119,184 eligible benefit recipients.

NOTE 14 - OTHER EMPLOYER BENEFITS

A. Compensated Absences:

County employees earn vacation and sick leave at varying rates depending on length of service and department policy. All accumulated, unused vacation time is paid upon separation if the employee has at least one year of service with the County. Accumulated, unused sick leave and compensatory time is paid to a terminated employee at varying rates depending on length of service and department policy.

B. Medical and Life Insurance

The County contracts annually with The Health Plan, Health Assurance HMO, and Health Assurance PPO for employee health insurance. The County and most employees share in the cost of the monthly premiums paid to each carrier. The County also pays one hundred percent of the monthly premiums for dental and vision insurance provided through Delta Dental and Vision Service Plan, respectively. The County also pays the premiums for employee life insurance which is contracted through Medical Life Insurance. The Board of Mental Retardation and Developmental Disabilities employees are provided life insurance through J.W. Didion.

NOTE 15 - CAPITAL LEASES - LESSEE DISCLOSURE

In prior years, the County has entered into capitalized leases for copying and office equipment. During 2005, the County entered into additional capital leases for copying equipment. Each lease meets the criteria of a capital lease as defined by Statement of Financial Accounting Standards No. 13 "Accounting for Leases," which defines a capital lease generally as one which transfers benefits and risks of ownership to the lessee. Capital lease payments are reflected as debt service expenditures on the statement of revenues, expenditures, and changes in fund balance for the governmental funds and as a reduction of the liability in the enterprise funds.

Equipment acquired by lease has been capitalized in the government wide statements governmental activities in the amount of \$290,729, and business type activities in the amount of \$9,069, which is equal to the present value of the future minimum lease payments at the time of acquisition. A corresponding liability was recorded in the government wide statements governmental activities. Governmental activities capitalized leased assets are reflected net of accumulated depreciation in the amount of \$80,936, and business type capitalized leased assets are reflected net of accumulated depreciation in the amount of \$3,628 in the Park Health Center Fund. Principal payments towards capital leases during 2006 totaled \$53,447 for governmental activities and \$1,702 for business activities.

Future minimum lease payments through 2010 are as follows:

Year	Governmental Activities		Business Type Activities	
	Principal	Interest	Principal	Interest
2007	53,517	7,583	1,838	355
2008	47,102	3,874	1,986	208
2009	26,066	931	1,593	52
2010	739	13	0	0
Total	<u>\$127,424</u>	<u>\$12,401</u>	<u>\$5,417</u>	<u>\$615</u>

NOTE 16 - CONSTRUCTION COMMITMENTS

As of December 31, 2006 the County had the following contractual purchase commitments.

Project	Fund	Purchase Commitment	Paid as of 12/31/06	Remaining on Contracts
215 Sewer Project Phase II	Sanitary Sewer 2	\$358,097	\$334,643	\$23,454
Force Main	Sanitary Sewer 2	572,848	307,001	265,847
Totals		<u>\$930,945</u>	<u>\$641,644</u>	<u>\$289,301</u>

NOTE 17 - LONG-TERM LIABILITIES

Changes in the County's long-term liabilities during 2006 consist of the following:

Belmont County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2006

	Outstanding 12/31/2005	Additions	Reductions	Outstanding 12/31/2006	Amounts Due Within One Year
Governmental Activities					
General Obligation Bonds					
Various Purpose/Refunding - 2003 \$2,995,000					
County Building Refunding - \$460,000					
Serial/Term @ 2.00%	\$160,000	\$0	\$160,000	\$0	\$0
Premium - \$3,279	1,093	0	1,093	0	0
Refunding Gain - \$4,400	(1,467)	0	(1,467)	0	0
County Jail Additional - \$1,325,000					
Serial/Term @ 2.00%-3.50%	1,110,000	0	115,000	995,000	120,000
"Net" Premium/Discount - \$777	621	0	78	543	0
Refunding Gain - \$12,750	(10,200)	0	(1,275)	(8,925)	0
County Jail - 1996 \$2,725,000					
Serial/Term @ 4.0%-5.85%	1,835,000	0	1,835,000	0	0
County Jail Refunding- 2006 \$1,705,000					
Serial @ 4.0%-5.0%	0	1,705,000	0	1,705,000	145,000
"Net" Premium/Discount - \$78,695	0	78,695	0	78,695	0
Refunding Difference - \$26,223	0	(26,223)	0	(26,223)	0
General Obligation Bonds					
Various Purpose - 2006 \$6,700,000					
Satellite Building - \$1,480,000					
Serial/Term @ 4.0%-5.0%	0	1,480,000	0	1,480,000	50,000
"Net" Premium/Discount - \$33,691	0	33,691	983	32,708	0
Eastern Division Court - \$1,120,000					
Serial/Term @ 4.0%-5.0%	0	1,120,000	0	1,120,000	35,000
"Net" Premium/Discount - \$25,501	0	25,501	744	24,757	0
County Jail Expansion - \$2,100,000					
Serial/Term @ 4.0%-5.0%	0	2,100,000	0	2,100,000	70,000
"Net" Premium/Discount - \$47,798	0	47,798	1,394	46,404	0
Total General Obligation Bonds	<u>3,095,047</u>	<u>6,564,462</u>	<u>2,111,550</u>	<u>7,547,959</u>	<u>420,000</u>
Long Term Notes Payable					
Satellite Building					
2005, \$1,480,000 @ 4.00%	1,480,000	0	1,480,000	0	0
Road and Bridge Improvement Repair					
2005, \$2,000,000 @ 3.05%	2,000,000	0	2,000,000	0	0
Road and Bridge Improvement Repair					
2006, \$2,000,000 @ 4.25%	0	2,000,000	0	2,000,000	0
Total Long Term Notes Payable	<u>3,480,000</u>	<u>2,000,000</u>	<u>3,480,000</u>	<u>2,000,000</u>	<u>0</u>
Rural Industrial Park Loan					
Fox Commerce Park - 2000, \$400,000 @0.0%-4.00%	314,451	0	29,205	285,246	25,717
Capital Leases					
	180,871	0	53,447	127,424	53,517
Compensated Absences					
	2,498,383	1,793,468	1,346,929	2,944,922	1,070,745
Total Governmental Activities	<u><u>\$9,568,752</u></u>	<u><u>\$10,357,930</u></u>	<u><u>\$7,021,131</u></u>	<u><u>\$12,905,551</u></u>	<u><u>\$1,569,979</u></u>

Belmont County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2006

	Outstanding 12/31/2005	Additions	Reductions	Outstanding 12/31/2006	Amounts Due Within One Year
Business-Type Activities					
General Obligation Bonds					
Park Health Center Refunding, 1999 \$4,405,000					
Serial/Term @ 3.15%-4.80%	\$3,160,000	\$0	\$205,000	\$2,955,000	\$215,000
Refunding Gain - \$452,840	0	0	0	0	0
Various Purpose/Refunding, 2003 \$2,995,000					
Sanitary Sewer 2 - \$250,000					
Serial @ 2.00	85,000	0	85,000	0	0
"Net" Premium/Discount - \$1,792	598	0	598	0	0
Refunding Gain - \$2,400	(800)	0	(800)	0	0
Waterworks 3 - \$960,000					
Serial @ 2.00%-2.75%	670,000	0	150,000	520,000	160,000
"Net" Premium/Discount - \$5,258	3,506	0	876	2,630	0
Refunding Gain - \$9,250	(6,166)	0	(1,542)	(4,624)	0
Various Purpose Bond Issue 2006, \$6,700,000					
Sanitary Sewer 2 - \$2,000,000					
Serial/Term @ 4.00%-5.00%	0	2,000,000	0	2,000,000	100,000
"Net" Premium/Discount - \$45,526	0	45,526	1,770	43,756	0
Total General Obligation Bonds	3,912,138	2,045,526	440,902	5,516,762	475,000
Mortgage Revenue Bonds					
Waterworks 3 Phase I - 1992					
\$2,000,000 @ 6.125%	1,774,000	0	27,000	1,747,000	29,000
Waterworks 3 - 1997					
\$5,500,000 @ 4.875%	5,054,000	0	69,000	4,985,000	72,000
Total Mortgage Revenue Bonds	6,828,000	0	96,000	6,732,000	101,000
OWDA Loan					
Waterworks 3 - 1989 \$61,267 @ 8.25%	31,835	0	3,238	28,597	3,505
Long Term Notes					
Sanitary Sewer 2 - 2005, \$2,500,000 @ 4.00%	2,500,000	0	2,500,000	0	0
Sanitary Sewer 2 - 2005, \$3,300,000 @ 2.89%	3,300,000	0	3,300,000	0	0
Sanitary Sewer 2 - 2006, \$3,800,000 @ 4.25%	0	3,800,000	0	3,800,000	0
Sanitary Sewer 2 - 2006, \$1,500,000 @ 4.50%	0	1,500,000	0	1,500,000	0
Waterworks 3 - 2005, \$1,000,000 @ 4.00%	1,000,000	0	1,000,000	0	0
Waterworks 3 - 2005, \$3,300,000 @ 2.89%	3,000,000	0	3,000,000	0	0
Waterworks 3 - 2006, \$4,000,000 @ 4.25%	0	4,000,000	0	4,000,000	0
Waterworks 3 - 2006, \$300,000 @ 4.50%	0	300,000	0	300,000	0
Total Long Term Notes	9,800,000	9,600,000	9,800,000	9,600,000	0
Capital Lease	7,119	0	1,702	5,417	1,838
Compensated Absences	345,940	279,490	251,952	373,478	134,727
Total Business-Type Activities	\$20,925,032	\$11,925,016	\$10,593,794	\$22,256,254	\$716,070

Belmont County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2006

Governmental Activities:

2003 Various Purpose Refunding Bonds – On December 1, 2003 Belmont County issued \$2,995,000 of general obligation serial bonds. These various purpose refunding bonds were issued to refund the 1993 Various Purpose and Refunding Bonds of governmental and business type activities in the amounts of \$1,785,000 and \$1,210,000, respectively. The refunding bonds were issued with a “net” premium/discount of \$4,056 for governmental and \$7,050 for business type activities, which is reported as an increase to bonds payable. These amounts are being amortized to interest expense over the life of the bonds using the straight-line method. The issuance costs, \$42,879 for governmental and \$28,867 for business type activities, are reported as deferred charges and are being amortized over the life of the bonds using the straight-line method. The refunding resulted in a difference between the net carrying amount of the debt and the acquisition price, \$17,150 for governmental and \$11,650 for business type activities. These differences, reported in the accompanying financial statements as a decrease to bonds payable, are being amortized to interest expense over the life of the bonds using the straight-line method. The issuance resulted in difference (savings) between the cash flows required to service the old debt and the cash flows required to service the new debt of \$111,086 for governmental activities and \$54,874 for business type activities. The issuance resulted in a total economic gain of \$156,350, \$102,224 for governmental activities and \$54,126 for business type activities.

A breakdown of the business-type portion of this bond issue is addressed below in the business type activity portion of this note. A breakdown of the governmental portion of the total bond issue is as follows:

\$460,000 of these general obligation bonds were issued to refund \$440,000 of outstanding 1993 various purpose and refunding bonds that were originally issued to refund bonds that had been issued for the construction of the human service building. These bonds are being retired through the debt service fund from rental income from the Department of Human Services and General Fund revenues if rental income is insufficient. This was paid off on December 1, 2006.

\$1,325,000 of these general obligation bonds were issued to refund \$1,275,000 of outstanding 1993 various purpose and refunding bonds that were originally issued for construction of the jail facility. These bonds are being retired through the Debt Service fund from sales and use tax proceeds.

These bonds are not subject to optional or mandatory redemption prior to stated maturity.

Principal and interest requirements to retire the 2003 Various Purpose Refunding Bonds outstanding at December 31, 2006 are as follows:

Year Ending December 31	County Jail Additional Serial/Term Bonds	
	Principal	Interest
2007	120,000	29,957
2008	135,000	26,958
2009	135,000	23,583
2010	140,000	19,870
2011	150,000	15,670
2012-2013	315,000	16,470
Totals	<u>\$995,000</u>	<u>\$132,508</u>

Belmont County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2006

1996 County Jail Bonds – On August 1, 1996, Belmont County issued \$2,725,000 of general obligation bonds that consisted of \$1,285,000 serial bonds, and \$1,440,000 term bonds. The bonds were issued for a 20 year period with final maturity at December 1, 2016. The bonds are being retired from the Debt Service fund from sales and use tax proceeds.

These bonds were refunded on December 29, 2006, with the \$1,705,000 County Correction Facilities Refunding Bonds.

2006 County Jail Refunding Bonds – On December 29, 2006 Belmont County issued \$1,705,000 of general obligation serial bonds. These refunding bonds were issued to refund the 1996 \$2,725,000 County Jail Bonds. On November 17, 2006 the County paid principal of \$125,000 on the 1996 County Jail Bonds. At December 31, 2006, \$1,710,000, the outstanding value of the 1996 bonds was paid by the refunding bond escrow agent. The refunding bonds were issued with a “net” premium/discount of \$78,695 which is reported as an increase to bonds payable. This amount is being amortized to interest expense over the life of the bonds using the straight-line method. The issuance costs, \$43,583 are reported as deferred charges and are being amortized over the life of the bonds using the straight-line method. The refunding resulted in a difference between the net carrying amount of the debt and the acquisition price of \$26,223. This difference, reported in the accompanying financial statements as a decrease to bonds payable, is being amortized to interest expense over the life of the bonds using the straight-lone method. The issuance resulted in difference (savings) between the cash flows required to service the old debt and the cash flows required to service the new debt of \$142,734. The issuance resulted in a total economic gain of \$119,666. The bonds are being retired from the Debt Service fund from sales and use tax proceeds.

These bonds are not subject to optional or mandatory redemption prior to stated maturity.

Principal and interest requirements to retire the 2006 County Jail Refunding Bonds outstanding at December 31, 2006 are as follows:

Year Ending December 31	County Jail Refunding Serial Bonds	
	Principal	Interest
2007	145,000	69,951
2008	145,000	70,050
2009	155,000	64,250
2010	160,000	58,050
2011	165,000	51,650
2012-2013	935,000	142,800
Totals	\$1,705,000	\$456,751

2006 Various Purpose Bonds – On March 15, 2006 Belmont County issued \$6,700,000 of general obligation bonds which included serial and term in the amount of \$6,065,000 and \$635,000, respectively. These various purpose bonds were issued for governmental and business type activities, \$4,700,000 and \$2,000,000, respectively. A breakdown of the business-type portion of this bond issue is addressed below in the business type activity portion of this note. A breakdown of the governmental portion of the total bond issue is as follows:

\$1,480,000 of these general obligation bonds were issued to refund \$1,480,000 Satellite Building Bond Anticipation Notes that were issued for the purpose of paying part of the costs of acquiring and renovating buildings to house departments and agencies of the County and other political subdivisions, including without limitation, improvements to the county jail. These bonds are being retired through the Debt Service fund from revenues received from rentals from the departments and agencies of the County and other political subdivisions.

Belmont County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2006

\$1,120,000 of these general obligation bonds were issued for the purpose of paying part of the costs of acquiring, constructing and installing building improvements for use by the Eastern Division Court. These bonds are being retired through the Debt Service fund from sales and use tax proceeds.

\$2,100,000 of these general obligation bonds were issued for the purpose of paying part of the costs of acquiring, constructing and installing improvements to the County jail. These bonds are being retired through the Debt Service fund from sales and use tax proceeds.

The bonds maturing on and after December 1, 2015 are subject to optional redemption, in whole or in part, at the option of the Issuer, in inverse order of maturity, in integral multiples of \$5,000 and by lot within a maturity, on any date, commencing June 1, 2016 at the redemption prices 100% of the principal amount to be redeemed plus accrued interest to the redemption date.

The term bonds that remain outstanding mature in the year 2025 and are subject to mandatory sinking fund redemption in part at the redemption price of 100% of the principal amount thereof to be redeemed plus accrued interest to the redemption date, on the dates and in the respective principal amounts as follows:

Redemption Date (December 1)	Principal Amount to be Redeemed
2024	\$315,000

Principal and interest requirements to retire the 2006 Various Purpose Bonds outstanding at December 31, 2006 are as follows:

Year Ending December 31	Satellite Building Serial and Term Bonds		Eastern Division Court Serial and Term Bonds		County Jail Expansion Serial and Term Bonds	
	Principal	Interest	Principal	Interest	Principal	Interest
2007	\$50,000	\$63,046	\$35,000	\$47,695	\$70,000	\$89,406
2008	50,000	61,046	40,000	46,295	70,000	86,606
2009	50,000	59,046	40,000	44,695	75,000	83,806
2010	55,000	57,046	40,000	43,095	75,000	80,806
2011	55,000	54,984	45,000	41,595	80,000	77,993
2012-2016	325,000	233,610	245,000	176,289	455,000	331,469
2017-2121	405,000	151,955	305,000	114,886	575,000	217,220
2022-2026	490,000	63,238	370,000	47,694	700,000	90,343
Totals	\$1,480,000	\$743,971	\$1,120,000	\$562,244	\$2,100,000	\$1,057,649

Long Term Notes Payable – The County has an outstanding long term bond anticipation note payable that is backed by the full faith and credit of the County. The note was issued for multiple projects within the county, including governmental and business type activities, \$2,000,000 and \$7,800,000, respectively.

A breakdown of the business-type portion of this note is addressed below in the business type activity portion of this note. A breakdown of the governmental portion of the total note is as follows:

\$2,000,000 for the purpose of paying part of the costs of constructing, reconstructing and restoring roads, bridges and appurtenances of the County. The repayments will be made from revenues received from the Federal Emergency Management Agency Grants and revenues from the engineers department. This portion of the note was refinanced on March 14, 2007 as a bond anticipation note portion, see Subsequent Event Note 25.

Belmont County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2006

State Rural Industrial Park Loan – On August 23, 2000, the County entered into a loan agreement with the Ohio Department of Development for a \$400,000 Rural Industrial Park Note. This note was used for the purpose of construction of infrastructure for a new industrial park. The loan was issued for a fifteen year term bearing interest at the rate of zero percent for years one through five and a rate of four percent per annum for years six through fifteen. In addition, during years one through five payment of principal shall be due only upon the sale and transfer of parcels of land where the project is located. The amount payable as principal shall be 50% of the amount received as payment for the sale of project property. Beginning in year six, the principal balance of the loan and the interest on that amount shall be paid in one hundred twenty (120) consecutive monthly installments. In the event that revenues from the sale of property are not sufficient, general tax revenues will be used for the repayment of the loan.

Principal and interest requirements to retire the rural industrial park loan outstanding at December 31, 2006 is as follows:

Year Ending December 31	RIP Loan	
	Principal	Interest
2007	25,717	10,034
2008	29,151	9,851
2009	30,338	8,663
2010	31,574	7,427
2011	32,861	6,140
2012-2015	135,605	10,650
Totals	\$285,246	\$52,765

Capital Leases – The County has issued capital leases for copying and office equipment. These leases will be repaid through the general, public assistance, and mental retardation and development disabilities funds from County revenues.

Compensated Absences – The County will pay compensated absences from the General fund, Public Assistance, Mental Retardation, Other Special Revenue, Emergency 911, Motor Vehicle Gas Tax, Juvenile Court, and Children Services special revenue funds, and Park Health Center, Waterworks 2, Waterworks 3, Sanitary Sewer 1, Sanitary Sewer 2, Sanitary Sewer 3A, and Sanitary Sewer 3B enterprise funds.

Business Type Activities:

1999 Park Health Center Refunding Bonds – On April 1, 1999, Belmont County issued \$4,405,000 of general obligation bonds which included serial and term bonds in the amount of \$3,155,000 and \$1,250,000, respectively. These refunding bonds were issued for the purpose of advance refunding 1992 County Home Improvement Bonds in the amount of \$3,810,000. The Park Health Center advance refunding issue resulted in a difference between the acquisition price and the net carrying amount of the debt of \$452,840. This difference, reported in the accompanying financial statements as a deduction from bonds payable, is being charged to operations over the life of the bonds using the straight line method. These bonds are being repaid through operating revenues of the Park Health Enterprise Fund. A breakdown of the bond issue is as follows:

The bonds maturing after December 1, 2009 are subject to optional redemption, in whole or in part, at the option of the Issuer, in inverse order of maturity, in integral multiples of \$5,000 and by lot within a maturity, on any date, commencing December 1, 2009 at the redemption prices (expressed as percentages of the principal amount to be redeemed) set forth below, plus accrued interest to the redemption date:

Belmont County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2006

Redemption Dates (Dates Inclusive)	Redemption Prices
December 1, 2009 through November 30, 2010	101.0%
December 1, 2010 and thereafter	100.0%

The term bonds that remain outstanding mature in the year 2017 and are subject to mandatory sinking fund redemption in part on each December 1, commencing December 1, 2014 (unless otherwise called for redemption, the balance of \$335,000 is to be paid at stated maturity on December 1, 2017) at the redemption price of 100% of the principal amount thereof to be redeemed plus accrued interest to the respective redemption dates in the principal amounts and in the years as follows:

Date	to be Redeemed
2014	\$290,000
2015	305,000
2016	320,000
	\$915,000

Principal and interest requirements to retire the 1999 Park Health Center Refunding Bonds outstanding at December 31, 2006 are as follows:

Year Ending December 31	Principal	Interest
2007	215,000	135,460
2008	225,000	126,430
2009	230,000	116,868
2010	240,000	106,863
2011	255,000	96,182
2012-2016	1,455,000	294,878
2017	335,000	16,080
Totals	\$2,955,000	\$892,761

2003 Various Purpose Refunding Bonds – On December 1, 2003 Belmont County issued \$2,995,000 of general obligation serial bonds. These various purpose refunding bonds were issued to refund bonds, for governmental and business type activities in the amounts of \$1,785,000 and \$1,210,000, respectively. The refunding bonds were issued with a “net” premium/discount of \$4,056 for governmental and \$7,050 for business type activities, which is reported as an increase to bonds payable. These amounts are being amortized to interest expense over the life of the bonds using the straight-line method. The issuance costs, \$42,879 for governmental and \$28,867 for business type activities, are reported as deferred charges and are being amortized over the life of the bonds using the straight-line method. The refunding resulted in a difference between the net carrying amount of the debt and the acquisition price, \$17,150 for governmental and \$11,650 for business type activities. These differences, reported in the accompanying financial statements as a decrease to bonds payable, are being amortized to interest expense over the life of the bonds using the straight-line method. The issuance resulted in difference (savings) between the cash flows required to service the old debt and the cash flows required to service the new debt of \$111,086 for governmental activities and \$54,874 for business type activities. The issuance resulted in a total economic gain of \$156,350, \$102,224 for governmental activities and \$54,126 for business type activities.

Belmont County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2006

A breakdown of the business-type portion of the total bond issue is as follows:

\$250,000 of these general obligation bonds were issued to refund \$240,000 of outstanding 1993 various purpose and refunding bonds sewer bonds. These bonds are being retired through the Sanitary Sewer District 2 fund from revenues derived from the operation of the sewer system. These bonds were paid off on December 1, 2006.

\$960,000 of these general obligation bonds were issued to refund \$925,000 of outstanding 1993 various purpose and refunding bonds. These bonds are being retired through the Waterworks 3 fund from revenues derived from the operation of the water system.

These bonds are not subject to optional or mandatory redemption prior to stated maturity.

Principal and interest requirements to retire the 2003 Various Purpose Refunding Bonds outstanding at December 31, 2006 are as follows:

Year Ending December 31	Waterworks 3 Serial Bonds	
	Principal	Interest
2007	160,000	13,462
2008	175,000	9,463
2009	185,000	5,087
Totals	\$520,000	\$28,012

2006 Various Purpose Bonds – On March 15, 2006 Belmont County issued \$6,700,000 of general obligation bonds which included serial and term in the amount of \$6,065,000 and \$635,000, respectively. These various purpose bonds were issued for governmental and business type activities, \$4,700,000 and \$2,000,000, respectively.

A breakdown of the business-type portion of the total bond issue is as follows:

\$2,000,000 of these general obligation bonds were issued to refund \$2,000,000 of outstanding Various Purpose Bond Anticipation Notes that were issued for the purpose of acquiring and constructing sanitary sewer improvements. These bonds are being retired through the Sanitary Sewer District 2 fund from revenues derived from the operation of the sewer system.

The bonds maturing on and after December 1, 2015 are subject to optional redemption, in whole or in part, at the option of the Issuer, in inverse order of maturity, in integral multiples of \$5,000 and by lot within a maturity, on any date, commencing June 1, 2016 at the redemption prices 100% of the principal amount to be redeemed plus accrued interest to the redemption date.

Year Ending December 31	Sanitary Sewer No. 2 Serial and Term Bonds	
	Principal	Interest
2007	\$100,000	\$85,988
2008	100,000	81,987
2009	105,000	77,988
2010	110,000	73,787
2011	115,000	69,662
2012-2016	655,000	264,250
2017-2121	815,000	100,400
Totals	\$2,000,000	\$754,062

Belmont County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2006

Revenue Bonds – The County issued mortgage revenue bonds for various water and sewer projects. These bonds will be paid from revenues derived by the County from the operation of the water and sewer systems. Mortgage revenue bonds debt service requirements to maturity are as follows:

Year Ending December 31	Water Works	
	Principal	Interest
2007	101,000	350,023
2008	106,000	344,736
2009	113,000	339,181
2010	118,000	333,260
2011	124,000	327,070
2012-2016	724,000	1,530,704
2017-2021	936,000	1,319,288
2022-2026	1,210,000	1,044,606
2027-2031	1,566,000	688,575
2032-2036	1,433,000	278,012
2037	301,000	14,674
Total	<u>\$6,732,000</u>	<u>\$6,570,129</u>

The revenue bonds related bond indentures have certain restrictive covenants which principally require that bond reserve funds be maintained and charges for fees to customers be in sufficient amounts, as defined, to satisfy the obligations under the indenture agreements. In addition, special provisions exist regarding covenant violations, redemption of principal, and maintenance of properties in good condition.

OWDA Loan – The County has issued an OWDA Loan for a water project. The loan will be repaid from charges for services revenue in the enterprise fund.

Year Ending December 31	Principal	Interest
2007	3,506	2,002
2008	3,795	1,756
2009	4,109	1,491
2010	4,448	1,204
2011	4,815	872
2012-2013	7,924	762
Total	<u>\$28,597</u>	<u>\$8,087</u>

Long Term Notes Payable – The County has an outstanding long term bond anticipation note payable that is backed by the full faith and credit of the County. The note was issued for multiple projects within the county, including governmental and business type activities, \$2,000,000 and \$7,800,000, respectively. The note was refinanced on March 12, 2007. See the Subsequent Event Note 25.

The breakdown of the business type portion of the note is as follows:

\$3,800,000 was issued for sanitary sewer improvements and is to be repaid through user charges from the Sanitary Sewer District 2 fund.

\$4,000,000 was issued for water improvements and is to be repaid through user charges from the Water Works 3 fund.

The County had an additional \$1,800,000 long term note payable that is backed by the full faith and credit of the County. The note was issued for multiple projects within the county, \$1,500,000 for sanitary sewer improvements and \$300,000 for water improvements, and was refinanced on June 11, 2007. See the Subsequent Event Note 25. The note is to be repaid through user charges from the Sanitary Sewer District 2 and Water Works 3 funds.

Belmont County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2006

Capital Lease – The County has issued a capital lease for copying equipment. This lease will be repaid through the park health center fund from operating revenues.

Legal Debt Margins:

The Ohio Revised Code provides that the net general obligation debt of the County, exclusive of certain exempt debt, issued without a vote of the electors shall never exceed one percent of the total assessed valuation of the County. The Code further provides that the total voted and unvoted net debt of the County less the same exempt debt shall never exceed a sum equal to three percent of the first \$100,000,000 of the assessed valuation, plus one and one-half percent of such valuation in excess of \$100,000,000 and not in excess of \$300,000,000, plus two and one-half percent of such valuation in excess of \$300,000,000.

The effects of the debt limitations described above at December 31, 2006 are a margin on unvoted debt of \$9,764,696 and an overall debt margin of \$20,676,821.

Conduit Debt:

Pursuant to State Statute, various industrial revenue bonds have been issued for private industry within Belmont County. The proceeds of the industrial revenue bonds are used by the various private industries for new construction or improvements. The bonds are to be repaid by the recipients of the proceeds and do not represent an obligation of the County. As of December 31, 2006, there is \$28,875,000 in industrial revenue bond issues that have not been completely repaid of which \$17,181,437 remain outstanding.

NOTE 18 - NOTES PAYABLE

A summary of the note transactions for the year ended December 31, 2006, follows:

Special Revenue Fund:		Outstanding 12/31/2005	Issued	Retired	Outstanding 12/31/2006
Common Pleas					
Court Computer	4.50%	\$0	\$85,000	\$0	\$85,000
Common Pleas					
Court Computer	4.00%	95,000	0	95,000	0
Northern					
Court Computer	2.89%	25,000	0	25,000	0
Total Special Revenue Funds		120,000	85,000	120,000	85,000
Capital Projects Funds:					
Emergency Operations Center	4.50%	0	300,000	0	300,000
County Engineer Buildings	4.50%	0	800,000	0	800,000
County Engineer Buildings	4.00%	960,000	0	960,000	0
Emergency Operations Center	4.00%	300,000	0	300,000	0
Total Capital Projects Funds		1,260,000	1,100,000	1,260,000	1,100,000
Enterprise Funds:					
Water Works System	4.00%	130,000	0	130,000	0
Total Enterprise Funds		130,000	0	130,000	0
Total All Funds		\$1,510,000	\$1,185,000	\$1,510,000	\$1,185,000

All of the notes are bond anticipation notes and are backed by the full faith and credit of Belmont County and have maturity dates of one year or less, with the exception of the County Engineer Building notes that will be paid with revenues derived from the engineer's fund. The water works system notes were paid from revenues from the operation of the water system.

Notes that had been reported as long-term at December 31, 2005 are reported as fund obligations at December 31, 2006 as the notes were not refinanced prior to the issuance of the financial statements.

Belmont County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2006

NOTE 19 – INTERFUND RECEIVABLES/PAYABLES AND TRANSFERS

Interfund balances at December 31, 2006, consist of the following individual interfund receivables and payables:

Interfund Payable	Interfund Receivable						Total
	Major Funds			Other			
	General	Public Assistance	Water Works 3	Nonmajor Governmental	Other Enterprise		
Major Funds:							
General Fund	\$0	\$5,551	\$4,012	\$3,413	\$0		\$12,976
Public Assistance	6,365	0	0	0	0		6,365
Other Nonmajor Governmental	348,007	0	6,234	508,934	0		863,175
Other Enterprise	0	0	457,315	0	200,000		657,315
Total All Funds	\$354,372	\$5,551	\$467,561	\$512,347	\$200,000		\$1,539,831

The balance due to the Water Works 3 Fund that is included in the other enterprise funds column above includes loans made to provide working capital for operations; the entire balance is scheduled to be collected within one year.

The remaining interfund receivables/payables are due to time lags between the dates interfund goods and services are provided, transactions recorded in the accounting system, and payments between funds were made. All of these amounts are expected to be received within one year.

Interfund transfers for the year ended December 31, 2006 consisted of the following:

Transfer from	Transfers to							
	Major Funds			Other				
	General	Public Assistance	Infrastructure	Water Works 3	Sanitary Sewer 2	Nonmajor Governmental	Other Enterprise	
General Fund	\$0	\$360,010	\$500,000	\$0	\$0	\$959,069	\$0	\$1,819,079
Other Nonmajor Governmental	51,562	0	0	620	0	2,856,657	62,104	2,970,943
Other Enterprise	0	0	0	0	9,389	0	0	9,389
Total All Funds	\$51,562	\$360,010	\$500,000	\$620	\$9,389	\$3,815,726	\$62,104	\$4,799,411

Transfers were used to move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them; to move receipts restricted to debt service from the funds collecting the receipts to the debt service fund as debt service payments come due, and use unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations. Belmont County receipts the FEMA revenue in the FEMA special revenue fund and transfers amounts to the fund that made the expenditures.

NOTE 20 - JOINT VENTURE

Belmont-Harrison Juvenile District (District):

The Belmont-Harrison Juvenile District is jointly operated by Belmont and Harrison Counties for the purpose of providing a safe, humane and productive environment for the youth in its care. Based upon the needs of each court-placed youth, referrals are made for appropriate delivery of medical, psychological and substance abuse services. The District is committed to the goal of rehabilitative services. The joint board of commissioners whose membership consists of the three commissioners from each participating county is responsible for providing funds to support the District and appoints the Board of Trustees upon recommendation and approval of the juvenile judge of that county of which that person is a resident. The board of trustees, consisting of four members from the Belmont County area and three from the Harrison County area, oversees and sets rules and regulations for District Programs and appoints the Director of the District. Belmont County, being the largest county, is the fiscal agent for the District. The Board exercises total control of the budgeting, appropriation, contracting and management.

Each county's contribution is based on its prior year's usage of services and is made from the General Fund. Belmont County's payment for services provided the County from the District amounted to \$729,237 or 47 percent of the District's total revenues during 2006. Continued existence of the Joint District is dependent upon the County's continued participation; however, the County does not have an equity interest in the District. The Joint District is not accumulating significant financial resources and is not experiencing fiscal distress that may cause an additional financial benefit to or burden on the County. The financial activity of the District is presented as an agency fund due to the County serving as fiscal agent. Complete financial statements can be obtained from the Belmont-Harrison Juvenile District, St. Clairsville, Ohio.

NOTE 21 - JOINTLY GOVERNED ORGANIZATIONS

A. Belmont, Harrison, and Monroe Counties Cluster

Belmont, Harrison, and Monroe Counties Cluster provide services to multi-need youth in Belmont, Harrison, and Monroe Counties. Members of the Cluster include the Belmont, Harrison, and Monroe Counties Alcohol, Drug Addiction, and Mental Health Services Board, the Children Services Board, the Belmont, Harrison, Monroe Drug and Alcohol Councils, student services, Belmont-Harrison Juvenile District, the superintendent of public instruction, and the directors of youth services, human services, and mental retardation and developmental disabilities. The operation of the Cluster is controlled by an advisory committee which consists of a representative from each agency. The Cluster is not dependent upon Belmont County for its continued existence, no debt exists, and the County does not have an equity interest in or a financial responsibility for the Cluster. In 2006, the County contributed \$246,080 to the Cluster.

B. Bel-O-Mar Regional Council

Bel-O-Mar Regional Council is operated as a non-profit organization formed to provide planning and administrative services to all local governments in a four county region comprised of Belmont County and three counties in West Virginia. The governing board is comprised of 58 officials from the four county service area of which four are appointed by Belmont County. The Council is not dependent upon Belmont County for its continued existence, no debt exists, and the County does not have an equity interest in or a financial responsibility for the Council. The County contributed \$9,905 to the Council during 2006.

C. Mental Health Recovery Board:

The Board is responsible for delivery of comprehensive mental health and substance abuse services in Belmont, Harrison and Monroe counties. The Board provides no direct services but contracts for their delivery. The Board's function is to assess needs, and to plan, monitor, fund and evaluate the services. The Board is managed by eighteen members, six appointed by commissioners of Belmont County, two each by commissioners of Harrison and Monroe counties and are proportionate to population, four by Ohio Department of Drug and Alcohol and four by the State Department of Mental Health. Each participating county's influence is limited to the number of members each appoints to the board. The Board exercises total control of the budgeting, appropriation, contracting and management.

Contributions of \$965,366 were provided to the Board by Belmont County during 2006. This represents approximately 15 percent of the Board's revenue. The remaining revenues are provided by levies from other member counties, and state and federal grants awarded to the multi-county board. Since Belmont County serves as the fiscal agent for the Board, the financial activity of the Board is presented as an agency fund. Continued existence of the Board is not dependent on the County's continued participation, no debt exists, and the County does not have an equity interest in or a financial responsibility for the Board.

D. Southeast Ohio Juvenile Rehabilitation District (SOJRD):

The Southeast Ohio Juvenile Rehabilitation District is a jointly governed organization among Belmont, Harrison, Guernsey, Monroe, Jefferson, and Noble counties. SOJRD was formed to operate a regional juvenile rehabilitation facility for the use of member counties, and to house and treat adjudicated non-violent felony offenders. The facility is operated and managed by SOJRD. The participating entities created a Judicial Rehabilitation Board the members of which are made-up of the juvenile judges of each participating county who determine the policy.

A Board of Trustees has been created whose members are appointed by the Judicial Rehabilitation Board of which Belmont and Jefferson counties have three appointees, Guernsey County has two appointees, and Harrison, Monroe and Noble counties each have one appointee. The facility is located on property now owned by Belmont County. Policies, procedures and the operating budget are approved by the Judicial Rehabilitation Board. The Board is not dependent upon Belmont County for its continued existence, no debt exists, and the County does not have an equity interest in or a financial responsibility for the Board. Since Belmont County serves as the fiscal agent for the Board, the financial activity of the Board is presented as an agency fund.

E. Area Office on Aging:

The Area Office on Aging is a regional council of governments that assists nine counties, including Belmont County, in providing services to senior citizens in the Council's service area. The Council is governed by a board of directors comprised of one representative appointed by each participating county. The board has total control over budgetary, personnel and all other financial matters. The Area Office on Aging receives Title III monies to be used for programs within the member counties. A local not-for-profit corporation (The Belmont County Committee on Aging, Inc.) receives revenue from a one-half mill tax levy. These revenues and related expenditures are reported in the In Home Care Levy fund of the County's financial statements. The continued existence of the Council is not dependent on the County's continued participation and the County has no equity interest in or financial responsibility for the Council. The Council has no outstanding debt.

F. Ohio Mid-Eastern Governments Association (OMEGA):

OMEGA is a ten-county regional council of governments comprised of Belmont, Carroll, Coshocton, Columbiana, Guernsey, Harrison, Holmes, Jefferson, Muskingum, and Tuscarawas Counties. OMEGA was formed to aid and assist the participating counties and political subdivisions within the counties in the application of Appalachian Regional Commission and Economic Development grant monies. OMEGA is governed by a sixteen member executive board comprised of members appointed from each participating county and the cities within each county. City membership is voluntary. The board has total control over budgeting, personnel, and financial matters. Each member currently pays a per capita membership fee based upon the most recent United States census. During 2006, OMEGA received \$9,450 from Belmont County. The continued existence of OMEGA is not dependent on the County's continued participation and the County does not have an equity interest in or financial responsibility for OMEGA. OMEGA has no outstanding debt.

G. Jefferson-Belmont Joint Solid Waste Authority:

The Jefferson-Belmont Joint Solid Waste Authority is a jointly governed organization between Jefferson and Belmont counties. The Authority, formed to provide solid waste services to the two participating counties, is governed by a fourteen member board of directors of which one commissioner from Belmont County is a member. The Authority is not dependent on Belmont County for its continued existence, no debt exists, and the County does not have an equity interest in or a financial responsibility for the Authority. The County contributed \$8,332 of fees levied on residents of Belmont County to the Authority during 2006.

H. South Eastern Narcotics Team (SENT):

SENT is a multi-jurisdictional drug task force with the primary goal of combating major narcotic traffickers in Belmont, Carroll, Guernsey, Harrison, Monroe, and Tuscarawas Counties. It is jointly governed among the participating counties and cities. A grant is received from the State of Ohio of which the participating entities must match 25 percent. Of the 32 members, the County appoints two. Each member's control over the operation of SENT is limited to its representation of the Board. In 2006, the County did not contribute to SENT.

I. Belmont County Family and Children First Council:

The Belmont County Family and Children First Council is a jointly governed organization created under Ohio Revised Code Section 121.37. The Council is made up of the following members: Director of the Board of Alcohol, Drug Addiction, and Mental Health Services; Director of the Belmont County Community Mental Health Services Board; Health Commissioner of the Belmont County Health Department; Director of the Belmont County Human Services; Director of the Children Services Department; Superintendent of the Belmont County Mental Retardation and Development Disabilities; the Belmont County Juvenile Court Judge; Superintendent of St. Clairsville City Schools; Superintendent of Bridgeport Exempted Village Schools; Mayor of the City of Martins Ferry; two representatives of the City of St. Clairsville; Chair of the Belmont County Commissioners; State Department of Youth Services Regional representative; representative from the County Head Start Agencies; a representative of the County's early intervention collaborative established pursuant to the federal early intervention program operated under the "Education of the Handicapped Act Amendments of 1986"; and at least three individuals representing the interests of families in the County. When possible, the number of members representing families shall be equal to twenty percent of the Council's remaining membership. In 2006, the County made no contributions to the Council. Continued existence of the Council is not dependent on the County's continued participation, no equity interest exists, and no debt is outstanding.

J. East Ohio Correctional Facility:

The East Ohio Correction Facility provides services to Belmont, Carroll, Columbiana, Guernsey, Harrison, Jefferson, Monroe and Noble Counties. The facility has a judicial correctional board of eight, each participating County's Common Pleas Judge with Belmont and Jefferson County having two appointed. Each member's control over the operation of the commission is limited to its representation on the board. The continued existence of the Facility is not dependent on Belmont County, no debt exists, and the County does not have an equity interest in or a financial responsibility for the Facility. Jefferson County serves as the fiscal agent for the Facility. Complete financial statements can be obtained from the East Ohio Correctional Facility.

K. Buckeye Hills Resource Conservation and Development Council (RC&D):

RC&D is a 501 (c) (3) non-profit entity, serving a ten county region in southeastern Ohio including Athens, Belmont, Fairfield, Hocking, Meigs, Monroe, Morgan, Noble, Perry, and Washington Counties. The Council was created to identify and solve problems in rural communities including human, economic, natural resources and environmental issues. The RC&D is sponsored by the Boards of County Commissioners and the Soil and Water Conservation Districts in the ten counties, along with the Muskingum Watershed Conservancy District and the Rush Creek Conservancy District. The governing body of RC&D is the Executive Council, made up of 32 members which include three representatives from each county and one representative from each conservancy district. The Council has total control over budgeting, personnel, and all other financial matters. The continued existence of the Project is not dependent on Belmont County, no debt exists, and the County does not have an equity interest in or a financial responsibility for the RC&D.

L. Belmont, Carroll, Harrison, and Jefferson Counties Council of Government

The Belmont, Carroll, Harrison, and Jefferson Counties Council of Government was created to establish the operating and administrative procedures and to direct funding within the Workforce Investment Area as required by the Workforce Investment Act of 1998. The Council of Governments is comprised of four voting members, one designated from each County, each of whom shall be a duly elected County Commissioner, and may include ex-officio members, representatives from the Department of Job and Family Services of the member counties, and the Chairperson of the Workforce Investment Board. During 2006, the County made no contributions to the Board.

NOTE 22 - RELATED ORGANIZATIONS

A. Belmont Metropolitan Housing Authority

The Belmont Metropolitan Housing Authority was established to provide adequate public housing for low income individuals and was created pursuant to Ohio Revised Code Section 3735.27. The Authority is operated by a five member board. Two members are appointed by the mayor of the largest city in the County, one member is appointed by the probate court judge, one member is appointed by the common pleas court judge, and one member is appointed by the County commissioners. The Authority receives funding from the Federal Department of Housing and Urban Development. The board sets its own budget and selects its own management, and the County is not involved in the management or operation. The County is not financially accountable for the Authority.

B. Belmont Park District

The three Park District Commissioners are appointed by the Probate Judge of the County. The Park District hires and fires its own staff and does not rely on the County to finance deficits. The County is not financially accountable for the Park District nor is the Park District financially dependent on the County. The Park District serves as its own budgeting, taxing and debt issuance authority. During 2006, the Park District received \$32,911 from local government and local government revenue assistant monies.

NOTE 23 - PUBLIC ENTITY POOLS

A. County Risk Sharing Authority (CORSA)

The County Risk Sharing Authority, Inc. (CORSA) is a public entity shared risk pool among sixty counties in Ohio. CORSA was formed as an Ohio non-profit 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 or a financial responsibility for CORSA. The County's payment for insurance to CORSA in 2006 was \$378,729.

B. County Commissioners Association of Ohio Workers' Compensation Group Rating Plan

The County is participating in a group rating plan for workers' compensation as established under Section 4123.29 of the Ohio Revised Code. The County Commissioners Association Service Corporation (CCAOSC) was established through the County Commissioners Association of Ohio (CCAO) as a group purchasing pool.

A group executive committee is responsible for calculating annual rate contributions and rebates, approving the selection of a third party administrator, reviewing and approving proposed third party fees, fees for risk management services and general management fees, determining ongoing eligibility of each participant and performing any other acts and functions which may be delegated to it by the participating employers. The group executive committee consists of seven members. Two members are the president and treasurer of CCAOSC; the remaining five members are representatives of the participants. These five members are elected for the ensuing year by the participants at a meeting held in the month of December each year. No participant can have more than one member of the group executive committee in any year, and each elected member shall be a County Commissioner.

NOTE 24 - FOOD STAMPS

The County's Department of Job and Family Services distributes, through a contracting issuance center, federal food stamps to entitled recipients within Belmont County. The receipt and issuance of the stamps have the characteristics of a federal grant. However, the Department of Job and Family Services merely acts in an intermediary capacity. Therefore, the inventory value of these stamps is not reflected in the accompanying financial statements, as the only economic interest related to these stamps rests with the ultimate recipient.

NOTE 25 – CONTINGENCIES/SUBSEQUENT EVENTS

Grants - The County has received federal and state grants for specific purposes that are subject to review and audit by the grantor agencies or their designee. These audits could lead to a request for reimbursement to the grantor agency for expenditures disallowed under terms of the grant. Based on prior experience, the County Commissioners believe such disallowances, if any, will be immaterial.

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

Bonds and Long-Term Notes Payable - On March 12, 2007, the County refinanced the \$4,000,000 Waterworks 3 and the \$3,800,000 Sanitary Sewer 2 bond anticipation notes payable that were issued for water and sewer projects. These notes were refinanced with a twenty-five year various purpose bond issue in the amount of \$8,240,000 with varying interest rates.

On March 14, 2007, the County refinanced the \$2,000,000 road and bridge improvement bond anticipation note payable in the amount of \$2,000,000 at an interest rate of 4.00 percent. The refinanced note was issued as a twelve month bond anticipation note and matures on March 13, 2008. This note is intended to be repaid through grant revenues and revenues generated from the engineer department.

On June 11, 2007 the County refinanced the \$1,500,000 Sanitary Sewer 2 and the \$300,000 Waterworks 3 bond anticipation notes payable in the amount of \$1,800,000 at an interest rate of 4.15 percent. The note was issued to refinance water and sewer projects. The refinanced notes were issued as twelve month bond anticipation notes and mature on June 10, 2008. These notes are intended to be repaid through enterprise fund user charges and general revenues.

NOTE 26 - RELATED PARTY TRANSACTIONS

During 2006 Belmont County provided facilities, certain equipment, transportation and salaries for administration, implementation and supervision of its programs to Belco Works, Inc. Belco Works, Inc., a discretely presented component unit of Belmont County, reported \$361,673 for such contributions. Belco Works, Inc., recorded operating revenues and operating expenses at cost or fair value as applicable, to the extent the contribution is related to the vocational purpose of Belco Works, Inc.

NOTE 27 – COMPONENT UNIT - BELCO WORKS, INC.

A. NATURE OF ORGANIZATION

Belco Works, Inc. (Belco) is a non-profit organization (formerly known as Belco Crafts, Inc), which provides meaningful employment and training opportunities to adults with disabilities. A self-appointing Board of Directors operates Belco Works, Inc. The workshop, under a contractual agreement with the Belmont County Board of Mental Retardation and Developmental Disabilities (MR/DD), provides sheltered employment for mentally retarded or handicapped adults in Belmont County.

In 2003 Paramount Support Services was a division of Belco Works, Inc and was included in the financial statements of Belco Works, Inc. On January 1, 2004 Paramount Support Services began operations as Paramount Support Services, Inc., a non-profit organization controlled by Belco Works, Inc.'s Board of Directors. Paramount Support Services, Inc. works in conjunction with Belco Works, Inc. to provide residential support services for mentally retarded or handicapped individuals in Belmont County and the surrounding areas.

Paramount Support Services, Inc. dissolved on December 31, 2005. According to Paramount's Articles of Incorporation, upon dissolution of the not-for-profit, all assets shall revert in whole to Belco Works, Inc. Belco Works, Inc. sold the assets of Paramount on December 31, 2005 to an unrelated party for \$180,000.

Based on the significant services and resources provided by Belmont County to Belco Works, Inc. and that the sole purpose of the workshop is to provide assistance to the retarded and handicapped adults of Belmont County, it was determined that Belco Works, Inc. should be presented as a component unit on the financial statements of Belmont County.

B. SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting - The financial statements of Belco Works, Inc. have been prepared on the accrual basis of accounting in accordance with accounting principals generally accepted in the United States of America. Revenues are recognized when received, and expenses are recognized when incurred.

Basis of Presentation - Financial statements have been prepared in conformity with the disclosure and display requirements of the Financial Accounting Standards Board (FASB) as set forth in Statement of Financial Accounting Standard No. 117, Financial Statements of Not-for-Profit Organizations, dated June 1993.

Revenues are recorded as increases in unrestricted net assets unless donor imposed restrictions limit the use to a specific purpose. Expenses are reported as decreases in unrestricted net assets. Gains and losses on investments and other assets or liabilities are reported as increases or decreases in unrestricted net assets unless their use is restricted by specific donor stipulations or by law. Expirations of temporary restrictions on net assets (e.g. a donor stipulation has been met) are reported as reclassifications between applicable classes of net assets in the accompanying statements of activities.

Accounts Receivable - Accounts receivable are considered to be fully collectible, accordingly, no allowance for doubtful accounts is required. If amounts become uncollectible, they will be charged to operations when that determination is made.

Inventory - Inventory is stated at the lower of cost or market.

Cash and Cash Equivalents - For purposes of the statement of cash flows, Belco Works, Inc. considers all short-term debt securities purchased with maturity of three months or less to be cash equivalents.

Use of Estimates - The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

C. RESTRICTED CASH AND CASH EQUIVALENTS

Certain checking accounts contain funds that are restricted to client activities, events, or projects. The funds cannot be used for the operations of Belco Works, Inc.

D. RELATED PARTY TRANSACTION

Belco Works, Inc. receives contributions from the Belmont County Board of Mental Retardation and Developmental Disabilities for facilities, certain equipment, transportation and salaries for administration, and implementation and supervision of its programs. These in-kind contributions are reflected as sales and cost of sales at the value calculated by the County Board.

E. CONCENTRATION OF CREDIT RISK

As noted above, Belco Works, Inc. receives a substantial amount of support from the Belmont County Board of Mental Retardation and Developmental Disabilities. A significant reduction in the level of this support, if this were to occur, may have an effect on Belco's programs and activities.

At year-end 2006 and 2005, the carrying amounts of Belco's deposits were \$757,572 and \$703,710 respectively. The year-end 2006 and 2005 bank balances were \$803,220 and \$785,058. For the years ended December 31, 2006 and 2005 bank balances of \$200,000 were covered by federal depository insurance (FDIC), \$450,000 was collateralized by securities held by the pledging financial institution in Belco's name and \$153,220 and \$135,058, respectively, was considered uninsured. Management believes the credit risk related to these deposits is minimal. Belco holds certificates of deposit totaling \$239,346 at December 31, 2006 and \$72,734 at December 31, 2005.

F. HEALTH INSURANCE

During the year ending December 31, 2006, Belco Works, Inc. elected to terminate its self-insured health insurance plan for eligible employees. As of year-end all outstanding claims have been paid. An HMO plan administered by a local provider now covers all eligible full-time employees. Employees contribute 13% of the monthly premium and Belco Works, Inc. contributes the additional 87%.

G. COMPENSATED ABSENCES

Belco's policy permits employees to accumulate unlimited amounts of personal leave time, which will be paid upon termination. A liability for compensated absences is recorded for personal leave balances accumulated by employees.

H. RETIREMENT BENEFITS

Belco Works, Inc. administers a 403(b) Plan for the benefit of its employees. The plan is available to all full-time staff members. The Plan is funded through contributions of the employees. The employer does not make contributions.

Belmont County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2006

I. CAPITAL ASSETS

Under provisions of the agreement with the Belmont County Board of Mental Retardation and Developmental Disabilities, most capital assets necessary for the program are owned by the Board and are used by Belco without charge. Property and equipment owned by Belco is stated at cost. Depreciation is computed using the straight-line method. Depreciation expense for 2006 was \$72,685.68 and \$81,538.02 for 2005.

A summary of assets at December 31 is as follows:

	<u>2006</u>	<u>2005</u>
Auto and trucks	\$ 538,067.75	\$ 490,870.75
Equipment	<u>258,098.70</u>	<u>242,984.20</u>
Total	796,166.45	733,854.95
Less accumulated depreciation	<u>(674,322.88)</u>	<u>(601,637.20)</u>
Net fixed assets	<u>\$ 121,843.57</u>	<u>\$ 132,217.75</u>

A summary of changes in fixed assets during 2006 follows:

	<u>Balance</u> <u>January 1, 2006</u>	<u>Additions</u>	<u>Disposals</u>	<u>Balance</u> <u>December 31, 2006</u>
Auto and trucks	\$ 490,870.75	\$ 47,197.00	\$ -0-	\$ 538,067.75
Equipment	<u>242,984.20</u>	<u>15,114.50</u>	<u>-0-</u>	<u>258,098.70</u>
Total	<u>\$ 733,854.95</u>	<u>\$ 62,311.50</u>	<u>\$ -0-</u>	<u>\$ 796,166.45</u>

J. NOTE RECEIVABLE

On December 31, 2005, Belco entered into a \$120,000.00, 4.262% note receivable agreement for the sale of Paramount Support Services' assets. The note is to be paid in twenty-four monthly installments of \$5,225.00, including \$225.00 of interest. As of December 31, 2006 the outstanding balance is \$75,000.00.

K. INCOME TAX STATUS

Belco Works, Inc. is a not-for-profit corporation organized and operated exclusively as a sheltered workshop for disabled individuals within the meaning of Section 501 (c) (3) of the U.S. Internal Revenue Code and classified by the Internal Revenue Service as an other than private foundation. Therefore, no liability for income taxes is reflected in the accompanying financial statements.

L. RECLASSIFICATIONS

The organization's policy is to reclassify amounts reported in prior year financial statements when necessary for classifications adopted during the current year.

M. PRIOR PERIOD ADJUSTMENT

Belco Works, Inc.'s financial statements as of December 31, 2005 contained an error, which had the effect of understating net assets by \$174,352.45 and the financial statements have been restated to reflect the correction of the error.

The restatement of unrestricted undesignated net assets for the year ended December 31, 2005 is summarized as follows:

Overstatement of accounts payable – Belmont County Board	<u>\$174,352.45</u>
--	---------------------

**COMBINING STATEMENTS
AND
INDIVIDUAL FUND SCHEDULES**

**Belmont County, Ohio
Fund Descriptions –
Nonmajor Governmental Funds**

NonMajor Special Revenue Funds:

Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than expendable trusts, or for major capital projects) that are legally restricted to expenditures for specific purposes. The following is a description of the County's nonmajor special revenue funds:

Other Special Revenue Fund – To account for monies received by the County for fees, licenses and permits, fines and forfeitures, and federal and state sources which are used to support various programs.

Law Enforcement Fund – To account for monies received from grants, fines, court fees and revenues derived from private escort work used for alcohol and drug addiction treatment programs and for court appointed guardians for indigents.

Road and Bridge Fund – To account for revenues received from a portion of the one half of one percent piggyback sales tax. Expenditures are for the repair and paving of County roads.

Emergency 911 Fund – To account for revenue derived from a County tax levy used for the implementation and operation of a 911 system.

Lodging Excise Tax Fund – To account for revenues generated by a three percent excise tax. The money is used to promote tourism in the County.

Motor Vehicle and Gasoline Tax Fund – To account for revenues derived from motor vehicle licenses, gasoline taxes, and interest income. This money is used for road and bridge repairs and operating costs of the County Engineer.

Juvenile Court Fund – To account for state grants, fees and donations used to provide services and community treatment to juvenile offenders.

Mental Health Fund – To account for property tax revenue and federal and state grants used by the Belmont-Harrison-Monroe Counties Alcohol Drug Addiction and Mental Health Services Board.

In-Home Care Levy Fund – To account for revenue derived from a County levy used for providing transportation, nutrition and in-home services to elderly residents who are frail and/or handicapped.

Children Services Fund – To account for monies received from property taxes, federal and state grants, support collections, the Veterans Administration and Social Security. The revenue is to be used for foster homes, emergency shelters, medical treatment, school supplies, counseling and parental training.

County Courts Fund – To account for monies received through court fines and fees which are used for court expenses, enforcing laws, and other judicial programs and issues.

Commissioners CDBG Fund – To account for revenue from the Federal Department of Housing and Urban Development. The Bel-O-Mar Regional Council administers these funds for Belmont County.

Federal Emergency Management Assistance Fund – To account for Federal grant monies used to assist local governments in disaster assistance.

(Continued)

**Belmont County, Ohio
Fund Descriptions –
Nonmajor Governmental Funds (Continued)**

Nonmajor Debt Service Fund:

The Debt Service Fund is used to account for the accumulation of resources for, and the payment of, principal and interest and fiscal charges on general long-term obligations.

Nonmajor Capital Projects Funds:

The Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds). The following is a description of the County's capital projects funds:

Permanent Improvement Fund – To account for grants, local funds, property taxes and general fund transfer which are used to finance various projects in the County.

Road and Bridge Improvement and Repair Fund - To account for note proceeds used for repair and improvements.

Satellite Building Construction Fund – To account for grant money and note proceeds used for the purchase and furnishing of buildings for two satellite offices of the Department of Human Services.

Issue II Fund – To account for State grants and the local matching share for various infrastructure projects within the County.

Belmont County, Ohio
Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2006

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
<u>Assets:</u>				
Equity in Pooled Cash and Cash Equivalents	\$7,053,381	\$276,462	\$7,800,532	\$15,130,375
Cash and Cash Equivalents with Fiscal Agents	1,050,023	0	0	1,050,023
Investments in Segregated Accounts	20,592	0	0	20,592
Accounts Receivable	3,599	0	0	3,599
Intergovernmental Receivable	4,336,506	0	0	4,336,506
Permissive Sales Tax Receivable	16,421	0	0	16,421
Materials and Supplies Inventory	358,955	0	0	358,955
Interfund Receivable	7,700	0	504,647	512,347
Property Taxes Receivable	2,636,659	0	0	2,636,659
Loans Receivable	471,124	0	0	471,124
Total Assets	\$15,954,960	\$276,462	\$8,305,179	\$24,536,601
<u>Liabilities and Fund Balances:</u>				
<u>Liabilities:</u>				
Accounts Payable	\$385,884	\$0	\$68,476	\$454,360
Accrued Wages and Benefits Payable	67,293	0	0	67,293
Matured Severance Payable	4,854	0	0	4,854
Intergovernmental Payable	455,308	0	0	455,308
Interfund Payable	855,872	0	7,303	863,175
Accrued Interest Payable	1,466	0	18,975	20,441
Deferred Revenue	5,969,666	0	0	5,969,666
Bond Anticipation Notes Payable	85,000	0	1,100,000	1,185,000
Total Liabilities	7,825,343	0	1,194,754	9,020,097
<u>Fund Balances:</u>				
Reserved for Encumbrances	710,742	25,971	434,771	1,171,484
Reserved for Loans Receivable	471,124	0	0	471,124
Unreserved:				
Undesignated, Reported in:				
Special Revenue Funds	6,947,751	0	0	6,947,751
Debt Service Funds	0	250,491	0	250,491
Capital Projects Funds	0	0	6,675,654	6,675,654
Total Fund Balances	8,129,617	276,462	7,110,425	15,516,504
Total Liabilities and Fund Balances	\$15,954,960	\$276,462	\$8,305,179	\$24,536,601

Belmont County, Ohio
Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2006

	Other Special Revenue	Law Enforcement	Road and Bridge	Emergency 911	Lodging Excise Tax
<u>Assets:</u>					
Equity in Pooled Cash and Cash Equivalents	\$1,535,387	\$238,040	\$27,627	\$292,349	\$364,651
Cash and Cash Equivalents with Fiscal Agents	0	0	0	0	0
Investments in Segregated Accounts	20,592	0	0	0	0
Accounts Receivable	3,599	0	0	0	0
Intergovernmental Receivable	161,536	95,131	0	175,489	0
Permissive Sales Tax Receivable	0	0	0	0	0
Materials and Supplies Inventory	0	0	0	0	0
Interfund Receivable	7,700	0	0	0	0
Property Taxes Receivable	0	0	0	0	31,219
Loans Receivable	0	0	0	0	0
Total Assets	\$1,728,814	\$333,171	\$27,627	\$467,838	\$395,870
<u>Liabilities and Fund Balances:</u>					
<u>Liabilities:</u>					
Accounts Payable	\$62,363	\$9,995	\$0	\$6,610	\$0
Accrued Wages and Benefits Payable	5,516	0	0	9,002	0
Matured Severance Payable	4,854	0	0	0	0
Intergovernmental Payable	130,287	4,921	0	15,636	0
Accrued Interest Payable	0	0	0	0	0
Interfund Payable	95,742	0	0	0	0
Deferred Revenue	133,134	55,122	0	175,489	0
Bond Anticipation Notes Payable	0	0	0	0	0
Total Liabilities	431,896	70,038	0	206,737	0
<u>Fund Balances:</u>					
Reserved for Encumbrances	295,391	11,181	0	9,009	20,000
Reserved for Loans Receivable	0	0	0	0	0
Unreserved, Undesignated	1,001,527	251,952	27,627	252,092	375,870
Total Fund Balances	1,296,918	263,133	27,627	261,101	395,870
Total Liabilities and Fund Balances	\$1,728,814	\$333,171	\$27,627	\$467,838	\$395,870

Motor Vehicle and Gasoline Tax	Juvenile Court	Mental Health	In-Home Care Levy	Children Services	County Courts	Commissioners CDBG	Federal Emergency Management Assistance	Total Nonmajor Special Revenue Funds
\$1,104,055	\$379,813	\$33,969	\$364,462	\$1,091,926	\$895,433	\$226	\$725,443	\$7,053,381
0	0	0	0	0	0	1,050,023	0	1,050,023
0	0	0	0	0	0	0	0	20,592
0	0	0	0	0	0	0	0	3,599
2,087,183	133,217	124,229	206,458	61,816	1,879	875,190	414,378	4,336,506
16,421	0	0	0	0	0	0	0	16,421
358,955	0	0	0	0	0	0	0	358,955
0	0	0	0	0	0	0	0	7,700
0	0	833,804	1,354,758	416,878	0	0	0	2,636,659
0	0	0	0	0	0	471,124	0	471,124
<u>\$3,566,614</u>	<u>\$513,030</u>	<u>\$992,002</u>	<u>\$1,925,678</u>	<u>\$1,570,620</u>	<u>\$897,312</u>	<u>\$2,396,563</u>	<u>\$1,139,821</u>	<u>\$15,954,960</u>
\$105,497	\$39,682	\$0	\$15,429	\$84,702	\$12,052	\$49,554	\$0	\$385,884
27,694	5,017	0	0	20,064	0	0	0	67,293
0	0	0	0	0	0	0	0	4,854
59,848	38,965	0	190,308	12,440	2,903	0	0	455,308
0	0	0	0	0	1,466	0	0	1,466
0	0	0	0	30,400	4,287	0	725,443	855,872
1,532,610	99,162	958,033	1,561,216	478,694	0	561,828	414,378	5,969,666
0	0	0	0	0	85,000	0	0	85,000
<u>1,725,649</u>	<u>182,826</u>	<u>958,033</u>	<u>1,766,953</u>	<u>626,300</u>	<u>105,708</u>	<u>611,382</u>	<u>1,139,821</u>	<u>7,825,343</u>
253,503	2,996	0	83,392	0	4,098	0	31,172	710,742
0	0	0	0	0	0	471,124	0	471,124
1,587,462	327,208	33,969	75,333	944,320	787,506	1,314,057	(31,172)	6,947,751
<u>1,840,965</u>	<u>330,204</u>	<u>33,969</u>	<u>158,725</u>	<u>944,320</u>	<u>791,604</u>	<u>1,785,181</u>	<u>0</u>	<u>8,129,617</u>
<u>\$3,566,614</u>	<u>\$513,030</u>	<u>\$992,002</u>	<u>\$1,925,678</u>	<u>\$1,570,620</u>	<u>\$897,312</u>	<u>\$2,396,563</u>	<u>\$1,139,821</u>	<u>\$15,954,960</u>

Belmont County, Ohio
Combining Balance Sheet
Nonmajor Capital Projects Funds
December 31, 2006

	Permanent Improvement	Road and Bridge Improvement and Repair	Satellite Building Construction	Total Nonmajor Capital Projects Funds
<u>Assets:</u>				
Equity in Pooled Cash and Cash Equivalents	\$4,874,663	\$2,160,902	\$764,967	\$7,800,532
Interfund Receivable	0	504,647	0	504,647
Total Assets	\$4,874,663	\$2,665,549	\$764,967	\$8,305,179
<u>Liabilities and Fund Balances:</u>				
<u>Liabilities:</u>				
Accounts Payable	\$3,454	\$65,022	\$0	\$68,476
Interfund Payable	1,689	5,614	0	7,303
Accrued Interest Payable	18,975	0	0	18,975
Bond Anticipation Notes Payable	1,100,000	0	0	1,100,000
Total Liabilities	1,124,118	70,636	0	1,194,754
<u>Fund Balances:</u>				
Reserved for Encumbrances	381,186	53,585	0	434,771
Capital Projects Funds	3,369,359	2,541,328	764,967	6,675,654
Total Fund Balances	3,750,545	2,594,913	764,967	7,110,425
Total Liabilities and Fund Balances	\$4,874,663	\$2,665,549	\$764,967	\$8,305,179

Belmont County, Ohio
Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended December 31, 2006

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
<u>Revenues:</u>				
Property and Other Local Taxes	\$2,750,706	\$0	\$0	\$2,750,706
Permissive Sales Taxes	250,000	0	0	250,000
Charges for Services	3,512,039	0	0	3,512,039
Licenses and Permits	404,906	0	0	404,906
Fines and Forfeitures	612,995	0	0	612,995
Intergovernmental	11,444,018	0	891,109	12,335,127
Interest	55,058	311	200,975	256,344
Rent	101,806	54,890	10,158	166,854
Other	64,198	0	1,610	65,808
Total Revenues	19,195,726	55,201	1,103,852	20,354,779
<u>Expenditures:</u>				
Current:				
General Government:				
Legislative and Executive	874,747	0	0	874,747
Judicial	676,488	0	0	676,488
Public Safety	1,677,183	0	0	1,677,183
Public Works	5,355,251	0	0	5,355,251
Health	1,796,208	0	0	1,796,208
Human Services	4,342,303	0	0	4,342,303
Economic Development and Assistance	270,011	0	0	270,011
Capital Outlay	0	0	3,796,105	3,796,105
Intergovernmental	1,045,362	0	0	1,045,362
Debt Service:				
Principal Retirement	0	429,205	1,480,000	1,909,205
Interest and Fiscal Charges	3,946	292,043	145,496	441,485
Issuance Costs	0	142,366	0	142,366
Total Expenditures	16,041,499	863,614	5,421,601	22,326,714
Excess of Revenues Over (Under) Expenditures	3,154,227	(808,413)	(4,317,749)	(1,971,935)
<u>Other Financing Sources (Uses)</u>				
Bond Anticipation Notes Issued	0	0	2,000,000	2,000,000
General Obligation Bonds Issued	0	0	4,700,000	4,700,000
Refunding Bonds Issued	0	1,705,000	0	1,705,000
Premium on Bonds	0	185,685	0	185,685
Payment of Refunded Bond Escrow Agent	0	(1,736,223)	0	(1,736,223)
Current Refunding	0	0	(2,000,000)	(2,000,000)
Transfers In	141,525	824,000	2,850,201	3,815,726
Transfers Out	(2,987,168)	16,225	0	(2,970,943)
Total Other Financing Sources (Uses)	(2,845,643)	994,687	7,550,201	5,699,245
Net Change in Fund Balance	308,584	186,274	3,232,452	3,727,310
Fund Balances at Beginning of Year	7,821,033	90,188	3,877,973	11,789,194
Fund Balances at End of Year	\$8,129,617	\$276,462	\$7,110,425	\$15,516,504

Belmont County, Ohio
Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2006

	Other Special Revenue	Law Enforcement	Road and Bridge	Emergency 911	Lodging Excise Tax	Motor Vehicle and Gasoline Tax
<u>Revenues:</u>						
Property and Other Local Taxes	\$0	\$0	\$0	\$0	\$316,927	\$0
Permissive Sales Taxes	0	0	250,000	0	0	0
Charges for Services	1,293,245	21,138	0	15,600	0	0
Licenses and Permits	175,277	12,867	0	0	0	216,762
Fines and Forfeitures	24,285	15,066	0	0	0	183,466
Intergovernmental	1,219,648	259,917	0	0	0	4,297,422
Interest	16	0	0	0	0	8,926
Rent	101,806	0	0	0	0	0
Other	19,690	6,965	0	0	0	8,826
Total Revenues	2,833,967	315,953	250,000	15,600	316,927	4,715,402
<u>Expenditures:</u>						
Current:						
General Government:						
Legislative and Executive	874,747	0	0	0	0	0
Judicial	359,983	0	0	0	0	0
Public Safety	262,516	448,780	0	92,926	0	0
Public Works	89,034	0	243,517	0	0	4,489,803
Health	183,814	0	0	0	0	0
Human Services	1,517,261	0	0	0	0	0
Economic Development and Assistance	0	0	0	0	270,011	0
Intergovernmental	0	0	0	0	0	0
Debt Service:						
Interest and Fiscal Charges	0	0	0	0	0	0
Total Expenditures	3,287,355	448,780	243,517	92,926	270,011	4,489,803
Excess of Revenues Over (Under) Expenditures	(453,388)	(132,827)	6,483	(77,326)	46,916	225,599
<u>Other Financing Sources (Uses)</u>						
Transfers In	33,274	67,874	0	0	0	21,456
Transfer Out	(3,188)	0	0	(30,000)	0	(198,293)
Total Other Financing Sources (Uses)	30,086	67,874	0	(30,000)	0	(176,837)
Net Change in Fund Balances	(423,302)	(64,953)	6,483	(107,326)	46,916	48,762
Fund Balances at Beginning of Year	1,720,220	328,086	21,144	368,427	348,954	1,792,203
Fund Balances at End of Year	\$1,296,918	\$263,133	\$27,627	\$261,101	\$395,870	\$1,840,965

Juvenile Court	Mental Health	In-Home Care Levy	Children Services	County Courts	Commissioners CDBG	Federal Emergency Management Assistance	Total Nonmajor Special Revenue Funds
\$0	\$790,024	\$1,268,133	\$375,622	\$0	\$0	0	\$2,750,706
0	0	0	0	0	0	0	250,000
593,036	0	0	1,589,020	0	0	0	3,512,039
0	0	0	0	0	0	0	404,906
0	0	0	0	390,178	0	0	612,995
539,822	183,775	273,107	1,204,842	11,699	791,195	2,662,591	11,444,018
0	0	0	0	0	46,116	0	55,058
0	0	0	0	0	0	0	101,806
11,384	0	0	16,933	400	0	0	64,198
<u>1,144,242</u>	<u>973,799</u>	<u>1,541,240</u>	<u>3,186,417</u>	<u>402,277</u>	<u>837,311</u>	<u>2,662,591</u>	<u>19,195,726</u>
0	0	0	0	0	0	0	874,747
0	0	0	0	316,505	0	0	676,488
872,961	0	0	0	0	0	0	1,677,183
0	0	0	0	0	532,897	0	5,355,251
0	0	1,612,394	0	0	0	0	1,796,208
0	0	0	2,825,042	0	0	0	4,342,303
0	0	0	0	0	0	0	270,011
0	965,366	0	0	0	79,996	0	1,045,362
0	0	0	0	3,946	0	0	3,946
<u>872,961</u>	<u>965,366</u>	<u>1,612,394</u>	<u>2,825,042</u>	<u>320,451</u>	<u>612,893</u>	<u>0</u>	<u>16,041,499</u>
<u>271,281</u>	<u>8,433</u>	<u>(71,154)</u>	<u>361,375</u>	<u>81,826</u>	<u>224,418</u>	<u>2,662,591</u>	<u>3,154,227</u>
5,131	0	0	0	13,790	0	0	141,525
0	0	0	0	0	0	(2,755,687)	(2,987,168)
<u>5,131</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>13,790</u>	<u>0</u>	<u>(2,755,687)</u>	<u>(2,845,643)</u>
276,412	8,433	(71,154)	361,375	95,616	224,418	(93,096)	308,584
53,792	25,536	229,879	582,945	695,988	1,560,763	93,096	7,821,033
<u>\$330,204</u>	<u>\$33,969</u>	<u>\$158,725</u>	<u>\$944,320</u>	<u>\$791,604</u>	<u>\$1,785,181</u>	<u>\$0</u>	<u>\$8,129,617</u>

Belmont County, Ohio
Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2006

	Permanent Improvement	Road and Bridge Improvement and Repair	Satellite Building Construction	Issue II	Total Nonmajor Capital Projects Funds
<u>Revenues:</u>					
Intergovernmental	\$136,651	\$0	\$0	\$754,458	\$891,109
Interest	145,219	21,137	34,619	0	200,975
Rent	0	0	10,158	0	10,158
Other	1,610	0	0	0	1,610
Total Revenues	283,480	21,137	44,777	754,458	1,103,852
<u>Expenditures:</u>					
Capital Outlay	504,959	2,530,252	6,436	754,458	3,796,105
Debt Service:					
Principal Retirements	0	0	1,480,000	0	1,480,000
Interest and Fiscal Charges	52,862	67,875	24,759	0	145,496
Total Expenditures	557,821	2,598,127	1,511,195	754,458	5,421,601
Excess of Revenues Over (Under) Expenditures	(274,341)	(2,576,990)	(1,466,418)	0	(4,317,749)
<u>Other Financing Sources:</u>					
Bond Anticipation Notes Issued	0	2,000,000	0	0	2,000,000
General Obligation Bonds Issued	3,220,000	0	1,480,000	0	4,700,000
Current Refunding	0	(2,000,000)	0	0	(2,000,000)
Transfers In	213,293	2,636,908	0	0	2,850,201
Total Other Financing Sources	3,433,293	2,636,908	1,480,000	0	7,550,201
Net Change in Fund Balances	3,158,952	59,918	13,582	0	3,232,452
Fund Balances at Beginning of Year	591,593	2,534,995	751,385	0	3,877,973
Fund Balances at End of Year	\$3,750,545	\$2,594,913	\$764,967	\$0	\$7,110,425

**Belmont County, Ohio
Fund Descriptions –
Nonmajor Proprietary Funds**

Nonmajor Enterprise Funds:

Enterprise Funds are used to account for any activity for which a fee is charged to external users for goods and services.

Water Works 1 Fund – To account for user charges from the distribution of treated water in the Lansing Valley area. The district contracts with the Village of Bridgeport for water service. The revenue is used for operating expenses.

Sanitary Sewer District 1 Fund – To account for user charges from sanitary sewer service in the Lansing Valley area. The district has its own rate structure and contracts with the City of Bellaire for sewage treatment. Revenue is used for operating expenses.

Sanitary Sewer District 3A Fund – To account for user charges from sanitary sewer service north of St. Clairsville in the Penn Wood Estates Subdivision. The district has its own rate structure and facilities.

Sanitary Sewer District 3B Fund – To account for user charges from sanitary sewer service in the Deep Run area along County Road 2. The district has its own rate structure and contracts with the Village of Yorkville for sewage treatment. Revenue is used for operating expenses.

Sanitary Sewer District 3C Fund – To account for user charges from sanitary sewer service in the Hunters Run area. The district has its own rate structure. Revenue is used for operating expenses.

Water Works 2 Fund – To account for user charges from the distribution of treated water west of Blaine following United States Route 40 to Morristown and also the area of Wheeling Creek. The district contracts with the Water Works 3 for water service. The revenue is used for operating expenses.

Belmont County, Ohio
Combining Statement of Fund Net Assets
Nonmajor Enterprise Funds
December 31, 2006

	Water Works 1	Sanitary Sewer District 1	Sanitary Sewer District 3A	Sanitary Sewer District 3B	Sanitary Sewer District 3C	Water Works 2	Total Nonmajor Enterprise Funds
Assets							
Current Assets:							
Equity in Pooled Cash and Cash Equivalents	\$137,368	\$1,342,810	\$58,668	\$8,327	\$15,902	\$1,070,074	\$2,633,149
Cash and Cash Equivalents in Segregated Accounts	21,030	0	0	0	0	0	21,030
Accounts Receivable	27,368	6,870	8,790	1,001	0	11,914	55,943
Materials and Supplies Inventory	0	7,675	1,310	0	0	52,792	61,777
Interfund Receivable	0	0	0	0	0	200,000	200,000
<i>Total Current Assets</i>	<u>185,766</u>	<u>1,357,355</u>	<u>68,768</u>	<u>9,328</u>	<u>15,902</u>	<u>1,334,780</u>	<u>2,971,899</u>
Non-Current Assets:							
Restricted Assets:							
Equity in Pooled Cash and Cash Equivalents	0	6,101	9,979	698	0	13,612	30,390
Nondepreciable Capital Assets	0	8,500	0	0	0	0	8,500
Depreciable Capital Assets, Net	26,571	24,374	87,595	139,858	28,537	335,443	642,378
<i>Total Non-Current Assets</i>	<u>26,571</u>	<u>38,975</u>	<u>97,574</u>	<u>140,556</u>	<u>28,537</u>	<u>349,055</u>	<u>681,268</u>
<i>Total Assets</i>	<u>212,337</u>	<u>1,396,330</u>	<u>166,342</u>	<u>149,884</u>	<u>44,439</u>	<u>1,683,835</u>	<u>3,653,167</u>
Liabilities							
Current Liabilities:							
Accounts Payable	14,466	0	0	0	0	571	15,037
Accrued Wages and Benefits Payable	0	1,334	446	70	0	2,226	4,076
Compensated Absences Payable	0	4,134	515	195	0	5,713	10,557
Interfund Payable	157,315	200,000	0	0	0	300,000	657,315
Intergovernmental Payable	57,284	26,916	483	2,290	0	5,330	92,303
<i>Total Current Liabilities</i>	<u>229,065</u>	<u>232,384</u>	<u>1,444</u>	<u>2,555</u>	<u>0</u>	<u>313,840</u>	<u>779,288</u>
Long-Term Liabilities (Net of Current Portion):							
Refundable Deposits	0	6,101	9,979	698	0	13,612	30,390
Compensated Absences Payable	0	7,327	912	345	0	10,125	18,709
<i>Total Long-Term Liabilities</i>	<u>0</u>	<u>13,428</u>	<u>10,891</u>	<u>1,043</u>	<u>0</u>	<u>23,737</u>	<u>49,099</u>
<i>Total Liabilities</i>	<u>229,065</u>	<u>245,812</u>	<u>12,335</u>	<u>3,598</u>	<u>0</u>	<u>337,577</u>	<u>828,387</u>
Net Assets							
Invested in Capital Assets	26,571	32,874	87,595	139,858	28,537	335,443	650,878
Unrestricted (Deficit)	(43,299)	1,117,644	66,412	6,428	15,902	1,010,815	2,173,902
<i>Total Net Assets (Deficit)</i>	<u>(\$16,728)</u>	<u>\$1,150,518</u>	<u>\$154,007</u>	<u>\$146,286</u>	<u>\$44,439</u>	<u>\$1,346,258</u>	<u>\$2,824,780</u>

Belmont County, Ohio
Combining Statement of Revenues, Expenses,
and Changes in Fund Net Assets
Nonmajor Enterprise Funds
For the Year Ended December 31, 2006

	Water Works 1	Sanitary Sewer District 1	Sanitary Sewer District 3A	Sanitary Sewer District 3B	Sanitary Sewer District 3C	Water Works 2	Total Nonmajor Enterprise Funds
<u>Operating Revenues:</u>							
Charges for Services	\$206,022	\$238,604	\$42,566	\$20,388	\$1,739	\$865,211	\$1,374,530
<u>Operating Expenses:</u>							
Personal Services	0	110,634	36,082	5,487	0	220,201	372,404
Contractual Services	373,505	160,690	15,630	9,275	0	260,157	819,257
Materials and Supplies	14,466	16,249	5,912	24	0	72,348	108,999
Depreciation	2,790	1,929	7,183	9,990	1,427	17,676	40,995
Other	0	272	1,253	644	0	3,061	5,230
<i>Total Operating Expenses</i>	<u>390,761</u>	<u>289,774</u>	<u>66,060</u>	<u>25,420</u>	<u>1,427</u>	<u>573,443</u>	<u>1,346,885</u>
<i>Operating Income (Loss)</i>	(184,739)	(51,170)	(23,494)	(5,032)	312	291,768	27,645
<u>Non-Operating Revenues:</u>							
Interest	3,710	61,148	0	0	0	15,360	80,218
<i>Income (Loss) Before Contributions and Transfers</i>	(181,029)	9,978	(23,494)	(5,032)	312	307,128	107,863
Capital Contributions	5,283	300	0	0	0	12,350	17,933
Transfers In	0	62,104	0	0	0	0	62,104
Transfers Out	0	0	0	(9,389)	0	0	(9,389)
<i>Change in Net Assets</i>	(175,746)	72,382	(23,494)	(14,421)	312	319,478	178,511
<i>Net Assets Beginning of Year</i>	<u>159,018</u>	<u>1,078,136</u>	<u>177,501</u>	<u>160,707</u>	<u>44,127</u>	<u>1,026,780</u>	<u>2,646,269</u>
<i>Net Assets (Deficit) End of Year</i>	<u>(\$16,728)</u>	<u>\$1,150,518</u>	<u>\$154,007</u>	<u>\$146,286</u>	<u>\$44,439</u>	<u>\$1,346,258</u>	<u>\$2,824,780</u>

Belmont County, Ohio
Combining Statement of Cash Flows
Nonmajor Enterprise Funds
For the Year Ended December 31, 2006

	Water Works 1	Sanitary Sewer District 1	Sanitary Sewer District 3A	Sanitary Sewer District 3B	Sanitary Sewer District 3C	Water Works 2	Total Nonmajor Enterprise Funds
Increase (Decrease) in Cash and Cash Equivalents							
Cash Flows from Operating Activities:							
Cash Received from Customers	\$209,638	\$240,463	\$48,130	\$20,709	\$1,739	\$874,862	\$1,395,541
Cash Payments for Employee Services and Benefits	0	(111,275)	(35,769)	(5,492)	0	(218,532)	(371,068)
Cash Payments for Goods and Services	0	(20,743)	(7,222)	(24)	0	(77,046)	(105,035)
Cash Payments for Contractual Services	(319,606)	(296,707)	(15,630)	(7,025)	0	(308,057)	(947,025)
Utility Deposits Received	0	1,089	2,805	333	0	2,041	6,268
Utility Deposits Paid	0	(1,619)	(3,283)	(286)	0	(2,872)	(8,060)
Other Operating Expenses	0	(272)	(1,253)	(644)	0	(3,061)	(5,230)
Net Cash Provided by (Used for) Operating Activities	(109,968)	(189,064)	(12,222)	7,571	1,739	267,335	(34,609)
Cash Flows from Noncapital Financing Activities:							
Transfers In	0	210,087	0	6,234	0	12,560	228,881
Short Term Interfund Loans	150,000	0	0	0	0	300,000	450,000
Net Cash Provided by Noncapital Financing Activities	150,000	210,087	0	6,234	0	312,560	678,881
Cash Flows from Capital and Related Financing Activities:							
Payments for Capital Acquisitions	0	(16,000)	0	0	0	(72,962)	(88,962)
Tap-In Fees	5,283	300	0	0	0	12,350	17,933
Principal Paid on General Obligation Bonds	0	0	0	(9,205)	0	0	(9,205)
Interest Paid on General Obligation Bonds	0	0	0	(184)	0	0	(184)
Net Cash Provided by (Used for) Capital and Related Financing Activities	5,283	(15,700)	0	(9,389)	0	(60,612)	(80,418)
Cash Flows from Investing Activities:							
Interest	3,710	61,148	0	0	0	15,360	80,218
Net Cash Provided by Investing Activities	3,710	61,148	0	0	0	15,360	80,218
Net Increase (Decrease) in Cash and Cash Equivalents	49,025	66,471	(12,222)	4,416	1,739	534,643	644,072
Cash and Cash Equivalents Beginning of Year	109,373	1,282,440	80,869	4,609	14,163	549,043	2,040,497
Cash and Cash Equivalents End of Year	\$158,398	\$1,348,911	\$68,647	\$9,025	\$15,902	\$1,083,686	\$2,684,569
Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:							
Operating Income (Loss)	(\$184,739)	(\$51,170)	(\$23,494)	(\$5,032)	\$312	\$291,768	\$27,645
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities							
Depreciation	2,790	1,929	7,183	9,990	1,427	17,676	40,995
Changes in Assets and Liabilities:							
Decrease in Accounts Receivable	3,616	1,859	5,564	321	0	9,651	21,011
(Increase) Decrease in Materials and Supplies Inventory	0	(3,563)	(1,310)	0	0	531	(4,342)
(Increase) Decrease in Accrued Wages and Benefits Payable	0	(1,237)	45	(82)	0	(900)	(2,174)
Increase (Decrease) in Accounts Payable	30,466	(136,767)	0	0	0	(4,658)	(110,959)
Increase in Compensated Absences Payable	0	696	0	82	0	2,292	3,070
Increase (Decrease) in Intergovernmental Payable	37,570	(281)	51	2,245	0	277	39,862
Increase (Decrease) in Interfund Payable	329	0	217	0	0	(48,471)	(47,925)
Increase (Decrease) in Refundable Deposits Payable	0	(530)	(478)	47	0	(831)	(1,792)
Total Adjustments	74,771	(137,894)	11,272	12,603	1,427	(24,433)	(62,254)
Net Cash Provided by (Used for) Operating Activities	(\$109,968)	(\$189,064)	(\$12,222)	\$7,571	\$1,739	\$267,335	(\$34,609)

Noncash Activities:

During 2006, there were transfers between the Sanitary Sewer District 2 and the Sanitary Sewer District 3B enterprise funds in the amount of \$9,389.

Belmont County, Ohio
Fund Descriptions –
Agency Funds

Agency Funds are purely custodial (assets equal liabilities) and thus do not involve the measurement of results of operations. The following is a description of the County's agency funds:

Health Fund – To account for the funds and subfunds of the Board of Health for which the County Auditor is the ex-officio fiscal agent.

Undivided Bankruptcy Fund – To account for delinquent taxes paid by Penn-Central Railroad which are awaiting distribution to appropriate parties.

Taxes Agency Fund – To account for the collection and distribution of various taxes.

Subdivision and Utility Fund – To account for taxes, shared revenues, and payments in lieu of taxes distributed to the various subdivisions within the County and County funds.

Undivided State Monies Fund - To account for State revenue from income taxes, sales taxes, corporate franchise taxes and auto license taxes which is distributed to the municipalities, townships and other local governments.

Miscellaneous Court/Safety Fund – To account for various fees and contributions to be used in connection with various court and public safety uses.

Belmont County Port Authority Fund – To account for the retention and expansion of existing companies and to encourage new development in the County.

Other Agency Fund – To account for assets held by the County in a trustee capacity, or as an agent for individuals, private organizations, other governments, and/or other funds. The following funds are included:

- Belmont-Harrison Juvenile District Fund
- Ohio Elections Commission Fund
- Law Library Fund
- Soil and Conservation Special Fund
- Employee's Share Holding Account Fund
- Payroll Deductions Fund
- Mental Health Fund
- Local Emergency Planning Commission Fund
- After Care Program Oakview Rehabilitation Fund
- Americorp Oakview Juvenile Rehabilitation Fund
- Oakview Juvenile Rehabilitation Fund
- Oakview Juvenile Rehabilitation Center Fund
- Escrow Oakview Residential Center Fund
- Housing Trust Fund
- Family and Children First Fund
- Alimony and Child Support Fund
- County Home Resident Trust Fund

Belmont County, Ohio
Combining Statement of Changes in Assets and Liabilities
All Agency Funds
For the Year Ended December 31, 2006

	Balance 12/31/05	Additions	Reductions	Balance 12/31/06
<i>Health:</i>				
<u>Assets:</u>				
Equity in Pooled Cash and Cash Equivalents	\$798,186	\$1,456,242	\$1,387,070	\$867,358
Total Assets	<u>\$798,186</u>	<u>\$1,456,242</u>	<u>\$1,387,070</u>	<u>\$867,358</u>
<u>Liabilities:</u>				
Undistributed Monies	\$798,186	\$1,456,242	\$1,387,070	\$867,358
Total Liabilities	<u>\$798,186</u>	<u>\$1,456,242</u>	<u>\$1,387,070</u>	<u>\$867,358</u>
<i>Undivided Bankruptcy:</i>				
<u>Assets:</u>				
Equity in Pooled Cash and Cash Equivalents	\$4,918	\$0	\$0	\$4,918
Total Assets	<u>\$4,918</u>	<u>\$0</u>	<u>\$0</u>	<u>\$4,918</u>
<u>Liabilities:</u>				
Undistributed Monies	\$4,918	\$0	\$0	\$4,918
Total Liabilities	<u>\$4,918</u>	<u>\$0</u>	<u>\$0</u>	<u>\$4,918</u>
<i>Taxes Agency:</i>				
<u>Assets:</u>				
Equity in Pooled Cash and Cash Equivalents	\$1,406,333	\$44,057,149	\$43,844,536	\$1,618,946
Receivables:				
Property Taxes	47,564,173	54,012,315	47,564,173	54,012,315
Accounts	699,385	824,311	699,385	824,311
Intergovernmental	137,229	109,788	137,229	109,788
Total Assets	<u>\$49,807,120</u>	<u>\$99,003,563</u>	<u>\$92,245,323</u>	<u>\$56,565,360</u>
<u>Liabilities:</u>				
Intergovernmental Payable	\$48,400,787	\$54,946,414	\$48,400,787	\$54,946,414
Undistributed Monies	1,406,333	44,057,149	43,844,536	1,618,946
Total Liabilities	<u>\$49,807,120</u>	<u>\$99,003,563</u>	<u>\$92,245,323</u>	<u>\$56,565,360</u>

(Continued)

Belmont County, Ohio
Combining Statement of Changes in Assets and Liabilities
All Agency Funds (Continued)
For the Year Ended December 31, 2006

	Balance 12/31/05	Additions	Reductions	Balance 12/31/06
<i>Subdivision and Utility Agency:</i>				
<u>Assets:</u>				
Equity in Pooled Cash and Cash Equivalents	\$211,392	\$33,589,906	\$33,675,719	\$125,579
Receivables:				
Intergovernmental	639,658	675,150	639,658	675,150
Total Assets	\$851,050	\$34,265,056	\$34,315,377	\$800,729
<u>Liabilities:</u>				
Intergovernmental Payable	\$639,658	\$675,150	\$639,658	\$675,150
Undistributed Monies	211,392	33,589,906	33,675,719	125,579
Total Liabilities	\$851,050	\$34,265,056	\$34,315,377	\$800,729
 <i>Undivided State Monies:</i>				
<u>Assets:</u>				
Equity in Pooled Cash and Cash Equivalents	\$362,084	\$8,812,827	\$8,871,814	\$303,097
Receivables:				
Intergovernmental	3,357,486	3,303,536	3,357,486	3,303,536
Total Assets	\$3,719,570	\$12,116,363	\$12,229,300	\$3,606,633
<u>Liabilities:</u>				
Intergovernmental Payable	\$3,357,486	\$3,303,536	\$3,357,486	\$3,303,536
Undistributed Monies	362,084	8,812,827	8,871,814	303,097
Total Liabilities	\$3,719,570	\$12,116,363	\$12,229,300	\$3,606,633
 <i>Miscellaneous Court/Safety:</i>				
<u>Assets:</u>				
Cash and Cash Equivalents in Segregated Accounts	\$414,232	\$13,795,319	\$13,776,921	\$432,630
Receivables:				
Accounts	1,674,238	1,784,207	1,674,238	1,784,207
Total Assets	\$2,088,470	\$15,579,526	\$15,451,159	\$2,216,837
<u>Liabilities:</u>				
Due To Others	\$359,396	\$334,075	\$359,396	\$334,075
Intergovernmental Payable	291,199	179,338	291,199	179,338
Undistributed Monies	1,437,875	15,974,891	15,709,342	1,703,424
Total Liabilities	\$2,088,470	\$16,488,304	\$16,359,937	\$2,216,837

(Continued)

Belmont County, Ohio
Combining Statement of Changes in Assets and Liabilities
All Agency Funds (Continued)
For the Year Ended December 31, 2006

	Balance 12/31/05	Additions	Reductions	Balance 12/31/06
<i>Belmont County Port Authority:</i>				
<u>Assets:</u>				
Equity in Pooled Cash and Cash Equivalents	\$0	\$77,625	\$59,519	\$18,106
Total Assets	<u>\$0</u>	<u>\$77,625</u>	<u>\$59,519</u>	<u>\$18,106</u>
<u>Liabilities:</u>				
Undistributed Monies	\$0	\$77,625	\$59,519	\$18,106
Total Liabilities	<u>\$0</u>	<u>\$77,625</u>	<u>\$59,519</u>	<u>\$18,106</u>
 <i>Other Agency:</i>				
<u>Assets:</u>				
Equity in Pooled Cash and Cash Equivalents	\$5,628,190	\$42,837,391	\$44,769,811	\$3,695,770
Cash and Cash Equivalents in Segregated Accounts	13,599	539,004	542,099	10,504
Total Assets	<u>\$5,641,789</u>	<u>\$43,376,395</u>	<u>\$45,311,910</u>	<u>\$3,706,274</u>
<u>Liabilities:</u>				
Due To Others	\$1,715,287	\$27,156,558	\$27,492,074	\$1,379,771
Undistributed Monies	3,926,502	16,219,837	17,819,836	2,326,503
Total Liabilities	<u>\$5,641,789</u>	<u>\$43,376,395</u>	<u>\$45,311,910</u>	<u>\$3,706,274</u>
 <i>Total - All Agency Funds:</i>				
<u>Assets:</u>				
Equity in Pooled Cash and Cash Equivalents	\$8,411,103	\$130,831,140	\$132,608,469	\$6,633,774
Cash and Cash Equivalents in Segregated Accounts	427,831	14,334,323	14,319,020	443,134
Receivables:				
Property Taxes	47,564,173	54,012,315	47,564,173	54,012,315
Accounts	2,373,623	2,608,518	2,373,623	2,608,518
Intergovernmental	4,134,373	4,088,474	4,134,373	4,088,474
Total Assets	<u>\$62,911,103</u>	<u>\$205,874,770</u>	<u>\$200,999,658</u>	<u>\$67,786,215</u>
<u>Liabilities:</u>				
Due To Others	\$2,074,683	\$27,490,633	\$27,851,470	\$1,713,846
Intergovernmental Payable	52,689,130	59,104,438	52,689,130	59,104,438
Undistributed Monies	8,147,290	120,188,477	121,367,836	6,967,931
Total Liabilities	<u>\$62,911,103</u>	<u>\$206,783,548</u>	<u>\$201,908,436</u>	<u>\$67,786,215</u>

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

Belmont County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund
For the Year Ended December 31, 2006

	Final Budget	Actual	Variance Positive (Negative)
<i>Revenues:</i>			
Property and Other Local Taxes	\$1,979,586	\$1,943,582	(\$36,004)
Permissive Sales Taxes	10,770,000	11,356,101	586,101
Charges for Services	2,446,041	1,983,864	(462,177)
Licenses and Permits	6,000	5,312	(688)
Fines and Forfeitures	380,000	378,651	(1,349)
Intergovernmental	1,076,530	1,117,959	41,429
Interest	1,814,500	1,965,047	150,547
Rent	1,000	7,918	6,918
Other	202,056	335,123	133,067
Total Revenues	18,675,713	19,093,557	417,844
<i>Expenditures:</i>			
Current:			
General Government -			
Legislative and Executive			
Commissioners			
Personal Services	599,219	576,783	22,436
Materials and Supplies	208,620	205,983	2,637
Contractual Services	1,930,747	1,912,621	18,126
Capital Outlay	138,752	135,003	3,749
Total Commissioners	2,877,338	2,830,390	46,948
Auditor			
Personal Services	671,522	646,275	25,247
Materials and Supplies	407,163	404,762	2,401
Contractual Services	198,100	197,842	258
Total Auditor	1,276,785	1,248,879	27,906
Treasurer			
Personal Services	287,671	287,100	571
Materials and Supplies	28,693	27,745	948
Contractual Services	1,028	1,028	0
Total Treasurer	317,392	315,873	1,519
Prosecuting Attorney			
Personal Services	547,500	547,296	204
Materials and Supplies	8,500	8,381	119
Contractual Services	55,336	55,336	0
Other	350	0	350
Total Prosecuting Attorney	611,686	611,013	673
Budget Commission			
Personal Services	6,505	6,505	0
Bureau of Inspection			
Contractual Services	142,908	142,817	91

(Continued)

Belmont County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund
For the Year Ended December 31, 2006
(Continued)

	Final Budget	Actual	Variance Positive (Negative)
Board of Elections			
Personal Services	\$534,005	\$521,663	\$12,342
Materials and Supplies	45,256	44,729	527
Contractual Services	<u>266,587</u>	<u>265,247</u>	<u>1,340</u>
Total Board of Elections	<u>845,848</u>	<u>831,639</u>	<u>14,209</u>
Maintenance and Operations			
Personal Services	529,703	529,425	278
Materials and Supplies	178,484	176,697	1,787
Contractual Services	<u>775,185</u>	<u>770,253</u>	<u>4,932</u>
Total Maintenance and Operations	<u>1,483,372</u>	<u>1,476,375</u>	<u>6,997</u>
Recorder			
Personal Services	302,605	301,081	1,524
Materials and Supplies	35,074	34,540	534
Contractual Services	<u>140,500</u>	<u>140,363</u>	<u>137</u>
Total Recorder	<u>478,179</u>	<u>475,984</u>	<u>2,195</u>
Insurance on Property			
Contractual Service	<u>395,000</u>	<u>393,406</u>	<u>1,594</u>
Historical Society			
Contractual Services	<u>4,000</u>	<u>4,000</u>	<u>0</u>
Other			
Personal Services	<u>454,636</u>	<u>453,658</u>	<u>978</u>
Total General Government - Legislative and Executive	<u>8,893,649</u>	<u>8,790,539</u>	<u>103,110</u>
General Government - Judicial			
Court of Appeals			
Contractual Services	<u>73,980</u>	<u>73,862</u>	<u>118</u>
Common Pleas			
Personal Services	429,558	425,519	4,039
Materials and Supplies	105,447	103,509	1,938
Contractual Services	32,500	30,943	1,557
Other	<u>23,411</u>	<u>23,201</u>	<u>210</u>
Total Common Pleas	<u>590,916</u>	<u>583,172</u>	<u>7,744</u>
Jury Commission			
Personal Services	<u>3,517</u>	<u>1,717</u>	<u>1,800</u>
Juvenile Court			
Materials and Supplies	12,179	12,129	50
Contractual Services	<u>2,277</u>	<u>2,077</u>	<u>200</u>
Total Juvenile Court	<u>14,456</u>	<u>14,206</u>	<u>250</u>

(Continued)

Belmont County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund
For the Year Ended December 31, 2006
(Continued)

	Final Budget	Actual	Variance Positive (Negative)
Probate Court			
Personal Services	\$227,937	\$213,373	\$14,564
Materials and Supplies	3,110	3,110	0
Contractual Services	<u>2,550</u>	<u>1,790</u>	<u>760</u>
Total Probate Court	<u>233,597</u>	<u>218,273</u>	<u>15,324</u>
Clerk of Courts			
Personal Services	321,054	320,808	246
Materials and Supplies	12,346	11,967	379
Contractual Services	<u>185</u>	<u>85</u>	<u>100</u>
Total Clerk of Courts	<u>333,585</u>	<u>332,860</u>	<u>725</u>
County Courts			
Personal Services	522,073	519,027	3,046
Materials and Supplies	57,422	56,085	1,337
Contractual Services	<u>20,645</u>	<u>6,526</u>	<u>14,119</u>
Total County Courts	<u>600,140</u>	<u>581,638</u>	<u>18,502</u>
Public Defender			
Personal Services	242,418	242,083	335
Materials and Supplies	2,880	2,876	4
Contractual Services	<u>269,881</u>	<u>268,847</u>	<u>1,034</u>
Total Public Defender	<u>515,179</u>	<u>513,806</u>	<u>1,373</u>
Law Library			
Personal Services	<u>35,064</u>	<u>35,041</u>	<u>23</u>
Other			
Personal Services	<u>232,968</u>	<u>232,467</u>	<u>501</u>
Total General Government - Judicial	<u>2,633,402</u>	<u>2,587,042</u>	<u>46,360</u>
Public Safety			
Juvenile Probation			
Personal Services	857,062	752,044	105,018
Materials and Supplies	2,874	2,474	400
Contractual Services	<u>6,962</u>	<u>6,962</u>	<u>0</u>
Total Juvenile Probation	<u>866,898</u>	<u>761,480</u>	<u>105,418</u>
Coroner			
Personal Services	83,977	83,977	0
Contractual Services	<u>22,246</u>	<u>21,426</u>	<u>820</u>
Total Coroner	<u>106,223</u>	<u>105,403</u>	<u>820</u>
Sheriff			
Personal Services	3,084,059	3,062,680	21,379
Materials and Supplies	308,376	307,236	1,140
Contractual Services	<u>335,328</u>	<u>334,791</u>	<u>537</u>
Total Sheriff	<u>3,727,763</u>	<u>3,704,707</u>	<u>23,056</u>

(Continued)

Belmont County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund
For the Year Ended December 31, 2006
(Continued)

	Final Budget	Actual	Variance Positive (Negative)
Disaster Services			
Personal Services	\$122,652	\$110,721	\$11,931
Materials and Supplies	22,986	22,935	51
Contractual Services	<u>21,582</u>	<u>17,817</u>	<u>3,765</u>
Total Disaster Services	<u>167,220</u>	<u>151,473</u>	<u>15,747</u>
911 Services			
Personal Services	624,459	613,918	10,541
Materials and Supplies	18,500	14,139	4,361
Contractual Services	<u>432,558</u>	<u>429,239</u>	<u>3,319</u>
Total 911 Services	<u>1,075,517</u>	<u>1,057,296</u>	<u>18,221</u>
Ambulance Service			
Contractual Services	<u>156,000</u>	<u>156,000</u>	<u>0</u>
Other			
Personal Services	<u>613,889</u>	<u>612,569</u>	<u>1,320</u>
Total Public Safety	<u>6,713,510</u>	<u>6,548,928</u>	<u>164,582</u>
Public Works			
Engineer			
Personal Services	285,333	283,517	1,816
Materials and Supplies	1,500	1,500	0
Contractual Services	<u>157,360</u>	<u>157,360</u>	<u>0</u>
Total Engineer	<u>444,193</u>	<u>442,377</u>	<u>1,816</u>
Litter Control and Recycling			
Personal Services	135,869	135,237	632
Contractual Services	<u>28,537</u>	<u>26,261</u>	<u>2,276</u>
Total Litter Control and Recycling	<u>164,406</u>	<u>161,498</u>	<u>2,908</u>
Total Public Works	<u>608,599</u>	<u>603,875</u>	<u>4,724</u>
Health			
Clinics and Care			
Personal Services	49,210	48,752	458
Materials and Supplies	4,000	4,000	0
Contractual Services	<u>3,550</u>	<u>3,200</u>	<u>350</u>
Total Clinics and Care	<u>56,760</u>	<u>55,952</u>	<u>808</u>
Vital Statistics			
Materials and Supplies	<u>1,200</u>	<u>1,018</u>	<u>182</u>
Other Health			
Personal Services	<u>6,496</u>	<u>6,482</u>	<u>14</u>
Total Health	<u>64,456</u>	<u>63,452</u>	<u>1,004</u>
Human Services			
Soldier's Relief			
Personal Services	39,132	37,622	1,510
Contractual Services	109,260	109,012	248
Capital Outlay	<u>16,990</u>	<u>16,990</u>	<u>0</u>
Total Soldier's Relief	<u>165,382</u>	<u>163,624</u>	<u>1,758</u>

Belmont County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund
For the Year Ended December 31, 2006
(Continued)

	Final Budget	Actual	Variance Positive (Negative)
Veteran's Services			
Personal Services	\$168,816	\$168,217	\$599
Materials and Supplies	45,567	45,567	0
Contractual Services	17,400	17,312	88
Total Veteran's Services	231,783	231,096	687
Other			
Personal Services	27,309	27,250	59
Total Human Services	424,474	421,970	2,504
Other			
Other Expenditures			
Contractual Services	50,001	9,355	40,646
Other	50,000	42,705	7,295
Total Other	100,001	52,060	47,941
Intergovernmental:			
Contractual Services	398,036	398,034	2
Total Expenditures	19,836,127	19,465,900	370,227
Excess of Revenues Under Expenditures	(1,160,414)	(372,343)	788,071
<i><u>Other Financing Sources (Uses):</u></i>			
Sale of Assets	48,737	48,737	0
Advance In	68,187	18,187	(50,000)
Advance Out	(209,705)	(49,705)	160,000
Transfers In	193,188	193,188	0
Transfers Out	(1,832,174)	(1,819,079)	13,095
Total Other Financing Sources (Uses)	(1,731,767)	(1,608,672)	123,095
Net Change in Fund Balance	(2,892,181)	(1,981,015)	911,166
Fund Balance at Beginning of Year	1,305,890	1,305,890	0
Prior Year Encumbrances Appropriated	2,005,030	2,005,030	0
Fund Balance at End of Year	\$418,739	\$1,329,905	\$911,166

Belmont County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Public Assistance Fund
For the Year Ended December 31, 2006

	Final Budget	Actual	Variance Positive (Negative)
<i><u>Revenues:</u></i>			
Intergovernmental	\$14,433,649	\$14,378,321	(\$55,328)
Other	1,335,126	437,216	(897,910)
Total Revenues	15,768,775	14,815,537	(953,238)
<i><u>Expenditures:</u></i>			
Current:			
Human Services			
Public Assistance			
Personal Services	9,526,305	8,987,479	538,826
Materials and Supplies	875,900	845,475	30,425
Contractual Services	5,298,111	4,623,091	675,020
Capital Outlay	559,000	548,933	10,067
Other	422,745	411,416	11,329
Total Expenditures	16,682,061	15,416,394	1,265,667
Excess of Revenues Under Expenditures	(913,286)	(600,857)	312,429
<i><u>Other Financing Sources (Uses):</u></i>			
Transfers In	329,267	360,010	30,743
Net Change in Fund Balance	(584,019)	(240,847)	343,172
Fund Balance at Beginning of Year	584,019	584,019	0
Fund Balance at End of Year	\$0	\$343,172	\$343,172

Belmont County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Mental Retardation Fund
For the Year Ended December 31, 2006

	Final Budget	Actual	Variance Positive (Negative)
<i><u>Revenues:</u></i>			
Property and Other Local Taxes	\$3,643,631	\$4,390,879	\$747,248
Charges for Services	50,000	373,094	323,094
Intergovernmental	3,306,369	4,593,664	1,287,295
Other	0	1,940	1,940
Total Revenues	7,000,000	9,359,577	2,359,577
<i><u>Expenditures:</u></i>			
Current:			
Health Services			
Mental Retardation			
Personal Services	5,602,575	4,780,232	822,343
Materials and Supplies	1,973,140	978,738	994,402
Contractual Services	3,893,578	2,102,141	1,791,437
Capital Outlay	551,485	431,686	119,799
Total Expenditures	12,020,778	8,292,797	3,727,981
Net Change in Fund Balance	(5,020,778)	1,066,780	6,087,558
Fund Balance at Beginning of Year	4,822,944	4,822,944	0
Prior Year Encumbrances Appropriated	542,700	542,700	0
Fund Balance at End of Year	\$344,866	\$6,432,424	\$6,087,558

Belmont County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Infrastructure Fund
For the Year Ended December 31, 2006

	Final Budget	Actual	Variance Positive (Negative)
<i><u>Revenues:</u></i>			
Total Revenues	\$0	\$0	\$0
<i><u>Expenditures:</u></i>			
Capital Outlay			
Infrastructure			
Capital Outlay	6,254,472	60,564	6,193,908
Excess of Revenues Under Expenditures	(6,254,472)	(60,564)	6,193,908
<i><u>Other Financing Source:</u></i>			
Transfers In	0	500,000	500,000
Net Change in Fund Balance	(6,254,472)	439,436	6,693,908
Fund Balance at Beginning of Year	6,254,472	6,254,472	0
Fund Balance at End of Year	<u>\$0</u>	<u>\$6,693,908</u>	<u>\$6,693,908</u>

Belmont County, Ohio
Schedule of Revenues, Expenses and Changes
In Fund Equity - Budget (Non-GAAP Basis) and Actual
Park Health Center Fund
For the Year Ended December 31, 2006

	Final Budget	Actual	Variance Positive (Negative)
<i>Revenues:</i>			
Charges for Services	\$5,730,000	\$5,727,965	(\$2,035)
Other Non-Operating Revenue	(6,869)	3,292	10,161
Total Revenues	5,723,131	5,731,257	8,126
<i>Expenses:</i>			
Personal Services	4,128,432	4,109,299	19,133
Contractual Services	1,088,000	1,035,550	52,450
Materials and Supplies	430,000	425,530	4,470
Other	50,225	50,166	59
Debt Service:			
Principal Retirement	205,000	205,000	0
Interest and Fiscal Charges	161,327	143,865	17,462
Total Expenses	6,062,984	5,969,410	93,574
Net Change in Fund Equity	(339,853)	(238,153)	101,700
Fund Equity at Beginning of Year	339,853	339,853	0
Fund Equity at End of Year	<u>\$0</u>	<u>\$101,700</u>	<u>\$101,700</u>

Belmont County, Ohio
Schedule of Revenues, Expenses and Changes
In Fund Equity - Budget (Non-GAAP Basis) and Actual
Sanitary Sewer District 2 Fund
For the Year Ended December 31, 2006

	Final Budget	Actual	Variance Positive (Negative)
<i>Revenues:</i>			
Charges for Services	\$796,000	\$1,012,209	\$216,209
Tap-In Fees	4,000	4,000	0
Interest Income	28,225	45,703	17,478
Other Operating Revenue	303	1,513	1,210
Other Non - Operating Revenue	0	1,629	1,629
Bond Anticipation Notes Issued	7,300,000	7,300,000	0
Bond Premium	45,526	45,526	0
Total Revenues	8,174,054	8,410,580	236,526
<i>Expenses:</i>			
Personal Services	313,011	268,871	44,140
Contractual Services	1,087,187	382,631	704,556
Materials and Supplies	50,200	44,669	5,531
Other Non-Operating Expenses	9,837	1,915	7,922
Other Operating Expenses	63,237	20,423	42,814
Capital Outlay	1,153,147	1,149,674	3,473
Debt Service:			
Principal Retirement	5,875,795	5,875,795	0
Interest and Fiscal Charges	218,952	207,443	11,509
Issuance Costs	48,725	42,075	6,650
Total Expenses	8,820,091	7,993,496	826,595
Excess of Revenues Over (Under) Expenses	(646,037)	417,084	1,063,121
Advances In	42,000	42,000	0
Transfers In	0	3,138	3,138
Transfers Out	(14,129)	0	14,129
Net Change in Fund Equity	(618,166)	462,222	1,080,388
Fund Equity at Beginning of Year	621,587	621,587	0
Prior Year Encumbrances Appropriated	1,300	1,300	0
Fund Equity at End of Year	\$4,721	\$1,085,109	\$1,080,388

Belmont County, Ohio
Schedule of Revenues, Expenses and Changes
In Fund Equity - Budget (Non-GAAP Basis) and Actual
Water Works 3 Fund
For the Year Ended December 31, 2006

	Final Budget	Actual	Variance Positive (Negative)
<i>Revenues:</i>			
Charges for Services	\$2,158,799	\$2,626,850	\$468,051
Tap-In Fees	27,606	27,606	0
Interest Income	27,364	98,451	71,087
Other Operating Revenue	2,909	359	(2,550)
Other Non - Operating Revenue	0	6,534	6,534
Bond Anticipation Notes Issued	4,300,000	4,300,000	0
Total Revenues	6,516,678	7,059,800	543,122
<i>Expenses:</i>			
Personal Services	765,483	761,350	4,133
Contractual Services	2,010,158	373,020	1,637,138
Materials and Supplies	348,626	345,660	2,966
Other Non-Operating Expenses	35,474	8,430	27,044
Other Operating Expenses	212,524	32,046	180,478
Capital Outlay	602,048	600,625	1,423
Debt Service:			
Principal Retirement	4,797,756	4,379,238	418,518
Interest and Fiscal Charges	431,815	429,044	2,771
Total Expenses	9,203,884	6,929,413	2,274,471
Excess of Revenues Over (Under) Expenses	(2,687,206)	130,387	2,817,593
Transfers In	36,307	139,976	103,669
Advances Out	(492,000)	(492,000)	0
Net Change in Fund Equity	(3,142,899)	(221,637)	2,921,262
Fund Equity at Beginning of Year	3,162,016	3,162,016	0
Prior Year Encumbrances Appropriated	8,400	8,400	0
Fund Equity at End of Year	\$27,517	\$2,948,779	\$2,921,262

Belmont County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Other Special Revenue Fund
For the Year Ended December 31, 2006

	Final Budget	Actual	Variance Positive (Negative)
<i><u>Revenues:</u></i>			
Charges for Services	\$1,533,140	\$1,268,999	(\$264,141)
Licenses and Permits	160,800	194,835	34,035
Fines and Forfeitures	1,200	1,920	720
Intergovernmental	958,445	1,310,354	351,909
Rent	80,000	101,806	21,806
Other	11,599	19,688	8,089
Total Revenues	2,745,184	2,897,602	152,418
<i><u>Expenditures:</u></i>			
Current:			
General Government -			
Legislative and Executive			
Real Estate Assessment			
Personal Services	355,287	352,206	3,081
Contractual Services	639,394	639,302	92
Total Real Estate Assessment	994,681	991,508	3,173
Supplemental Equipment Recorder			
Personal Services	42,300	28,282	14,018
Contractual Services	5,000	0	5,000
Total Supplement Equipment Recorder	47,300	28,282	19,018
Voters Registration System			
Materials and Supplies	10,000	10,000	0
Delinquent Real Estate Tax and Assessment Collection			
Personal Services	84,632	55,410	29,222
Materials and Supplies	9,009	9,009	0
Contractual Services	49,654	45,878	3,776
Total Delinquent Real Estate Tax and Assessment Collection	143,295	110,297	32,998
Total General Government - Legislative and Executive	1,195,276	1,140,087	55,189
General Government - Judicial			
Certificate of Title Administration			
Personal Services	389,800	353,372	36,428
Materials and Supplies	13,000	5,671	7,329
Contractual Services	14,000	757	13,243
Total General Government - Judicial	416,800	359,800	57,000

(Continued)

Belmont County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Other Special Revenue Fund (Continued)
For the Year Ended December 31, 2006

	Final Budget	Actual	Variance Positive (Negative)
Public Safety			
Commissary			
Materials and Supplies	\$126,500	\$126,500	\$0
Homeland Security			
Materials and Supplies	94,677	94,677	0
Contractual Services	23,192	23,192	0
Capital Outlay	49,471	49,471	0
Total Homeland Security	167,340	167,340	0
Total Public Safety	293,840	293,840	0
Public Works			
Litter/Recycling/Waste Disposal			
Personal Services	6,679	6,679	0
Materials and Supplies	5,761	5,761	0
Contractual Services	70,820	70,820	0
Other	3,741	0	3,741
Total Litter/Recycling/Waste Disposal	87,001	83,260	3,741
County Emergency Preparedness			
Other	727	727	0
Total Public Works	87,728	83,987	3,741
Health			
Dog and Kennel			
Personal Services	112,545	110,524	2,021
Materials and Supplies	21,355	19,312	2,043
Contractual Services	46,090	45,292	798
Total Dog and Kennel	179,990	175,128	4,862
Marriage License			
Contractual Services	21,033	16,633	4,400
Total Health	201,023	191,761	9,262
Human Services			
Child Support Enforcement Agency			
Personal Services	815,500	755,143	60,357
Contractual Services	917,855	682,174	235,681
Total Child Support Enforcement Agency	1,733,355	1,437,317	296,038
Oakview Administration			
Materials and Supplies	120,000	111,638	8,362

(Continued)

Belmont County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Other Special Revenue Fund (Continued)
For the Year Ended December 31, 2006

	Final Budget	Actual	Variance Positive (Negative)
County Home Special Contractual Services	\$8,403	\$7,857	\$546
Total Human Services	1,861,758	1,556,812	304,946
Total Expenditures	4,056,425	3,626,287	430,138
Excess of Revenues Under Expenditures	(1,311,241)	(728,685)	582,556
<i>Other Financing Sources (Uses):</i>			
Advances In	54,016	48,016	(6,000)
Advances Out	(18,187)	(18,187)	0
Transfers In	31,070	33,274	2,204
Transfers Out	(7,388)	(3,188)	4,200
Total Other Financing Sources (Uses)	59,511	59,915	404
Net Change in Fund Balance	(1,251,730)	(668,770)	582,960
Fund Balance at Beginning of Year	1,826,995	1,826,995	0
Prior Year Encumbrances Appropriated	24,457	24,457	0
Fund Balance at End of Year	<u>\$599,722</u>	<u>\$1,182,682</u>	<u>\$582,960</u>

Belmont County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Law Enforcement Fund
For the Year Ended December 31, 2006

	Final Budget	Actual	Variance Positive (Negative)
<i><u>Revenues:</u></i>			
Charges for Services	\$3,354	\$21,138	\$17,784
Licenses and Permits	12,374	12,867	493
Fines and Forfeitures	0	15,682	15,682
Intergovernmental	225,474	242,288	16,814
Other	14,628	6,969	(7,659)
Total Revenues	<u>255,830</u>	<u>298,944</u>	<u>43,114</u>
<i><u>Expenditures:</u></i>			
Current:			
Public Safety			
Law Enforcement			
Personal Services	307,029	292,099	14,930
Materials and Supplies	37,364	34,567	2,797
Contractual Services	173,665	89,273	84,392
Capital Outlay	39,928	39,928	0
Other	2,439	2,439	0
Total Expenditures	<u>560,425</u>	<u>458,306</u>	<u>102,119</u>
Excess of Revenues Under Expenditures	(304,595)	(159,362)	145,233
<i><u>Other Financing Source:</u></i>			
Transfers In	63,129	67,874	4,745
Net Change in Fund Balance	(241,466)	(91,488)	149,978
Fund Balance at Beginning of Year	308,764	308,764	0
Prior Year Encumbrances Appropriated	3,911	3,911	0
Fund Balance at End of Year	<u><u>\$71,209</u></u>	<u><u>\$221,187</u></u>	<u><u>\$149,978</u></u>

Belmont County, Ohio
 Schedule of Revenues, Expenditures and Changes
 In Fund Balance - Budget (Non-GAAP Basis) and Actual
 Road and Bridge Fund
 For the Year Ended December 31, 2006

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<i><u>Revenues:</u></i>			
Permissive Sales Taxes	\$250,000	\$250,000	\$0
<i><u>Expenditures:</u></i>			
Current:			
Public Works			
Road and Bridge			
Contractual Services	<u>271,144</u>	<u>243,517</u>	<u>27,627</u>
Net Change in Fund Balance	(21,144)	6,483	27,627
Fund Balance at Beginning of Year	21,144	21,144	0
Prior Year Encumbrances Appropriated	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$0</u></u>	<u><u>\$27,627</u></u>	<u><u>\$27,627</u></u>

Belmont County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Emergency 911 Fund
For the Year Ended December 31, 2006

	Final Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Charges for Services	\$0	\$15,600	\$15,600
<u>Expenditures:</u>			
Current:			
Public Safety			
911 Emergency			
Contractual Services	6,260	6,240	20
Capital Outlay	112,753	107,436	5,317
Total Expenditures	119,013	113,676	5,337
Excess of Revenues Under Expenditures	(119,013)	(98,076)	20,937
<u>Other Financing Use:</u>			
Transfers Out	(60,000)	(30,000)	30,000
Net Change in Fund Balance	(179,013)	(128,076)	50,937
Fund Balance at Beginning of Year	364,571	364,571	0
Prior Year Encumbrances Appropriated	40,235	40,235	0
Fund Balance at End of Year	<u>\$225,793</u>	<u>\$276,730</u>	<u>\$50,937</u>

Belmont County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Lodging Excise Tax Fund
For the Year Ended December 31, 2006

	Final Budget	Actual	Variance Positive (Negative)
<u>Revenues:</u>			
Property and Other Local Taxes	\$200,000	\$312,144	\$112,144
<u>Expenditures:</u>			
Current:			
Economic Development and Assistance			
Lodging Excise Tax			
Personal Services	5,200	0	5,200
Contractual Services	341,200	290,102	51,098
Total Expenditures	346,400	290,102	56,298
Net Change in Fund Balance	(146,400)	22,042	168,442
Fund Balance at Beginning of Year	322,609	322,609	0
Prior Year Encumbrances Appropriated	0	0	0
Fund Balance at End of Year	<u>\$176,209</u>	<u>\$344,651</u>	<u>\$168,442</u>

Belmont County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Motor Vehicle and Gasoline Tax Fund
For the Year Ended December 31, 2006

	Final Budget	Actual	Variance Positive (Negative)
	<u> </u>	<u> </u>	<u> </u>
<i><u>Revenues:</u></i>			
Fines and Forfeitures	\$90,000	\$182,696	\$92,696
Intergovernmental	1,992,574	4,518,557	2,525,983
Licenses and Permits	0	216,564	216,564
Interest	0	8,926	8,926
Other	<u>0</u>	<u>8,826</u>	<u>8,826</u>
Total Revenues	<u>2,082,574</u>	<u>4,935,569</u>	<u>2,852,995</u>
<i><u>Expenditures:</u></i>			
Current:			
Public Works			
Motor Vehicle and Gasoline Tax			
Personal Services	2,750,618	2,526,888	223,730
Materials and Supplies	1,632,217	1,631,747	470
Contractual Services	708,204	639,469	68,735
Capital Outlay	<u>110,246</u>	<u>110,223</u>	<u>23</u>
Total Expenditures	<u>5,201,285</u>	<u>4,908,327</u>	<u>292,958</u>
Excess of Revenues Over (Under) Expenditures	<u>(3,118,711)</u>	<u>27,242</u>	<u>3,145,953</u>
<i><u>Other Financing Sources (Uses):</u></i>			
Transfers In	2,631,456	21,456	(2,610,000)
Transfers Out	<u>(198,293)</u>	<u>(198,293)</u>	<u>0</u>
Total Other Financing Sources (Uses)	<u>2,433,163</u>	<u>(176,837)</u>	<u>(2,610,000)</u>
Net Change in Fund Balance	(685,548)	(149,595)	535,953
Fund Balance at Beginning of Year	611,185	611,185	0
Prior Year Encumbrances Appropriated	<u>270,764</u>	<u>270,764</u>	<u>0</u>
Fund Balance at End of Year	<u>\$196,401</u>	<u>\$732,354</u>	<u>\$535,953</u>

Belmont County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Juvenile Court Fund
For the Year Ended December 31, 2006

	Final Budget	Actual	Variance Positive (Negative)
<i><u>Revenues:</u></i>			
Charges for Services	\$552,102	\$593,036	\$40,934
Intergovernmental	525,367	523,328	(2,039)
Other	11,114	11,384	270
Total Revenues	1,088,583	1,127,748	39,165
<i><u>Expenditures:</u></i>			
Current:			
Public Safety			
Juvenile Court			
Personal Services	571,794	357,131	214,663
Materials and Supplies	47,539	15,415	32,124
Contractual Services	547,224	458,943	88,281
Capital Outlay	14,997	14,997	0
Other	1,626	510	1,116
Total Expenditures	1,183,180	846,996	336,184
Excess of Revenues Under Expenditures	(94,597)	280,752	375,349
<i><u>Other Financing Sources :</u></i>			
Transfer In	8,665	5,131	(3,534)
Net Change in Fund Balance	(85,932)	285,883	371,815
Fund Balance at Beginning of Year	85,934	85,934	0
Fund Balance at End of Year	<u>\$2</u>	<u>\$371,817</u>	<u>\$371,815</u>

Belmont County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Mental Health Fund
For the Year Ended December 31, 2006

	Final Budget	Actual	Variance Positive (Negative)
<u>Revenues:</u>			
Property and Other Local Taxes	\$781,591	\$781,591	\$0
Intergovernmental	<u>183,775</u>	<u>183,775</u>	<u>0</u>
Total Revenues	965,366	965,366	0
<u>Expenditures:</u>			
Current:			
Intergovernmental			
Contractual Services	<u>965,366</u>	<u>965,366</u>	<u>0</u>
Net Change in Fund Balance	0	0	0
Fund Balance at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

Belmont County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
In - Home Care Levy Fund
For the Year Ended December 31, 2006

	Final Budget	Actual	Variance Positive (Negative)
<u>Revenues:</u>			
Property and Other Local Taxes	\$1,226,717	\$1,256,889	\$30,172
Intergovernmental	273,283	273,108	(175)
Total Revenues	1,500,000	1,529,997	29,997
<u>Expenditures:</u>			
Current:			
Health			
In Home Care Levy			
Contractual Services	2,074,163	2,074,119	44
Net Change in Fund Balance	(574,163)	(544,122)	30,041
Fund Balance at Beginning of Year	374,163	374,163	0
Prior Year Encumbrances Appropriated	200,000	200,000	0
Fund Balance at End of Year	<u>\$0</u>	<u>\$30,041</u>	<u>\$30,041</u>

Belmont County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Children Services Fund
For the Year Ended December 31, 2006

	Final Budget	Actual	Variance Positive (Negative)
<i><u>Revenues:</u></i>			
Property and Other Local Taxes	\$248,846	\$370,000	\$121,154
Charges for Services	1,035,582	1,589,020	553,438
Intergovernmental	1,494,750	1,075,849	(418,901)
Other	14,418	16,933	2,515
Total Revenues	2,793,596	3,051,802	258,206
<i><u>Expenditures:</u></i>			
Current:			
Human Services			
Children Services			
Personal Services	532,402	527,902	4,500
Materials and Supplies	201,440	119,541	81,899
Contractual Services	2,778,006	2,185,274	592,732
Total Expenditures	3,511,848	2,832,717	679,131
Net Change in Fund Balance	(718,252)	219,085	937,337
Fund Balance at Beginning of Year	721,202	721,202	0
Fund Balance at End of Year	<u>\$2,950</u>	<u>\$940,287</u>	<u>\$937,337</u>

Belmont County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
County Courts Fund
For the Year Ended December 31, 2006

	Final Budget	Actual	Variance Positive (Negative)
<i>Revenues:</i>			
Fines and Forfeitures	\$135,291	\$386,829	\$251,538
Intergovernmental	0	9,820	9,820
Other	0	399	399
Total Revenues	135,291	397,048	261,757
<i>Expenditures:</i>			
Current:			
General Government - Judicial			
County Courts			
Personal Services	210,216	122,006	88,210
Materials and Supplies	305,791	86,309	219,482
Contractual Services	346,841	98,437	248,404
Total County Courts	862,848	306,752	556,096
Debt Service			
Principal Retirement	25,000	25,000	0
Interest and Fiscal Charges	800	720	80
Total Debt Service	25,800	25,720	80
Total Expenditures	888,648	332,472	556,176
Excess of Revenues Over (Under) Expenditures	(753,357)	64,576	817,933
<i>Other Financing Use:</i>			
Transfers Out	(40,000)	0	40,000
Net Change in Fund Balance	(793,357)	64,576	857,933
Fund Balance at Beginning of Year	793,570	793,570	0
Prior Year Encumbrances Appropriated	1,093	1,093	0
Fund Balance at End of Year	\$1,306	\$859,239	\$857,933

Belmont County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Commissioners CDBG Fund
For the Year Ended December 31, 2006

	Final Budget	Actual	Variance Positive (Negative)
<i>Revenues:</i>			
Intergovernmental	\$483,543	\$483,543	\$0
<i>Expenditures:</i>			
Current:			
Public Works			
Commissioners CDBG			
Contractual Services	512,032	512,006	26
Net Change in Fund Balance	(28,489)	(28,463)	26
Fund Balance at Beginning of Year	28,689	28,689	0
Fund Balance at End of Year	\$200	\$226	\$26

Belmont County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Federal Emergency Management Assistance Fund
For the Year Ended December 31, 2006

	Final Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$2,752,003	\$2,755,687	\$3,684
<u>Expenditures:</u>			
<u>Current:</u>			
Public Works			
Road and Bridge			
Contractual Services	3,426	31,172	(27,746)
Excess of Revenues Under Expenditures	2,748,577	2,724,515	(24,062)
<u>Other Financing Use:</u>			
Transfers Out	(3,217,225)	(3,214,586)	2,639
Net Change in Fund Balance	(468,648)	(490,071)	(21,423)
Fund Balance at Beginning of Year	1,153,170	1,153,170	0
Prior Year Encumbrances Appropriated	31,172	31,172	0
Fund Balance at End of Year	<u>\$715,694</u>	<u>\$694,271</u>	<u>(\$21,423)</u>

Belmont County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Debt Service Fund
For the Year Ended December 31, 2006

	Final Budget	Actual	Variance Positive (Negative)
<u>Revenues:</u>			
Rent	\$53,416	\$54,890	\$1,474
Interest	311	311	0
Total Revenues	<u>53,727</u>	<u>55,201</u>	<u>1,474</u>
<u>Expenditures:</u>			
Debt Service			
Principal Retirement	550,176	550,176	0
Interest and Fiscal Charges	296,274	295,833	441
Issuance Costs	145,577	142,366	3,211
Total Debt Service	<u>992,027</u>	<u>988,375</u>	<u>3,652</u>
Excess of Revenues Under Expenditures	<u>(938,300)</u>	<u>(933,174)</u>	<u>5,126</u>
<u>Other Financing Sources (Uses):</u>			
Sale of Land (Held for Resale)	0	16,225	16,225
Premium on Bonds	185,685	185,685	0
Proceeds from Refunding Bonds	1,705,000	1,705,000	0
Proceeds of Notes	85,000	85,000	0
Payment to Refunded Bond Escrow Agent	(1,736,223)	(1,736,223)	0
Transfers In	612,790	837,790	225,000
Total Other Financing Sources (Uses)	<u>852,252</u>	<u>1,093,477</u>	<u>241,225</u>
Net Change in Fund Balance	(86,048)	160,303	246,351
Fund Balance at Beginning of Year	<u>90,188</u>	<u>90,188</u>	<u>0</u>
Fund Balance at End of Year	<u>\$4,140</u>	<u>\$250,491</u>	<u>\$246,351</u>

Belmont County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Permanent Improvement Fund
For the Year Ended December 31, 2006

	Final Budget	Actual	Variance Positive (Negative)
<i>Revenues:</i>			
Intergovernmental	\$0	\$136,651	\$136,651
Interest	1,689	132,034	130,345
Other	867	1,608	741
Total Revenues	2,556	270,293	267,737
<i>Expenditures:</i>			
Capital Outlay			
Permanent Improvement			
Contractual Services	4,815,209	884,266	3,930,943
Debt Service			
Principal Retirement	1,260,000	1,260,000	0
Interest and Fiscal Charges	53,067	53,067	0
Total Debt Service	1,313,067	1,313,067	0
Total Expenditures	6,128,276	2,197,333	3,930,943
Excess of Revenues Under Expenditures	(6,125,720)	(1,927,040)	4,198,680
<i>Other Financing Sources (Uses):</i>			
Bond Anticipation Notes Issued	1,311,001	1,100,000	(211,001)
Advances In	0	1,689	1,689
Proceeds from Bond	3,220,000	3,220,000	0
Transfers In	15,000	213,293	198,293
Transfers Out	(288,987)	0	288,987
Total Other Financing Sources (Uses)	4,257,014	4,534,982	277,968
Net Change in Fund Balance	(1,868,706)	2,607,942	4,476,648
Fund Balance at Beginning of Year	1,569,912	1,569,912	0
Prior Year Encumbrances Appropriated	300,000	300,000	0
Fund Balance at End of Year	\$1,206	\$4,477,854	\$4,476,648

Belmont County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Road and Bridge Improvement and Repair
For the Year Ended December 31, 2006

	<u>Final Budget</u>	<u>Actual</u>	Variance Positive (Negative)
<i><u>Revenues:</u></i>			
Interest	<u>\$17,109</u>	<u>\$22,997</u>	<u>\$5,888</u>
<i><u>Expenditures:</u></i>			
Capital Outlay			
Road and Bridge Improvement and Repair			
Contractual Services	<u>4,462,950</u>	<u>2,727,733</u>	<u>1,735,217</u>
Debt Service			
Principal Retirement	2,000,000	2,000,000	0
Interest and Fiscal Charges	<u>67,875</u>	<u>67,875</u>	<u>0</u>
Total Debt Service	<u>2,067,875</u>	<u>2,067,875</u>	<u>0</u>
Total Expenditures	<u>6,530,825</u>	<u>4,795,608</u>	<u>1,735,217</u>
Excess of Revenues Under Expenditures	<u>(6,513,716)</u>	<u>(4,772,611)</u>	<u>1,741,105</u>
<i><u>Other Financing Sources:</u></i>			
Bond Anticipation Notes Issued	2,000,000	2,000,000	0
Transfers In	<u>2,360,648</u>	<u>2,661,135</u>	<u>300,487</u>
Total Other Financing Sources	<u>4,360,648</u>	<u>4,661,135</u>	<u>300,487</u>
Net Change in Fund Balance	(2,153,068)	(111,476)	2,041,592
Fund Balance at Beginning of Year	1,327,443	1,327,443	0
Prior Year Encumbrances Appropriated	<u>825,625</u>	<u>825,625</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$0</u></u>	<u><u>\$2,041,592</u></u>	<u><u>\$2,041,592</u></u>

Belmont County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Satellite Building Construction Fund
For the Year Ended December 31, 2006

	Final Budget	Actual	Variance Positive (Negative)
<i><u>Revenues:</u></i>			
Rent	\$9,855	\$10,158	\$303
Interest	7,281	33,823	26,542
Total Revenues	<u>17,136</u>	<u>43,981</u>	<u>26,845</u>
<i><u>Expenditures:</u></i>			
Capital Outlay			
Satellite Building Construction			
Contractual Services	<u>741,398</u>	<u>6,436</u>	<u>734,962</u>
Debt Service			
Principal Retirement	1,480,000	1,480,000	0
Interest and Fiscal Charges	<u>24,759</u>	<u>24,759</u>	<u>0</u>
Total Debt Service	<u>1,504,759</u>	<u>1,504,759</u>	<u>0</u>
Total Expenditures	<u>2,246,157</u>	<u>1,511,195</u>	<u>734,962</u>
Excess of Revenues Under Expenditures	(2,229,021)	(1,467,214)	761,807
<i><u>Other Financing Source:</u></i>			
General Obligation Bonds Issued	<u>1,480,000</u>	<u>1,480,000</u>	<u>0</u>
Net Change in Fund Balance	(749,021)	12,786	761,807
Fund Balance at Beginning of Year	746,017	746,017	0
Prior Year Encumbrances Appropriated	<u>3,000</u>	<u>3,000</u>	<u>0</u>
Fund Balance at End of Year	<u><u>(\$4)</u></u>	<u><u>\$761,803</u></u>	<u><u>\$761,807</u></u>

Belmont County, Ohio
 Schedule of Revenues, Expenditures and Changes
 In Fund Balance - Budget (Non-GAAP Basis) and Actual
 Issue II Fund
 For the Year Ended December 31, 2006

	Final Budget	Actual	Variance Positive (Negative)
<i>Revenues:</i>			
Intergovernmental	\$341,995	\$754,458	\$412,463
<i>Expenditures:</i>			
Capital Outlay Issue II			
Contractual Services	341,995	754,458	(412,463)
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

Belmont County, Ohio
Schedule of Revenues, Expenses and Changes
In Fund Equity - Budget (Non-GAAP Basis) and Actual
Water Works 1 Fund
For the Year Ended December 31, 2006

	Final Budget	Actual	Variance Positive (Negative)
<i>Revenues:</i>			
Charges for Services	\$188,717	\$207,456	\$18,739
Tap-In Fees	5,283	5,283	0
Interest Income	0	3,623	3,623
Total Revenues	194,000	216,362	22,362
<i>Expenses:</i>			
Contractual Services	434,271	360,006	74,265
Excess of Revenues Under Expenses	(240,271)	(143,644)	96,627
Advances In	150,000	150,000	0
Net Change in Fund Equity	(90,271)	6,356	96,627
Fund Equity at Beginning of Year	90,271	90,271	0
Prior Year Encumbrances Appropriated	0	0	0
Fund Equity at End of Year	\$0	\$96,627	\$96,627

Belmont County, Ohio
Schedule of Revenues, Expenses and Changes
In Fund Equity - Budget (Non-GAAP Basis) and Actual
Sanitary Sewer District 1 Fund
For the Year Ended December 31, 2006

	Final Budget	Actual	Variance Positive (Negative)
<i>Revenues:</i>			
Charges for Services	\$214,074	\$240,443	\$26,369
Tap-In Fees	300	300	0
Interest Income	0	59,915	59,915
Other Non-Operating Revenue	0	1,089	1,089
Total Revenues	214,374	301,747	87,373
<i>Expenses:</i>			
Personal Services	112,111	111,275	836
Contractual Services	1,469,426	296,761	1,172,665
Materials and Supplies	28,188	21,515	6,673
Capital Outlay	16,000	16,000	0
Other Operating Expenses	918	286	632
Other Non-Operating Expenses	6,631	1,619	5,012
Total Expenses	1,633,274	447,456	1,185,818
Excess of Revenues Under Expenses	(1,418,900)	(145,709)	1,273,191
Transfers In	140,679	210,087	69,408
Net Change in Fund Equity	(1,278,221)	64,378	1,342,599
Fund Equity at Beginning of Year	1,278,221	1,278,221	0
Prior Year Encumbrances Appropriated	0	0	0
Fund Equity at End of Year	\$0	\$1,342,599	\$1,342,599

Belmont County, Ohio
Schedule of Revenues, Expenses and Changes
In Fund Equity - Budget (Non-GAAP Basis) and Actual
Sanitary Sewer District 3A Fund
For the Year Ended December 31, 2006

	Final Budget	Actual	Variance Positive (Negative)
<i>Revenues:</i>			
Charges for Services	\$30,000	\$48,130	\$18,130
Other Non-Operating Revenue	0	2,805	2,805
Total Revenues	30,000	50,935	20,935
<i>Expenses:</i>			
Personal Services	48,442	35,769	12,673
Contractual Services	19,800	15,639	4,161
Materials and Supplies	11,450	7,804	3,646
Other Non-Operating Expenses	10,457	3,283	7,174
Other Operating Expenses	20,720	1,255	19,465
Total Expenses	110,869	63,750	47,119
Net Change in Fund Equity	(80,869)	(12,815)	68,054
Fund Equity at Beginning of Year	80,869	80,869	0
Prior Year Encumbrances Appropriated	0	0	0
Fund Equity at End of Year	\$0	\$68,054	\$68,054

Belmont County, Ohio
Schedule of Revenues, Expenses and Changes
In Fund Equity - Budget (Non-GAAP Basis) and Actual
Sanitary Sewer District 3B Fund
For the Year Ended December 31, 2006

	Final Budget	Actual	Variance Positive (Negative)
<i>Revenues:</i>			
Charges for Services	\$18,255	\$20,709	\$2,454
Other Non-Operating Revenue	0	333	333
Total Revenues	18,255	21,042	2,787
<i>Expenses:</i>			
Personal Services	7,671	5,492	2,179
Contractual Services	9,450	7,025	2,425
Materials and Supplies	110	56	54
Other Non-Operating Expenses	651	286	365
Other Operating Expenses	1,826	643	1,183
Debt Service:			
Principal Retirement	9,205	9,205	0
Interest and Fiscal Charges	184	184	0
Total Expenses	29,097	22,891	6,206
Excess of Revenues Under Expenses	(10,842)	(1,849)	8,993
Transfers In	6,234	6,234	0
Net Change in Fund Equity	(4,608)	4,385	8,993
Fund Equity at Beginning of Year	4,609	4,609	0
Fund Equity at End of Year	\$1	\$8,994	\$8,993

Belmont County, Ohio
Schedule of Revenues, Expenses and Changes
In Fund Equity - Budget (Non-GAAP Basis) and Actual
Sanitary Sewer District 3C Fund
For the Year Ended December 31, 2006

	Final Budget	Actual	Variance Positive (Negative)
<i>Revenues:</i>			
Charges for Services	\$0	\$1,739	\$1,739
<i>Expenses:</i>			
Total Expenses	0	0	0
Excess of Revenues Over Expenses	0	1,739	1,739
Transfers Out	(14,163)	0	14,163
Net Change in Fund Equity	(14,163)	1,739	15,902
Fund Equity at Beginning of Year	14,163	14,163	0
Fund Equity at End of Year	\$0	\$15,902	\$15,902

Belmont County, Ohio
Schedule of Revenues, Expenses and Changes
In Fund Equity - Budget (Non-GAAP Basis) and Actual
Water Works 2 Fund
For the Year Ended December 31, 2006

	Final Budget	Actual	Variance Positive (Negative)
<i>Revenues:</i>			
Charges for Services	\$837,650	\$874,862	\$37,212
Tap-In Fees	12,350	12,350	0
Interest Income	0	15,000	15,000
Other Non-Operating Revenue	0	2,041	2,041
Total Revenues	850,000	904,253	54,253
<i>Expenses:</i>			
Personal Services	263,471	218,532	44,939
Contractual Services	873,885	308,222	565,663
Materials and Supplies	183,603	78,175	105,428
Other Non-Operating Expenses	14,443	2,872	11,571
Capital Outlay	72,962	72,962	0
Other Operating Expenses	3,061	3,061	0
Total Expenses	1,411,425	683,824	727,601
Excess of Revenues Over (Under) Expenses	(561,425)	220,429	781,854
Advances In	0	300,000	300,000
Transfers In	13,993	12,560	(1,433)
Net Change in Fund Equity	(547,432)	532,989	1,080,421
Fund Equity at Beginning of Year	547,431	547,431	0
Prior Year Encumbrances Appropriated	562	562	0
Fund Equity at End of Year	\$561	\$1,080,982	\$1,080,421

Statistical Section

Statistical Section

This part of the Belmont County Ohio's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the County's overall financial health.

<u>Contents</u>	<u>Page(s)</u>
Financial Trends These schedules contain trend information to help the reader understand how the County's financial position has changed over time.	S3-S9
Revenue Capacity These schedules contain information to help the reader understand and assess the factors affecting the County's ability to generate its most significant local revenue sources, the property tax and the sales tax.	S10-S29
Debt Capacity These schedules present information to help the reader assess the affordability of the County's current levels of outstanding debt and the County's ability to issue additional debt in the future.	S30-S37
Economic and Demographic Information These schedules offer economic and demographic indicators to help the reader understand the environment within which the County's financial activities take place and to provide information that facilitates comparisons of financial information over time and among governments.	S38-S39
Operating Information These schedules contain service and infrastructure data to help the reader understand how the information in the County's financial report relates to the services the County provides and the activities it performs.	S40-S47

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The County implemented GASB Statement 34 in 2003; schedules presenting government-wide information include information beginning in that year.

This page intentionally left blank

Belmont County
Net Assets by Component
Last Four Years
(Accrual Basis of Accounting)

	2006	2005	2004	2003 (1)
Governmental Activities				
Invested in Capital Assets, Net of Related Debt	\$49,628,058	\$52,224,190	\$54,574,403	\$60,396,082
Restricted for:				
Debt Service	152	22,236	33,993	6,301
Capital Projects	8,210,425	5,137,973	2,440,178	2,839,672
Public Assistance	0	1,248,948	231,512	0
Mental Retardation	8,355,072	6,607,143	5,263,685	0
Law Enforcement	318,255	393,060	308,505	0
Emergency 911	407,637	347,927	664,294	0
Motor Vehicle and Gasoline Tax	2,986,326	2,775,446	2,780,184	0
In-Home Care Levy	525,482	556,106	1,055,654	0
Children Services	775,656	446,024	468,237	0
County Courts	876,604	815,988	734,215	0
Commissioners CDBG	2,347,009	2,648,564	2,063,481	0
Other Purposes	2,853,683	3,687,058	4,063,913	16,415,174
Unrestricted	11,892,564	12,642,354	11,453,071	10,034,310
Total Governmental Activities Net Assets	\$89,176,923	\$89,553,017	\$86,135,325	\$89,691,539
Business-type Activities				
Invested in Capital Assets, Net of Related Debt	\$13,529,730	\$14,180,359	\$12,519,133	\$11,630,713
Restricted for:				
Replacement and Improvement	0	0	0	78,000
Debt Service	382,640	349,422	353,313	536,814
Unrestricted	6,223,785	5,945,675	8,307,459	9,384,421
Total Business-type Activities Net Assets	\$20,136,155	\$20,475,456	\$21,179,905	\$21,629,948
Primary Government				
Invested in Capital Assets, Net of Related Debt	\$63,157,788	\$66,404,549	\$67,093,536	\$72,026,795
Restricted	28,038,941	25,035,895	20,461,164	19,875,961
Unrestricted	18,116,349	18,588,029	19,760,530	19,418,731
Total Primary Government Net Assets	\$109,313,078	\$110,028,473	\$107,315,230	\$111,321,487

(1) Governmental Activities - Restricted Net Assets for Other Purposes were not reported at a detailed level for specified purposes.

Belmont County
Changes in Net Assets
Last Four Years
(Accrual Basis of Accounting)

	2006	2005	2004	2003
Program Revenues				
Governmental Activities:				
Charges for Services				
General Government:				
Legislative and Executive	\$2,221,455	\$2,530,333	\$2,632,493	\$1,945,977
Judicial	1,431,762	1,271,747	1,460,869	1,304,720
Public Safety	1,093,136	636,944	604,890	726,654
Public Works	472,111	544,256	311,166	410,384
Health	521,455	334,451	152,631	149,818
Human Services	1,761,452	1,022,230	713,800	1,517,002
Total Charges for Services and Sales	7,501,371	6,339,961	5,875,849	6,054,555
Operating Grants and Contributions	28,268,762	31,084,463	23,699,586	22,094,865
Capital Grants and Contributions	891,109	2,600,000	252,241	6,804
Total Governmental Activities Program Revenues	36,661,242	40,024,424	29,827,676	28,156,224
Business-type Activities:				
Charges for Services and Sales				
Park Health Center	6,022,915	5,834,392	6,433,640	5,387,200
Sanitary Sewer District 2	1,020,982	923,688	986,791	1,133,435
Water Works 3	2,578,069	2,754,366	2,817,895	2,851,790
Water Works 1	206,022	220,768	229,448	248,595
Sanitary Sewer District 1	238,604	230,862	254,208	245,650
Sanitary Sewer District 3A	42,566	54,777	39,781	56,554
Sanitary Sewer District 3B	20,388	20,831	18,154	23,485
Sanitary Sewer District 3C	1,739	1,713	1,983	2,072
Water Works 2	865,211	887,788	849,633	883,272
Total Charges for Services and Sales	10,996,496	10,929,185	11,631,533	10,832,053
Operating Grants and Contributions	0	0	29,272	0
Capital Grants and Contributions	49,539	44,011	50,967	53,399
Total Business-type Activities Program Revenues	11,046,035	10,973,196	11,711,772	10,885,452
Total Primary Government Program Revenues	47,707,277	50,997,620	41,539,448	39,041,676

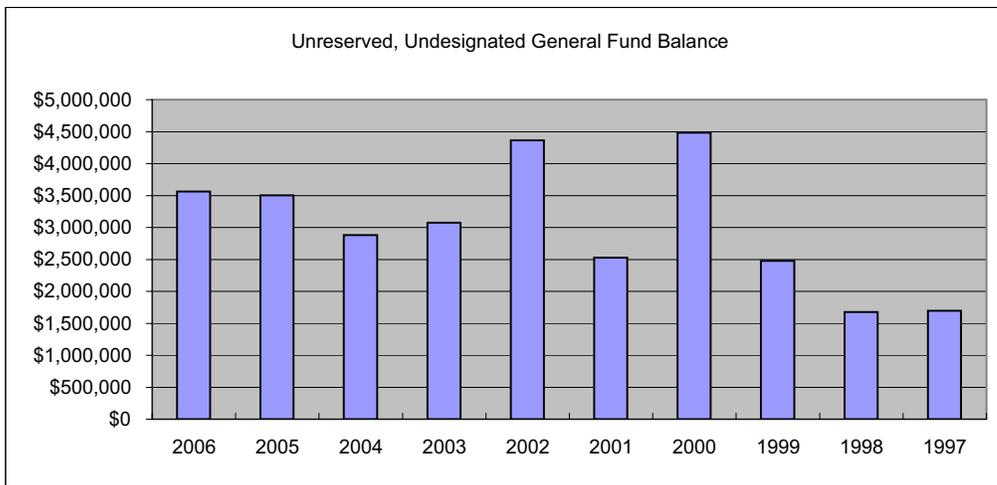
(continued)

Belmont County
Changes in Net Assets (Continued)
Last Four Years
(Accrual Basis of Accounting)

Expenses	2006	2005	2004	2003
Governmental Activities:				
General Government:				
Legislative and Executive	\$8,644,964	\$8,506,362	\$7,669,610	\$6,222,380
Judicial	3,204,286	3,077,922	2,839,016	2,790,146
Public Safety	8,545,138	8,799,940	8,099,869	8,058,561
Public Works	8,385,957	6,765,150	8,195,280	7,870,853
Health	10,104,816	11,548,635	10,536,210	10,901,109
Human Services	20,676,907	17,281,713	14,046,442	14,796,233
Economic Development and Assistance	270,011	276,427	333,973	199,171
Intergovernmental	1,438,157	2,045,558	1,957,473	1,021,276
Interest and Fiscal Charges	487,933	317,042	245,327	315,257
<i>Total Governmental Activities</i>	<u>61,758,169</u>	<u>58,618,749</u>	<u>53,923,200</u>	<u>52,174,986</u>
Business-Type Activities:				
Park Health Center	6,175,358	6,338,579	5,924,203	5,664,084
Sanitary Sewer District 2	1,314,559	1,016,134	980,303	916,662
Water Works 3	2,842,781	2,904,472	2,735,397	2,563,055
Water Works 1	390,761	291,426	322,651	337,346
Sanitary Sewer District 1	289,774	515,267	349,872	316,925
Sanitary Sewer District 3A	66,060	53,917	49,121	45,666
Sanitary Sewer District 3B	25,420	42,167	22,116	23,892
Sanitary Sewer District 3C	1,427	1,427	1,427	1,370
Water Works 2	573,443	1,005,364	1,043,461	978,673
<i>Total Business-type Activities</i>	<u>11,679,583</u>	<u>12,168,753</u>	<u>11,428,551</u>	<u>10,847,673</u>
<i>Total Primary Government Program</i>	<u>73,437,752</u>	<u>70,787,502</u>	<u>65,351,751</u>	<u>63,022,659</u>
Net (Expense)Revenue				
Governmental Activities	(25,096,927)	(18,594,325)	(24,095,524)	(24,018,762)
Business-type Activities	(633,548)	(1,195,557)	283,221	37,779
<i>Total Primary Government Net (Expense)Revenue</i>	<u>(\$25,730,475)</u>	<u>(\$19,789,882)</u>	<u>(\$23,812,303)</u>	<u>(\$23,980,983)</u>
General Revenues and Other Changes in Net Assets				
Governmental Activities:				
Property Taxes Levied for General Purposes	\$1,972,145	\$1,979,606	\$1,919,304	\$1,765,723
Property Taxes Levied for:				
Mental Retardation	4,465,814	4,506,450	4,418,235	4,253,114
Lodging Excise Tax	316,927	295,310	281,426	255,897
Mental Health	796,177	819,519	796,795	763,552
In-Home Care Levy	1,278,186	1,289,175	1,263,843	1,216,783
Children Services	378,659	393,852	388,530	368,414
Permissive Sales Tax Imposed for General Purposes	11,306,530	11,817,903	11,370,097	11,051,273
Permissive Sales Tax Imposed for Roads and Bridges	250,000	250,000	500,000	500,000
Grants and Entitlements not				
Restricted to Specific Programs	942,746	529,761	843,546	1,433,321
Investment Earnings	2,286,422	1,338,113	808,932	739,289
Miscellaneous	789,951	1,138,683	494,267	374,320
Transfers	(62,724)	(342,850)	0	0
<i>Total Governmental Activities</i>	<u>24,720,833</u>	<u>24,015,522</u>	<u>23,084,975</u>	<u>22,721,686</u>
Business-type Activities:				
Investment Earnings	226,350	122,722	26,536	245,733
Miscellaneous	5,173	25,536	31,318	21,195
Transfers	62,724	342,850	0	0
<i>Total Business-type Activities</i>	<u>294,247</u>	<u>491,108</u>	<u>57,854</u>	<u>266,928</u>
<i>Total Primary Government</i>	<u>25,015,080</u>	<u>24,506,630</u>	<u>23,142,829</u>	<u>22,988,614</u>
Restatements				
Governmental Activities	0	(2,003,505)	(2,545,665)	0
Business-type Activities	0	0	(791,118)	0
Change in Net Assets				
Governmental Activities	(376,094)	5,421,197	(1,010,549)	(1,297,076)
Business-type Activities	(339,301)	(704,449)	341,075	304,707
<i>Total Primary Government Change in Net Assets</i>	<u>(\$715,395)</u>	<u>\$2,713,243</u>	<u>(\$4,006,257)</u>	<u>(\$992,369)</u>

Belmont County
Fund Balances, Governmental Funds
Last Ten Years
(modified accrual basis of accounting)

	2006	2005	2004	2003
General Fund				
Reserved	\$2,278,531	\$2,331,701	\$2,711,799	\$1,496,282
Unreserved, Designated for Budget Stabilization	845,144	966,045	895,144	1,160,000
Unreserved, Undesignated	3,562,927	3,504,940	2,878,416	3,074,915
<i>Total General Fund</i>	<u>6,686,602</u>	<u>6,802,686</u>	<u>6,485,359</u>	<u>5,731,197</u>
All Other Governmental Funds				
Reserved	1,977,321	1,614,331	1,308,191	1,327,710
Unreserved, Undesignated Reported In				
Special Revenue Funds	13,384,660	13,416,224	13,778,207	12,504,950
Debt Service Funds	250,491	90,188	54,968	25,733
Capital Projects Funds	13,369,562	9,148,136	5,006,910	6,139,144
<i>Total All Other Governmental Funds</i>	<u>28,982,034</u>	<u>24,268,879</u>	<u>20,148,276</u>	<u>19,997,537</u>
<i>Total Governmental Funds</i>	<u>\$35,668,636</u>	<u>\$31,071,565</u>	<u>\$26,633,635</u>	<u>\$25,728,734</u>



2002	2001	2000	1999	1998	1997
\$2,224,940	\$1,875,591	\$2,262,515	\$1,906,166	\$1,776,185	\$1,552,087
1,000,000	1,000,000	0	0	0	0
4,363,836	2,528,104	4,480,979	2,476,724	1,677,587	1,697,331
<u>7,588,776</u>	<u>5,403,695</u>	<u>6,743,494</u>	<u>4,382,890</u>	<u>3,453,772</u>	<u>3,249,418</u>
1,951,800	2,601,268	2,723,994	2,575,373	3,817,118	1,624,121
10,259,315	9,291,355	8,874,769	9,929,143	9,002,601	10,243,096
26,882	76,361	125,698	172,872	229,788	235,418
3,473,239	949,125	904,545	(253,868)	1,747,382	1,401,420
<u>15,711,236</u>	<u>12,918,109</u>	<u>12,629,006</u>	<u>12,423,520</u>	<u>14,796,889</u>	<u>13,504,055</u>
<u>\$23,300,012</u>	<u>\$18,321,804</u>	<u>\$19,372,500</u>	<u>\$16,806,410</u>	<u>\$18,250,661</u>	<u>\$16,753,473</u>

Belmont County
Changes in Fund Balances, Governmental Funds
Last Ten Years
(modified accrual basis of accounting)

	2006	2005	2004	2003
Revenues				
Property Taxes	\$9,137,453	\$9,255,773	\$9,227,401	\$8,747,834
Permissive Sales Tax	11,556,530	12,067,903	11,870,097	11,551,273
Charges for Services	5,908,482	4,903,667	4,364,601	4,416,547
Licenses and Permits	410,218	376,410	402,889	400,212
Fines and Forfeitures	995,919	893,160	834,747	1,057,787
Intergovernmental	31,703,262	29,702,720	24,573,546	22,990,980
Interest	2,295,348	1,348,901	811,192	745,299
Rent	174,772	223,110	220,373	238,072
Other	789,951	1,082,996	494,267	436,823
<i>Total Revenues</i>	<u>62,971,935</u>	<u>59,854,640</u>	<u>52,799,113</u>	<u>50,584,827</u>
Expenditures				
Current:				
General Government:				
Legislative and Executive	8,118,510	7,653,603	7,113,814	6,083,730
Judicial	3,140,869	3,013,839	2,797,453	2,788,251
Public Safety	8,070,246	8,269,243	7,774,516	6,776,390
Public Works	5,915,257	5,646,102	6,132,243	5,558,015
Health	9,636,473	11,180,541	10,379,494	9,490,942
Human Services	20,139,307	17,061,773	14,047,293	14,669,348
Economic Development and Assistance	270,011	276,427	333,973	199,388
Other	52,060	9,131	11,634	7,385
Capital Outlay	3,856,669	2,110,006	778,671	1,396,148
Intergovernmental	1,438,157	2,045,558	1,957,473	1,951,735
Debt Service:				
Principal Retirement	1,962,652	1,058,363	2,484,421	982,663
Interest and Fiscal Charges	452,808	260,496	255,115	305,738
Issuance Costs	142,366	0	0	42,879
<i>Total Expenditures</i>	<u>63,195,385</u>	<u>58,585,082</u>	<u>54,066,100</u>	<u>50,252,612</u>
<i>Excess of Revenues Over</i> <i>(Under) Expenditures</i>	<u>(223,450)</u>	<u>1,269,558</u>	<u>(1,266,987)</u>	<u>332,215</u>
Other Financing Sources (Uses)				
Bond Anticipation Notes Issued	2,000,000	3,480,000	540,000	1,955,000
General Obligation Bonds Issued	4,700,000	0	0	0
Refunding Bonds Issued	1,705,000	0	0	1,785,000
Premium on Bonds	185,685	0	0	7,213
Discount on Bonds	0	0	0	(3,157)
Payment to Refunded Bond Escrow Agent	(1,736,223)	0	0	(1,732,150)
Current Refunding	(2,000,000)	0	0	0
Sale of Assets	28,783	12,853	16,014	14,295
Inception of Capital Lease	0	18,369	129,913	89,747
Transfers In	4,727,298	4,843,029	1,892,086	2,771,603
Transfers Out	(4,790,022)	(5,185,879)	(1,892,086)	(2,771,603)
<i>Total Other Financing Sources (Uses)</i>	<u>4,820,521</u>	<u>3,168,372</u>	<u>685,927</u>	<u>2,115,948</u>
<i>Residual Equity Transfers</i>	0	0	0	0
Increase (Decrease) in Reserve for Inventory	0	0	0	0
Restatements	<u>0</u>	<u>0</u>	<u>1,485,961</u>	<u>(19,441)</u>
<i>Net Change in Fund Balances</i>	<u>\$4,597,071</u>	<u>\$4,437,930</u>	<u>\$904,901</u>	<u>\$2,428,722</u>
Debt Service as a Percentage of Noncapital Expenditures	4.3%	2.3%	5.1%	2.7%

2002	2001	2000	1999	1998	1997
\$8,452,976	\$9,176,273	\$8,679,961	\$6,995,841	\$6,689,018	\$5,692,443
12,164,190	10,869,183	10,439,029	10,292,926	9,766,722	9,204,245
3,753,785	3,648,773	3,586,695	3,663,224	3,078,449	2,840,054
166,680	173,455	136,912	142,019	152,337	145,325
1,524,680	1,422,726	1,275,964	1,224,914	1,154,692	976,711
26,462,580	24,087,107	24,059,626	21,881,140	20,386,557	18,691,589
1,076,950	1,886,106	2,020,048	1,561,873	1,751,121	1,286,800
259,601	289,567	252,975	257,121	245,020	247,046
2,008,539	1,515,250	1,522,666	990,546	1,970,078	911,018
<u>55,869,981</u>	<u>53,068,440</u>	<u>51,973,876</u>	<u>47,009,604</u>	<u>45,193,994</u>	<u>39,995,231</u>
6,169,257	6,148,649	5,983,187	5,670,302	5,331,289	5,318,874
3,087,798	3,175,540	2,428,572	2,505,053	2,111,035	1,805,575
6,990,082	6,155,662	6,535,237	8,063,661	7,652,682	4,394,773
5,259,793	5,347,480	5,154,302	5,306,216	4,707,255	3,986,521
9,350,695	8,993,243	8,622,523	6,895,673	6,277,363	6,172,397
16,025,186	17,411,734	16,930,171	14,649,887	13,303,681	11,453,123
214,004	185,988	236,848	250,420	135,190	133,314
70,599	182,221	12,877	10,005	8,887	3,577
2,594,580	3,360,123	1,388,064	3,159,859	2,317,852	1,505,552
1,299,529	1,598,577	1,502,824	1,445,760	1,355,458	1,675,489
480,908	483,494	463,953	473,844	394,413	342,384
340,321	469,683	407,556	368,782	405,086	321,474
0	0	0	0	0	0
<u>51,882,752</u>	<u>53,512,394</u>	<u>49,666,114</u>	<u>48,799,462</u>	<u>44,000,191</u>	<u>37,113,053</u>
<u>3,987,229</u>	<u>(443,954)</u>	<u>2,307,762</u>	<u>(1,789,858)</u>	<u>1,193,803</u>	<u>2,882,178</u>
500,000	0	400,000	0	0	0
0	0	0	0	165,498	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	0	0	0	0
287,543	18,371	44,111	48,774	13,213	16,663
193,877	135,589	41,127	285,073	149,419	40,171
2,708,367	3,581,094	1,807,927	1,814,722	2,457,255	1,884,337
<u>(2,889,850)</u>	<u>(3,931,094)</u>	<u>(2,157,927)</u>	<u>(1,814,722)</u>	<u>(2,457,255)</u>	<u>(1,737,436)</u>
799,937	(196,040)	135,238	333,847	328,130	203,735
118,483	0	0	0	0	0
72,559	(1,663)	122,113	7,421	(24,745)	36,150
0	(409,039)	977	4,339	0	0
<u>\$4,978,208</u>	<u>(\$1,050,696)</u>	<u>\$2,566,090</u>	<u>(\$1,444,251)</u>	<u>\$1,497,188</u>	<u>\$3,122,063</u>

1.7% 1.9% 1.8% 1.8% 1.9% 1.9%

Belmont County
Assessed and Estimated Actual Value of Taxable Property
Last Ten Years

Collection Year	Real Property			Tangible Personal Property	
	Assessed Value		Estimated Actual Value	Public Utility	
	Residential/ Agricultural	Commercial/ Industrial/PU		Assessed Value	Estimated Actual Value
2006	\$598,134,800	\$203,836,670	\$2,291,347,057	\$71,292,490	\$285,169,960
2005	585,718,700	202,142,530	2,251,032,086	71,960,900	287,843,600
2004	575,495,660	201,213,520	2,219,169,086	70,943,740	283,774,960
2003	525,660,130	191,137,520	2,047,993,286	70,772,740	283,090,960
2002	520,193,830	189,548,450	2,027,835,086	71,462,320	285,849,280
2001	514,416,710	190,057,560	2,012,783,629	118,483,570	473,934,280
2000	427,117,230	155,992,800	1,666,028,657	122,068,100	488,272,400
1999	416,715,250	151,613,540	1,623,796,543	120,635,400	482,541,600
1998	409,667,240	145,643,580	1,586,602,343	119,186,700	476,746,800
1997	364,692,424	128,135,176	1,408,078,857	121,413,200	485,652,800

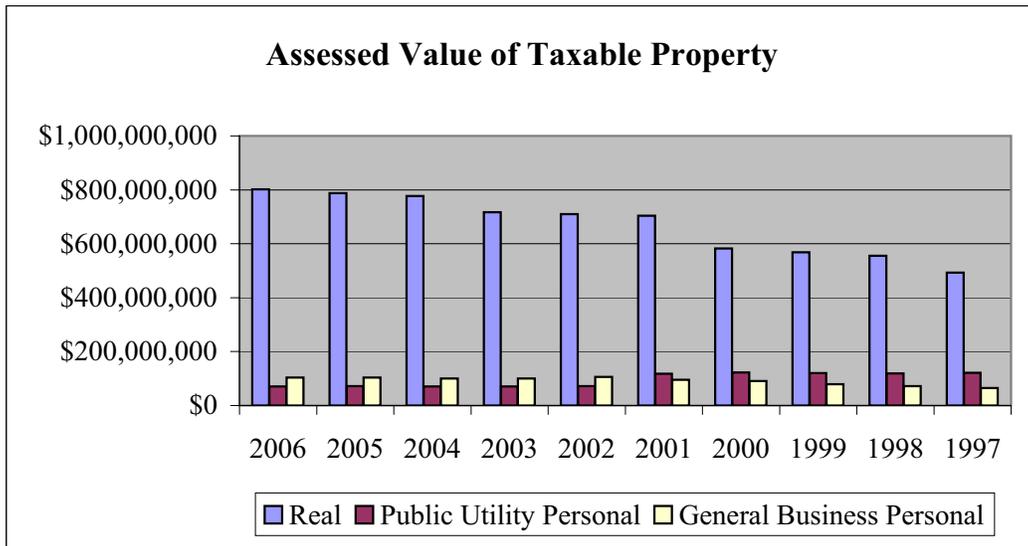
Real property is reappraised every six years with a State mandated update of the current market value in the third year following each reappraisal.

The assessed value of real property (including public utility real property) is 35 percent of estimated true value. Personal property tax is assessed on all tangible personal property used in business in Ohio. The assessed value of public utility personal property ranges from 25 percent of true value for railroad property to 88 percent for electric transmission and distribution property. General business tangible personal property is assessed at 25 percent for machinery and equipment and 23 percent for inventories. The general business tangible personal property tax is being phased out beginning in 2006. The listing percentage is 18.75% for 2006, 12.5% for 2007, 6.25% for 2008 and zero for 2009.

The tangible personal property values associated with each year are the values that, when multiplied by the applicable rates, generated the property tax revenue billed in that year. For real property, the amounts generated by multiplying the assessed values by the applicable rates would be reduced by the 10%, 2 1/2% and homestead exemptions before being billed. Beginning in the 2006 collection year, the 10% rollback for commercial/industrial property has been eliminated.

Source: *Belmont County Auditors Office, 2006*
Ohio Department of Taxation, 1997-2005

Tangible Personal Property		Total		Ratio	Weighted Average Tax Rate
Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value		
\$103,205,611	\$550,429,925	\$976,469,571	\$3,126,946,942	31.23%	\$3.82
103,205,611	412,822,444	963,027,741	2,951,698,130	32.63%	3.86
99,906,349	399,625,396	947,559,269	2,902,569,442	32.65%	4.03
100,130,000	400,520,000	887,700,390	2,731,604,246	32.50%	4.18
105,868,250	423,473,000	887,072,850	2,737,157,366	32.41%	4.24
95,346,660	381,386,640	918,304,500	2,868,104,549	32.02%	5.17
90,798,660	363,194,640	795,976,790	2,517,495,697	31.62%	4.32
79,367,420	317,469,680	768,331,610	2,423,807,823	31.70%	4.25
71,480,220	285,920,880	745,977,740	2,349,270,023	31.75%	3.91
64,417,974	257,671,896	678,658,774	2,151,403,553	31.54%	6.66



Belmont County
Property Tax Rates
(per \$1,000 of assessed value)
Last Ten Years

	2006	2005	2004	2003	2002
Unvoted Millage					
Operating	<u>\$2.300</u>	<u>\$2.300</u>	<u>\$2.300</u>	<u>\$2.300</u>	<u>\$2.300</u>
Voted Millage - by levy					
Children Services 1976					
Residential/Agricultural Real	\$0.089834	\$0.089965	\$0.090087	\$0.097189	\$0.097247
Commercial/Industrial and Public Utility Real	0.173551	0.172636	0.171876	0.177184	0.176666
General Business and Public Utility Personal	0.350000	0.350000	0.350000	0.350000	0.350000
Children Services 1976					
Residential/Agricultural Real	0.166835	0.167077	0.167304	0.180495	0.180601
Commercial/Industrial and Public Utility Real	0.322309	0.320611	0.319198	0.329056	0.328094
General Business and Public Utility Personal	0.650000	0.650000	0.650000	0.650000	0.650000
Mental Health 1976					
Residential/Agricultural Real	0.128335	0.128521	0.128696	0.138842	0.138924
Commercial/Industrial and Public Utility Real	0.247930	0.246624	0.245537	0.253120	0.252380
General Business and Public Utility Personal	0.500000	0.500000	0.500000	0.500000	0.500000
Mental Health and Retardation 1980					
Residential/Agricultural Real	0.584138	0.584989	0.585784	0.631969	0.632343
Commercial/Industrial and Public Utility Real	0.603953	0.600772	0.598125	0.616596	0.614795
General Business and Public Utility Personal	1.000000	1.000000	1.000000	1.000000	1.000000
Mental Health and Retardation 1985					
Residential/Agricultural Real	1.241642	1.243450	1.245140	1.343310	1.344106
Commercial/Industrial and Public Utility Real	1.434940	1.427382	1.421094	1.464980	1.460700
General Business and Public Utility Personal	2.000000	2.000000	2.000000	2.000000	2.000000
Mental Health 1986					
Residential/Agricultural Real	0.620821	0.621725	0.622570	0.671655	0.672053
Commercial/Industrial and Public Utility Real	0.717470	0.713691	0.710547	0.732490	0.730350
General Business and Public Utility Personal	1.000000	1.000000	1.000000	1.000000	1.000000
Mental Health and Retardation 1986					
Residential/Agricultural Real	0.931231	0.932587	0.933855	1.007482	1.008079
Commercial/Industrial and Public Utility Real	1.076205	1.070536	1.065820	1.098735	1.095525
General Business and Public Utility Personal	1.500000	1.500000	1.500000	1.500000	1.500000
Senior Citizens 1986					
Residential/Agricultural Real	0.310410	0.310862	0.311285	0.335827	0.336026
Commercial/Industrial and Public Utility Real	0.358735	0.356845	0.355273	0.366245	0.365175
General Business and Public Utility Personal	0.500000	0.500000	0.500000	0.500000	0.500000
Senior Citizens 1994					
Residential/Agricultural Real	0.317504	0.317967	0.318399	0.343502	0.343706
Commercial/Industrial and Public Utility Real	0.361318	0.359415	0.357832	0.368882	0.367805
General Business and Public Utility Personal	0.500000	0.500000	0.500000	0.500000	0.500000
Senior Citizens 1997					
Residential/Agricultural Real	0.700116	0.701136	0.702089	0.757444	0.757893
Commercial/Industrial and Public Utility Real	0.818800	0.814488	0.810900	0.835943	0.833501
General Business and Public Utility Personal	1.000000	1.000000	1.000000	1.000000	1.000000
Mental Health and Retardation 1999					
Residential/Agricultural Real	1.951295	1.954137	1.956792	2.111072	2.112325
Commercial/Industrial and Public Utility Real	2.071897	2.060985	2.051905	2.115272	2.109092
General Business and Public Utility Personal	2.500000	2.500000	2.500000	2.500000	2.500000
Total voted millage by type of property					
Residential/Agricultural Real	7.042161	7.052416	7.062001	7.618787	7.623303
Commercial/Industrial and Public Utility Real	8.187108	8.143985	8.108107	8.358503	8.334083
General Business and Public Utility Personal	<u>11.500000</u>	<u>11.500000</u>	<u>11.500000</u>	<u>11.500000</u>	<u>11.500000</u>
Total millage by type of property					
Residential/Agricultural Real	9.342161	9.352416	9.362001	9.918787	9.923303
Commercial/Industrial and Public Utility Real	10.487108	10.443985	10.408107	10.658503	10.634083
General Business and Public Utility Personal	<u>13.800000</u>	<u>13.800000</u>	<u>13.800000</u>	<u>13.800000</u>	<u>13.800000</u>

The rates presented for a particular calendar year are the rates that, when applied to the assessed values presented in the Assessed Value Table, generated the property tax revenue billed in that year.

Rates may only be raised by obtaining the approval of a majority of the voters at a public election.

Real property tax rates are reduced so that inflationary increases in value do not generate additional taxes. Real property is reappraised every six years and property values are updated in the third year following each reappraisal.

Source: Belmont County Auditor

2001	2000	1999	1998	1997
\$2.300	\$2.300	\$2.300	\$2.300	\$2.300
\$0.097142	\$0.114851	\$0.115094	\$0.115072	\$0.128311
0.176065	0.209329	0.209410	0.208161	0.211956
0.350000	0.350000	0.350000	0.350000	0.350000
0.180406	0.213294	0.213746	0.213705	0.238292
0.326977	0.388753	0.388904	0.386585	0.393633
0.650000	0.650000	0.650000	0.650000	0.650000
0.138774	0.164073	0.164420	0.164389	0.183302
0.251521	0.299041	0.299157	0.297373	0.302795
0.500000	0.500000	0.500000	0.500000	0.500000
0.631661	0.746813	0.748396	0.748254	0.834341
0.612703	0.728461	0.728743	0.724398	0.737605
1.000000	1.000000	1.000000	1.000000	1.000000
1.342656	1.587422	1.590788	1.590486	1.773472
1.455730	1.730760	1.731430	1.721106	1.752486
2.000000	2.000000	2.000000	2.000000	2.000000
0.671328	0.793711	0.795394	0.795243	0.886736
0.727865	0.865380	0.865715	0.860553	0.876243
1.000000	1.000000	1.000000	1.000000	1.000000
1.006992	1.190566	1.193091	1.192864	1.330104
1.091797	1.298070	1.298572	1.290829	1.314364
1.500000	1.500000	1.500000	1.500000	1.500000
0.335664	0.396855	0.397697	0.397621	0.443368
0.363932	0.432690	0.432857	0.430276	0.438121
0.500000	0.500000	0.500000	0.500000	0.500000
0.343335	0.405926	0.406786	0.406709	0.453501
0.366553	0.435806	0.435975	0.433376	0.441277
0.500000	0.500000	0.500000	0.500000	0.500000
0.757076	0.895092	0.896990	0.896820	0.000000
0.830665	0.987602	0.987985	0.982094	0.000000
1.000000	1.000000	1.000000	1.000000	0.000000
2.110047	2.494710	0.000000	0.000000	0.000000
2.101915	2.499030	0.000000	0.000000	0.000000
2.500000	2.500000	0.000000	0.000000	0.000000
7.615081	9.003313	6.522402	6.521163	6.271427
8.305723	9.874922	7.378748	7.334751	6.468480
11.500000	11.500000	9.000000	9.000000	8.000000
9.915081	11.303313	8.822402	8.821163	8.571427
10.605723	12.174922	9.678748	9.634751	8.768480
13.800000	13.800000	11.300000	11.300000	10.300000

Belmont County
Property Tax Rates of Overlapping Governments
(per \$1,000 of assessed value)
Last Ten Years

	2006	2005	2004	2003
Cities:				
Martins Ferry				
Residential/Agricultural Real	5.688011	5.684366	5.679148	5.839291
Commercial/Industrial and Public Utility Real	6.088403	6.088395	6.092167	6.159173
General Business and Public Utility Personal	7.100000	7.100000	7.100000	7.100000
Bellaire				
Residential/Agricultural Real	0.000000	0.000000	0.000000	0.000000
Commercial/Industrial and Public Utility Real	0.000000	0.000000	0.000000	0.000000
General Business and Public Utility Personal	0.000000	0.000000	0.000000	0.000000
St. Clairsville				
Residential/Agricultural Real	6.830870	6.831341	6.829347	7.133676
Commercial/Industrial and Public Utility Real	6.880171	6.818531	6.766733	7.028608
General Business and Public Utility Personal	12.350000	12.350000	12.350000	12.350000
Villages:				
Flushing				
Residential/Agricultural Real	9.209791	9.204671	9.170180	10.712224
Commercial/Industrial and Public Utility Real	10.380591	10.380591	10.380591	11.865173
General Business and Public Utility Personal	12.850000	12.850000	12.850000	14.850000
Holloway				
Residential/Agricultural Real	17.420896	17.416577	13.524597	13.556710
Commercial/Industrial and Public Utility Real	18.973907	18.973907	14.973907	15.890916
General Business and Public Utility Personal	24.750000	24.750000	20.750000	20.750000
Belmont				
Residential/Agricultural Real	8.013854	8.013987	8.013841	8.152819
Commercial/Industrial and Public Utility Real	9.452402	9.428707	9.428707	9.498126
General Business and Public Utility Personal	12.550000	12.550000	12.550000	12.550000
Bethesda				
Residential/Agricultural Real	10.419537	10.419231	10.420091	11.091697
Commercial/Industrial and Public Utility Real	10.092160	10.092160	10.092160	10.373181
General Business and Public Utility Personal	13.050000	13.050000	13.050000	13.550000
Fairview				
Residential/Agricultural Real	8.099845	8.099845	7.969884	6.977803
Commercial/Industrial and Public Utility Real	6.433398	6.433398	6.433398	7.245876
General Business and Public Utility Personal	9.700000	9.700000	9.700000	7.700000
Shadyside				
Residential/Agricultural Real	11.299385	11.296987	11.288695	11.984176
Commercial/Industrial and Public Utility Real	12.633621	12.633621	13.296331	13.802994
General Business and Public Utility Personal	19.350000	19.350000	19.350000	19.350000
Bridgeport				
Residential/Agricultural Real	8.365083	8.354401	8.355896	8.543931
Commercial/Industrial and Public Utility Real	8.752892	8.718276	8.570592	9.181298
General Business and Public Utility Personal	12.750000	12.750000	12.750000	12.750000
Brookside				
Residential/Agricultural Real	8.255790	8.255790	8.255411	8.539213
Commercial/Industrial and Public Utility Real	8.405336	8.405336	8.093290	8.353521
General Business and Public Utility Personal	10.250000	10.250000	10.250000	10.250000

2002	2001	2000	1999	1998	1997
5.823579	5.831150	6.279376	5.279438	5.278982	5.383355
6.158964	6.160160	6.792330	5.792439	5.701959	5.705183
7.100000	7.100000	7.100000	6.100000	6.100000	6.100000
3.973039	3.971895	4.018500	4.018393	4.016948	4.048843
3.946708	3.947045	3.989344	3.991117	3.993009	4.005542
4.100000	4.100000	4.100000	4.100000	4.100000	4.100000
7.130310	7.119476	7.789394	7.789741	7.778337	8.891261
7.015561	7.015293	7.886017	7.885278	7.884442	8.171153
12.350000	12.350000	12.350000	12.350000	12.350000	12.350000
12.016344	11.939182	9.886969	9.884461	9.868169	10.408221
13.490307	13.652032	10.879367	10.836471	10.836471	10.149567
16.850000	16.850000	11.850000	11.850000	11.850000	11.850000
13.574008	13.562845	16.404621	10.905402	10.905015	11.332970
15.890916	15.890916	16.317505	10.817505	10.817505	10.817505
20.750000	20.750000	20.750000	15.250000	15.250000	15.250000
8.144053	8.146951	9.978596	9.978281	9.981979	10.412539
9.528129	9.456537	10.509670	10.627162	10.627162	10.627162
12.550000	12.550000	12.550000	12.550000	12.550000	12.550000
11.094120	11.095980	12.731000	12.734127	12.417808	9.564400
10.373181	10.373181	11.850686	11.850631	11.418629	7.715939
13.550000	13.550000	14.050000	14.050000	14.050000	10.550000
6.874850	6.843810	4.940876	4.940876	4.880101	5.632479
7.245876	7.245876	5.033149	5.033149	5.033149	5.749138
7.700000	7.700000	7.700000	7.700000	7.700000	7.700000
11.985032	11.955507	13.601281	11.106482	11.100719	12.123200
13.755270	13.603343	16.825896	14.331369	14.336164	14.309663
19.350000	19.350000	19.350000	16.850000	16.850000	16.850000
8.529444	8.498914	9.540794	10.848361	10.838210	11.172151
9.207743	9.200791	10.227177	11.595776	11.646771	11.723835
12.750000	12.750000	12.750000	14.250000	14.250000	14.250000
8.539199	8.532417	9.909196	6.909196	6.909040	7.110068
8.353521	8.354742	9.794856	6.794856	6.782640	6.782640
10.250000	10.250000	10.250000	7.250000	7.250000	7.250000

(Continued)

Belmont County
Property Tax Rates of Overlapping Governments (Continued)
(per \$1,000 of assessed value)
Last Ten Years

	2006	2005	2004	2003
Yorkville				
Residential/Agricultural Real	6.653454	5.627091	5.627091	5.743771
Commercial/Industrial and Public Utility Real	7.749468	6.650035	6.650035	6.702037
General Business and Public Utility Personal	9.600000	8.700000	8.700000	8.700000
Bellaire				
Residential/Agricultural Real	6.263544	6.263416	6.260861	6.475084
Commercial/Industrial and Public Utility Real	6.449588	6.447788	6.437435	6.483337
General Business and Public Utility Personal	6.600000	6.600000	6.600000	6.600000
Morristown				
Residential/Agricultural Real	3.886914	3.887934	3.889180	3.959446
Commercial/Industrial and Public Utility Real	4.823272	4.823418	4.823418	4.845380
General Business and Public Utility Personal	6.050000	6.050000	6.050000	6.050000
Barnesville				
Residential/Agricultural Real	3.815403	3.815579	3.815195	3.840436
Commercial/Industrial and Public Utility Real	3.896584	3.896265	3.892852	3.898134
General Business and Public Utility Personal	4.000000	4.000000	4.000000	4.000000
Wilson				
Residential/Agricultural Real	5.123930	5.123930	5.382045	5.664055
Commercial/Industrial and Public Utility Real	4.359305	4.359305	6.158185	6.202690
General Business and Public Utility Personal	6.400000	6.400000	6.400000	6.400000
Powhatan Point				
Residential/Agricultural Real	6.005415	6.002885	6.001680	6.290460
Commercial/Industrial and Public Utility Real	7.478790	7.477050	7.477050	7.484835
General Business and Public Utility Personal	8.000000	8.000000	8.000000	8.000000
Townships:				
Colerain				
Residential/Agricultural Real	2.700000	2.700000	2.700000	2.700000
Commercial/Industrial and Public Utility Real	2.700000	2.700000	2.700000	2.700000
General Business and Public Utility Personal	2.700000	2.700000	2.700000	2.700000
Flushing				
Residential/Agricultural Real	4.225612	4.224604	4.230372	4.381332
Commercial/Industrial and Public Utility Real	4.510742	4.510742	4.510742	4.517846
General Business and Public Utility Personal	4.700000	4.700000	4.700000	4.700000
Goshen				
Residential/Agricultural Real	6.798417	6.837190	6.880719	5.790979
Commercial/Industrial and Public Utility Real	8.143878	8.143878	8.143878	6.673053
General Business and Public Utility Personal	8.800000	8.800000	8.800000	7.300000
Kirkwood				
Residential/Agricultural Real	4.669248	4.666645	4.677732	4.766096
Commercial/Industrial and Public Utility Real	5.057697	5.057697	5.057697	5.064348
General Business and Public Utility Personal	5.250000	5.250000	5.250000	5.250000

2002	2001	2000	1999	1998	1997
5.743965	5.737420	6.798855	6.798986	6.798986	6.986775
6.664680	6.653285	8.917496	8.917522	8.894360	8.896390
8.700000	8.700000	9.200000	9.200000	9.200000	9.200000
0.000000	0.000000	0.000000	0.000000	0.000000	0.000000
0.000000	0.000000	0.000000	0.000000	0.000000	0.000000
0.000000	0.000000	0.000000	0.000000	0.000000	0.000000
3.959446	3.960262	4.436848	4.437674	4.437640	4.613342
4.845380	4.845380	5.611790	5.611790	5.611790	5.611790
6.050000	6.050000	6.050000	6.050000	6.050000	6.050000
3.840421	3.840146	3.898619	3.898242	3.898418	3.951601
3.897490	3.895850	3.946867	3.946867	3.946984	3.946725
4.000000	4.000000	4.000000	4.000000	4.000000	4.000000
5.664055	5.940395	3.290700	3.290700	3.494240	3.579290
6.202690	6.400000	4.516300	4.516300	4.603050	4.603050
6.400000	6.400000	6.400000	6.400000	6.400000	6.400000
6.290100	6.280380	7.111490	7.108005	7.103995	7.300890
7.593520	7.517810	7.896850	7.882660	7.869650	7.861325
8.000000	8.000000	8.000000	8.000000	8.000000	8.000000
2.700000	2.700000	2.700000	2.700000	2.700000	2.700000
2.700000	2.700000	2.700000	2.700000	2.700000	2.700000
2.700000	2.700000	2.700000	2.700000	2.700000	2.700000
4.382636	4.373102	4.687098	2.700000	2.700000	2.700000
4.517846	4.518752	4.700000	2.700000	2.700000	2.700000
4.700000	4.700000	4.700000	2.700000	2.700000	2.700000
3.810142	3.805301	4.028265	4.034763	4.035536	4.248149
4.682478	4.689712	4.843147	4.843147	4.843212	4.843212
5.300000	5.300000	5.300000	5.300000	5.300000	5.300000
4.767609	4.759734	4.948635	4.962630	4.973592	5.032550
5.064348	5.064348	5.092698	5.069562	5.069562	5.069562
5.250000	5.250000	5.250000	5.250000	5.250000	5.250000

(Continued)

Belmont County
Property Tax Rates of Overlapping Governments (Continued)
(per \$1,000 of assessed value)
Last Ten Years

	2006	2005	2004	2003
Mead				
Residential/Agricultural Real	3.030180	3.032809	3.035322	3.095922
Commercial/Industrial and Public Utility Real	3.889254	3.889254	3.889254	3.890555
General Business and Public Utility Personal	4.400000	4.400000	4.400000	4.400000
Pease				
Residential/Agricultural Real	2.258781	2.258725	2.258787	2.272068
Commercial/Industrial and Public Utility Real	2.305464	2.304228	2.304279	2.306640
General Business and Public Utility Personal	2.600000	2.600000	2.600000	2.600000
Pultney				
Residential/Agricultural Real	4.964962	4.968636	4.970164	5.159875
Commercial/Industrial and Public Utility Real	5.412338	5.427609	5.445543	5.521547
General Business and Public Utility Personal	7.550000	7.550000	7.550000	7.550000
Richland				
Residential/Agricultural Real	2.200000	2.200000	2.200000	2.200000
Commercial/Industrial and Public Utility Real	2.200000	2.200000	2.200000	2.200000
General Business and Public Utility Personal	2.200000	2.200000	2.200000	2.200000
Smith				
Residential/Agricultural Real	7.938231	7.930236	7.937423	6.478510
Commercial/Industrial and Public Utility Real	9.049529	9.049529	9.049529	7.061364
General Business and Public Utility Personal	9.600000	9.600000	9.600000	7.600000
Somerset				
Residential/Agricultural Real	4.645190	4.648599	4.652657	4.739612
Commercial/Industrial and Public Utility Real	5.347091	5.347091	5.347091	5.350753
General Business and Public Utility Personal	6.100000	6.100000	6.100000	6.100000
Union				
Residential/Agricultural Real	5.389331	5.406307	5.411756	3.428178
Commercial/Industrial and Public Utility Real	5.518315	5.518353	5.522225	5.584007
General Business and Public Utility Personal	7.200000	7.200000	7.200000	7.200000
Warren				
Residential/Agricultural Real	3.801727	3.816897	3.816475	3.993917
Commercial/Industrial and Public Utility Real	4.394525	4.394525	4.394525	4.401777
General Business and Public Utility Personal	4.800000	4.800000	4.800000	4.800000
York				
Residential/Agricultural Real	6.505222	6.514474	6.515554	6.602209
Commercial/Industrial and Public Utility Real	7.027699	7.030299	7.031586	7.061295
General Business and Public Utility Personal	7.300000	7.300000	7.300000	7.300000
Washington				
Residential/Agricultural Real	3.751234	3.750471	3.776652	3.829735
Commercial/Industrial and Public Utility Real	4.124666	4.124710	4.124718	4.130387
General Business and Public Utility Personal	4.400000	4.400000	4.400000	4.400000
Wayne				
Residential/Agricultural Real	3.635274	3.639836	3.645849	3.693971
Commercial/Industrial and Public Utility Real	4.784761	4.784761	4.784761	4.850203
General Business and Public Utility Personal	5.000000	5.000000	5.000000	5.000000
Wheeling				
Residential/Agricultural Real	4.130079	4.137009	4.140880	4.296173
Commercial/Industrial and Public Utility Real	5.224212	5.224212	5.224212	5.285023
General Business and Public Utility Personal	6.150000	6.150000	6.150000	6.150000

2002	2001	2000	1999	1998	1997
3.095931	3.092772	3.366141	3.367240	3.368213	3.421751
3.889927	3.889926	3.722916	3.723591	3.723591	3.726024
4.400000	4.400000	4.400000	4.400000	4.400000	4.400000
2.271942	2.271247	2.306183	2.306117	2.305911	2.316409
2.306688	2.295244	2.342853	2.312891	2.342952	2.344457
2.600000	2.600000	2.600000	2.600000	2.600000	2.600000
5.158125	5.146310	5.840941	5.845533	5.846608	6.037645
5.521547	5.270867	5.927537	5.941201	5.930953	5.935089
7.550000	7.550000	7.550000	7.550000	7.550000	7.550000
2.200000	2.200000	2.200000	2.583108	2.583072	2.662515
2.200000	2.200000	2.200000	2.883171	2.878175	2.904280
2.200000	2.200000	2.200000	3.650000	3.650000	3.650000
6.483273	6.476124	6.948264	6.950645	4.412683	4.694806
7.061364	7.061364	7.392540	7.417135	5.525838	5.679360
7.600000	7.600000	7.600000	7.600000	6.050000	6.050000
4.740378	4.742924	4.904884	4.907791	4.908241	4.995957
5.351572	5.348811	5.405852	5.405899	5.406366	5.462670
6.100000	6.100000	6.100000	6.100000	6.100000	6.100000
5.691920	5.697922	6.289125	6.299067	6.307520	6.879340
5.585435	5.587979	6.584207	6.584207	6.556902	6.574420
7.200000	7.200000	7.200000	7.200000	7.200000	7.200000
3.997527	4.006215	4.395192	4.398510	4.399760	4.600420
4.378117	4.377840	4.800000	4.799367	4.799367	4.799670
4.800000	4.800000	4.800000	4.800000	4.800000	4.800000
4.603760	4.590590	4.908470	4.911717	4.913085	5.118000
5.061295	5.019160	5.291745	5.291670	5.291670	5.291755
5.300000	5.300000	5.300000	5.300000	5.300000	5.300000
3.833213	3.835266	3.990686	3.991913	3.996147	4.887770
4.130387	4.130387	4.099053	4.100769	4.102330	4.104965
4.400000	4.400000	4.400000	4.400000	4.400000	4.400000
3.700038	3.710361	3.855284	3.856698	3.857060	3.934615
4.850203	4.850203	4.854114	4.854114	4.854114	4.854114
5.000000	5.000000	5.000000	5.000000	5.000000	5.000000
4.297933	4.313620	4.560378	4.563700	4.567987	4.922855
5.280886	5.275457	5.627148	5.627188	5.627517	5.664177
6.150000	6.150000	6.150000	6.150000	6.150000	6.150000

(Continued)

Belmont County
Property Tax Rates of Overlapping Governments (Continued)
(per \$1,000 of assessed value)
Last Ten Years

	2006	2005	2004	2003
Special Districts:				
Barton Crescent Fire District #5				
Residential/Agricultural Real	2.460132	2.456636	2.455120	2.673448
Commercial/Industrial and Public Utility Real	2.402976	2.402976	2.385820	2.417108
General Business and Public Utility Personal	4.000000	4.000000	4.000000	4.000000
Eastern Ohio Regional Transit				
Residential/Agricultural Real	2.000000	1.045354	1.044463	1.112020
Commercial/Industrial and Public Utility Real	2.000000	1.137210	1.135063	1.170577
General Business and Public Utility Personal	2.000000	1.500000	1.500000	1.500000
Hill-Valley Fire Department #3				
Residential/Agricultural Real	1.932912	1.937781	1.939881	2.091897
Commercial/Industrial and Public Utility Real	2.199093	2.168970	2.076939	2.066778
General Business and Public Utility Personal	3.000000	3.000000	3.000000	3.000000
Colerain-Pease Fire District #1				
Residential/Agricultural Real	1.867986	1.864719	1.865028	2.021811
Commercial/Industrial and Public Utility Real	1.724814	1.700817	1.667364	1.686480
General Business and Public Utility Personal	3.000000	3.000000	3.000000	3.000000
Pease Fire District #2				
Residential/Agricultural Real	4.962850	4.967381	4.973898	3.383787
Commercial/Industrial and Public Utility Real	4.714948	4.714948	4.714948	2.790151
General Business and Public Utility Personal	6.500000	6.500000	6.500000	4.500000
Cumberland Trial Fire District #4				
Residential/Agricultural Real	2.925707	2.928314	2.933183	3.167649
Commercial/Industrial and Public Utility Real	3.384519	3.353395	3.330444	3.472661
General Business and Public Utility Personal	5.000000	5.000000	5.000000	5.000000
Pease-Brookside Fire District #6				
Residential/Agricultural Real	3.020636	3.020636	3.020636	3.279760
Commercial/Industrial and Public Utility Real	4.000000	4.000000	4.000000	4.000000
General Business and Public Utility Personal	4.000000	4.000000	4.000000	4.000000
Warren Park District				
Residential/Agricultural Real	1.504479	1.505718	1.505518	0.624098
Commercial/Industrial and Public Utility Real	1.646936	1.647010	1.647010	0.692154
General Business and Public Utility Personal	2.000000	2.000000	2.000000	1.000000
Joint Vocational School Districts:				
Belmont Harrison				
Residential/Agricultural Real	1.450000	1.450000	1.450000	1.450000
Commercial/Industrial and Public Utility Real	1.450000	1.450000	1.450000	1.450000
General Business and Public Utility Personal	1.450000	1.450000	1.450000	1.450000
Jefferson Conty JVSD				
Residential/Agricultural Real	1.500000	1.500000	1.500000	1.500000
Commercial/Industrial and Public Utility Real	1.500000	1.500000	1.500000	1.500000
General Business and Public Utility Personal	1.500000	1.500000	1.500000	1.500000

2002	2001	2000	1999	1998	1997
2.674672	2.666140	3.178692	3.188012	3.174028	3.514288
2.418004	2.418004	3.921792	3.939564	3.939564	4.000000
4.000000	4.000000	4.000000	4.000000	4.000000	4.000000
1.110885	1.108104	1.299603	1.299796	1.299001	1.384870
1.162128	1.147983	1.409985	1.410498	1.396519	1.402636
1.500000	1.500000	1.500000	1.500000	1.500000	1.500000
2.089377	2.078862	2.524509	2.528724	2.529225	2.694345
2.667900	2.058732	2.790090	2.790090	2.790399	2.790399
3.000000	3.000000	3.000000	3.000000	3.000000	3.000000
2.018361	2.014164	2.413626	2.414658	2.412807	2.519613
1.686876	1.605582	2.023692	2.023890	2.024448	2.035509
3.000000	3.000000	3.000000	3.000000	3.000000	3.000000
3.383809	3.367729	2.632359	4.053940	4.043206	4.126482
2.783724	2.690938	2.863752	4.363752	4.363752	4.295628
4.500000	4.500000	3.000000	4.500000	4.500000	4.500000
3.173430	3.174242	3.692726	3.711671	3.707646	2.482524
3.469732	3.475071	4.249352	4.251846	4.226519	2.402727
5.000000	5.000000	5.000000	5.000000	5.000000	3.000000
3.279760	3.281064	3.739408	3.739540	3.739540	3.893712
4.000000	4.000000	4.000000	4.000000	4.000000	4.000000
4.000000	4.000000	4.000000	4.000000	4.000000	4.000000
0.624442	0.622889	0.770572	0.772659	0.772937	0.848563
0.692663	0.680744	0.969499	0.969638	0.966161	0.966435
1.000000	1.000000	1.000000	1.000000	1.000000	1.000000
1.450000	1.450000	1.939213	1.940337	1.940378	1.944154
1.450000	1.450000	1.941255	1.941559	1.941343	1.941948
1.450000	1.450000	1.950000	1.950000	1.950000	1.950000
1.500000	1.500000	1.500000	1.500000	1.500000	1.500000
1.500000	1.500000	1.500000	1.500000	1.500000	1.500000
1.500000	1.500000	1.500000	1.500000	1.500000	1.500000

(Continued)

Belmont County
Property Tax Rates of Overlapping Governments (Continued)
(per \$1,000 of assessed value)
Last Ten Years

	2006	2005	2004	2003
School Districts:				
Bridgeport Exempted Village				
Residential/Agricultural Real	28.210010	29.045958	23.372797	24.702666
Commercial/Industrial and Public Utility Real	30.394261	31.052256	24.817732	25.832206
General Business and Public Utility Personal	44.210000	45.070000	39.400000	39.400000
Martins Ferry Local				
Residential/Agricultural Real	27.019080	27.021442	21.420464	22.583458
Commercial/Industrial and Public Utility Real	32.805962	32.780628	27.140185	27.588863
General Business and Public Utility Personal	43.090000	43.090000	37.500000	37.500000
St. Clairsville-Richland City				
Residential/Agricultural Real	22.940014	22.940009	22.940004	22.940007
Commercial/Industrial and Public Utility Real	23.182223	23.042968	22.940014	22.952797
General Business and Public Utility Personal	35.190000	35.190000	35.190000	35.190000
Barnesville Exempted Village				
Residential/Agricultural Real	26.743200	26.819932	26.852758	29.217003
Commercial/Industrial and Public Utility Real	30.541268	30.527803	30.383404	31.081233
General Business and Public Utility Personal	44.200000	44.200000	44.200000	44.650000
Union Local				
Residential/Agricultural Real	24.102624	24.304574	24.305843	24.748650
Commercial/Industrial and Public Utility Real	24.139248	24.338684	42.338985	24.745972
General Business and Public Utility Personal	31.900000	32.100000	32.100000	32.500000
Bellaire City				
Residential/Agricultural Real	26.000916	26.004013	26.005611	26.566482
Commercial/Industrial and Public Utility Real	27.219424	27.228526	27.204900	27.675203
General Business and Public Utility Personal	34.500000	34.500000	34.500000	34.830000
Shadyside Local				
Residential/Agricultural Real	23.563348	23.559776	23.550130	23.829267
Commercial/Industrial and Public Utility Real	27.268751	27.268751	27.710408	28.033636
General Business and Public Utility Personal	36.950000	36.950000	36.950000	36.950000
Switzerland of Ohio Local				
Residential/Agricultural Real	21.677326	21.678940	21.914014	21.944731
Commercial/Industrial and Public Utility Real	30.632730	30.491777	31.112254	31.274726
General Business and Public Utility Personal	37.900000	37.900000	37.900000	37.900000
Buckeye Local				
Residential/Agricultural Real	22.900011	22.900011	22.900005	23.100009
Commercial/Industrial and Public Utility Real	25.821503	25.833183	25.808799	26.359866
General Business and Public Utility Personal	30.400000	30.400000	30.400000	30.600000
Harrison Hills				
Residential/Agricultural Real	21.694215	21.993375	21.999375	22.004996
Commercial/Industrial and Public Utility Real	24.942389	26.375080	26.378926	26.453550
General Business and Public Utility Personal	37.750000	37.750000	37.750000	37.750000

The rates presented for a particular calendar year are the rates that, when applied to the assessed values, generated the property tax revenue billed in that year.

The basic property tax rates may be increased only by a majority vote of the residents.

Overlapping rates are those of local and county governments that apply to property owners within the County.

Source: Belmont County Auditor

2002	2001	2000	1999	1998	1997
24.685352	24.617692	29.145491	29.138976	29.123748	30.233848
25.865497	25.276128	30.247937	30.248673	30.294880	30.451602
39.400000	39.400000	39.400000	39.400000	39.400000	39.400000
22.560444	22.510512	25.779497	25.796014	25.786536	26.966836
27.587440	27.582170	32.596316	32.598272	31.871671	31.903148
37.500000	37.500000	37.500000	37.500000	37.500000	37.500000
22.940011	20.000010	20.062349	20.137350	20.117841	23.383656
22.940020	20.000004	21.324844	21.334241	21.237581	21.913093
35.190000	32.250000	32.250000	38.250000	32.250000	32.250000
29.231215	29.271588	33.405722	29.629392	29.854300	33.461814
31.016469	30.944443	33.864310	30.016554	30.221884	31.111575
44.650000	44.650000	44.650000	40.850000	41.050000	41.950000
24.749932	24.750014	25.350014	29.351279	29.358724	29.997127
24.746233	24.750014	26.495171	30.907956	30.819864	30.843311
32.500000	32.500000	33.100000	38.100000	38.100000	38.130000
26.546803	26.490514	26.877139	26.885002	25.096800	25.424032
27.084678	26.823607	27.383008	27.429288	25.823383	26.050039
34.830000	34.830000	34.830000	34.830000	33.500000	33.500000
23.831700	23.779813	25.481947	20.990022	20.986448	22.483609
27.993635	27.919825	27.836066	23.344662	23.346283	23.355062
36.950000	36.950000	36.950000	32.450000	32.450000	32.450000
21.945239	22.607034	23.233390	23.205002	25.772609	26.051123
31.310626	31.571072	31.665909	31.525889	32.629686	32.321559
37.900000	37.900000	37.900000	37.900000	37.900000	37.900000
23.060204	23.000014	23.850018	23.850005	23.850007	23.850009
26.267135	26.161155	29.410201	29.413128	29.398512	28.824061
30.500000	30.500000	31.350000	31.350000	31.350000	31.350000
23.170028	23.140362	23.135598	25.943447	26.088326	26.080919
27.405190	27.393116	27.382258	28.635441	28.639378	28.389283
37.750000	37.750000	37.750000	37.750000	37.750000	37.750000

Belmont County
Property Tax Levies and Collections (1)
Real and Public Utilities Taxes
Last Ten Years

<u>Collection Year</u>	<u>Current Tax Levy</u>	<u>Current Tax Collections</u>	<u>Percent of Current Tax Collections to Current Tax Levy</u>	<u>Delinquent Tax Collections (2)</u>	<u>Total Tax Collections</u>	<u>Percent of Total Tax Collections to Current Tax Levy</u>
2006	\$11,010,250	\$10,009,378	90.91%	\$392,878	\$10,402,256	94.48%
2005	10,608,698	9,592,651	90.42%	373,894	9,966,545	93.95%
2004	9,948,496	9,556,064	96.06%	363,470	9,919,534	99.71%
2003	9,891,808	9,227,415	93.28%	357,100	9,584,515	96.89%
2002	9,794,443	9,434,055	96.32%	352,302	9,786,357	99.92%
2001	9,721,745	9,186,513	94.49%	332,100	9,518,613	97.91%
2000	42,286,772	40,587,605	95.98%	1,158,495	41,746,100	98.72%
1999	39,384,547	38,294,932	97.23%	1,051,179	39,346,111	99.90%
1998	38,448,779	37,330,400	97.09%	1,190,046	38,520,446	100.19%
1997	34,068,776	33,078,044	97.09%	1,070,874	34,148,918	100.24%

Source: Belmont County Auditors Office

(1) Includes Homestead/Rollback taxes assessed locally, but distributed through the State and reported as Intergovernmental revenue. 1997-2000 include all levies and collections for the subdivisions and the County. All other years include levies and collections for the County's share only.

(2) The County does not identify delinquent tax collections by tax year.

Belmont County
Property Tax Levies and Collections
Tangible Personal Property Taxes
Last Ten Years

Collection Year	Current Tax Levy	Current Tax Collections	Percent of Current Tax Collections to Current Tax Levy	Delinquent Tax Collections (1)	Total Tax Collections	Percent of Total Tax Collections to Current Tax Levy
2006	\$1,107,905	\$1,052,870	95.03%	\$132,556	\$1,185,426	107.00%
2005	1,499,605	1,364,339	90.98%	179,753	1,544,092	102.97%
2004	1,400,481	1,351,882	96.53%	268,397	1,620,279	115.69%
2003	1,378,708	1,057,083	76.67%	242,463	1,299,546	94.26%
2002	1,575,455	1,178,661	74.81%	138,622	1,317,283	83.61%
2001	1,557,250	1,385,211	88.95%	152,386	1,537,597	98.74%
2000	5,229,654	5,034,395	96.27%	143,993	5,178,388	99.02%
1999	4,719,682	4,656,202	98.65%	250,429	4,906,631	103.96%
1998	4,096,218	4,329,467	105.69%	169,885	4,499,352	109.84%
1997	3,566,358	3,510,297	98.43%	110,708	3,621,005	101.53%

Source: Belmont County Auditor

(1) The County does not identify delinquent tax collections by tax year. 1997-2000 include all levies and collections for the subdivisions and the County. All other years include levies and collections for the County's share only.

Belmont County
Principal Taxpayers
Real Estate Tax
2006 and 1997 (1)

Name of Taxpayer	2006	
	Assessed Value	Percent of Real Property Assessed Value
Ohio Power	\$29,555,830	3.69%
First Energy Generation Corporation	25,926,990	3.23%
Ohio Valley Mall	25,602,740	3.19%
THF The St. Clairsville Development	7,642,570	0.95%
Ohio Bell Telephone	5,511,020	0.69%
Ohio Coating Company	5,117,510	0.64%
Sourh Central Power Company	4,307,030	0.54%
East Ohio Gas	3,498,370	0.44%
American Energy Corporation	3,172,040	0.40%
Zandez inc.	2,995,060	0.37%
Totals	\$113,329,160	14.13%
Total Assessed Valuation	\$801,971,470	

Name of Taxpayer	1997	
	Assessed Value	Percent of Real Property Assessed Value
Ohio Power	\$25,246,589	5.12%
Ohio Valley Mall	21,869,860	4.44%
Columbia Gas of Ohio	7,731,550	1.57%
THF The St. Clairsville Development	6,528,283	1.32%
Ohio Bell	4,707,513	0.96%
Ohio Coatings Company	4,371,377	0.89%
South Central Power	3,679,065	0.75%
East Ohio Gas	2,988,830	0.61%
Ohio Edison	2,761,740	0.56%
Western Reserve Telephone	2,206,610	0.45%
Totals	\$82,091,417	16.66%
Total Assessed Valuation	\$492,827,600	

(1) The amounts presented represent the assessed values upon which 2006 and 1997 collections were based.

Source: Belmont County Auditor

Belmont County
Principal Taxpayers
Tangible Personal Property Tax
2006 and 1997 (1)

Name of Taxpayer	2006	
	Assessed Value	Percent of Tangible Personal Property Assessed Value
American Energy Corporation	\$20,846,570	20.20%
Wheeling Pittsburgh Steel Corp.	16,773,660	16.25%
Ohio Valley Coal	14,531,082	14.08%
Mayflower Vehicle Systems Inc.	5,943,330	5.76%
Whiteside Chevrolet Oldsmobile Inc.	4,556,670	4.42%
Stoney Hollow Tire Inc	4,124,120	4.00%
Ohio Coatings Company	3,601,494	3.49%
Riesbecks Food Markets Inc.	2,528,280	2.45%
Wal-Mart Stores East LP	2,413,650	2.34%
Turf Care Supply Corporation	1,571,224	1.52%
Total	\$76,890,080	74.50%
Total Assessed Valuation	\$103,205,611	
	1997	
Name of Taxpayer	Assessed Value	Percent of Tangible Personal Property Assessed Value
Wheeling Pittsburgh Steel Corporation	19,732,137	30.63%
Ohio Valley Coal	10,038,937	15.58%
Motor Panels Stamping Inc.	4,932,963	7.66%
Stoney Hollow Tire Inc	3,423,019	5.31%
Whiteside Chevrolet Oldsmobile Inc.	3,282,036	5.09%
Ohio Coatings Company	2,989,240	4.64%
TCl Cablevision of Ohio Inc.	2,656,244	4.12%
Kroger Company Inc.	2,576,963	4.00%
Riesbecks Food Markets Inc.	2,098,472	3.26%
Lesco Inc.	1,304,115	2.02%
Total	\$53,034,126	82.33%
Total Assessed Valuation	\$64,417,974	

(1) The amounts presented represent the assessed values upon which 2006 and 1997 collections were based.

Source: Belmont County Auditor

Belmont County
Principal Taxpayers
Public Utilities Tangible Personal Property Tax
2006 and 1997 (1)

Name of Taxpayer	2006	
	Assessed Value	Percent of Public Utility Assessed Value
Ohio Power Company	\$18,607,188	26.10%
First Energy Corporation	8,771,388	12.30%
Ohio Bell Telephone Company	3,404,592	4.78%
East Ohio Gas Company	3,132,545	4.39%
South Central Power Company	2,584,218	3.62%
Total	\$36,499,931	51.20%
Total Assessed Valuation	\$71,292,490	

Name of Taxpayer	1997	
	Assessed Value	Percent of Public Utility Assessed Value
Ohio Power Company	\$31,010,736	25.54%
First Energy Corporation	14,618,890	12.04%
Ohio Bell Telephone Company	5,564,320	4.58%
East Ohio Gas Company	5,225,760	4.30%
South Central Power Company	4,257,030	3.51%
Total	\$60,676,736	49.98%
Total Assessed Valuation	\$121,413,200	

(1) The amounts presented represent the assessed values upon which 2006 and 1997 collections were based.

Source: Belmont County Auditor

Belmont County
Taxable Sales By Industry (Category)
Fiscal Year Ending 12/30/06 (1)

Industry (Category)	<u>Precent Share of Collections</u>	<u>Collections by Industry</u>
Utilities (excluding telecommunications)	0.62%	\$71,427
Construction	0.29%	33,000
Manufacturing	1.38%	159,396
Wholesale Trade	0.85%	98,082
Motor Vehicle and Parts Dealers	17.70%	2,046,042
Furniture and Home Furnishings Stores	1.13%	131,085
Electronic and Appliance Stores	2.64%	305,162
Building Material and Garden Equipment & Supplies	8.09%	934,570
Food and Beverage Stores	5.16%	596,488
Health and Personal Care Stores	1.80%	208,410
Gasoline Stations	1.05%	121,203
Clothing and Clothing Accessories Stores	4.94%	571,409
Sporting Goods, Hobby, Book, and Music Stores	2.80%	323,299
General Merchandise Stores	21.17%	2,446,950
Miscellaneous Store Retailers	9.08%	1,049,182
Nonstore Retailers	1.96%	226,126
Transportation and Warehousing	0.10%	11,814
Information (including telecommunications)	4.79%	553,974
Finance and Insurance	0.19%	21,961
Real Estate, and Rental & Leasing of Property	1.38%	159,680
Professional, Scientific and Technical Services	0.22%	25,365
Administrative & Support Services, and Waste Management & Remediation Services	0.97%	112,178
Education, Health Care and Social Assistance	0.02%	2,383
Arts, Entertainment, and Recreation	0.27%	30,781
Accommodation and Food Services	7.94%	917,556
Other Services	2.05%	237,174
Unclassified	1.40%	161,835
Total	<u>100.00%</u>	<u>\$11,556,532</u>
Sales Tax Rate	1.50%	

The rate may be imposed by the commissioners subject to referendum or approved by a majority of the voters within the county.

(1) NOTE: Only one year of information was available from the Department of Taxation and number of taxpayers by industry is not available.

Source: *State Department of Taxation*

Belmont County
Ratios of Outstanding Debt By Type
Last Ten Years

Year	Governmental Activities					Business Type	
	General Obligation Bonds	Long-Term Notes Payable	Pension Obligation	Rural Industrial Park Loan	Capital Leases	Mortgage Revenue Bonds	General Obligation Bonds
2006	\$7,547,959	\$2,000,000	\$0	\$285,246	\$127,424	\$6,732,000	\$5,516,762
2005	3,095,047	3,480,000	0	314,451	180,871	6,828,000	3,912,138
2004	3,473,477	540,000	0	400,000	215,316	6,919,000	4,028,488
2003	3,841,906	1,955,000	0	400,000	244,824	7,346,000	4,413,785
2002	4,137,142	517,142	712,545	400,000	285,598	7,491,000	5,105,000
2001	4,497,798	0	689,993	400,000	232,623	7,778,000	5,475,000
2000	4,845,054	0	409,687	400,000	239,079	7,898,000	5,830,000
1999	5,180,747	0	535,127	0	327,485	8,142,000	6,175,000
1998	5,504,940	0	493,652	0	204,457	8,271,000	5,915,000
1997	5,620,000	0	450,989	0	168,893	8,499,000	6,175,000

Source: Belmont County Auditor's Office
Bureau of Economic Analysis

(1) Personal Income not available for 2006, Used 2005 income.

Activities

OWDA Loans Payable	Long-Term Notes Payable	Capital Leases	Total Primary Government	Percentage of Personal Income (1)	Per Capita
\$28,597	\$9,600,000	\$5,417	\$31,843,405	1.82%	\$463
31,835	9,800,000	7,119	27,649,461	1.58%	400
34,826	6,500,000	8,694	22,119,801	1.31%	319
37,589	5,500,000	15,363	23,754,467	1.41%	341
40,140	0	19,731	18,708,298	1.14%	268
42,497	0	9,626	19,125,537	1.20%	275
44,674	0	15,108	19,681,602	1.30%	281
46,685	0	20,711	20,427,755	1.40%	289
48,544	0	36,033	20,473,626	1.43%	287
50,260	0	2,926	20,967,068	1.56%	294

Belmont County
*Ratio of General Bonded Debt
to Estimated Actual Value and Debt per Capita
Last Ten Years*

<u>Year</u>	<u>Population (1)</u>	<u>Estimated Actual Value of Taxable Property(2)</u>	<u>General Bonded Debt Outstanding</u>	<u>Ratio of Bonded Debt to Estimated Actual Value</u>	<u>Bonded Debt per Capita</u>
2006	68,771	\$3,126,946,942	\$7,547,959	0.24%	\$110
2005	69,089	2,951,698,130	3,095,047	0.10%	45
2004	69,444	2,902,569,442	3,473,477	0.12%	50
2003	69,567	2,731,604,246	3,841,906	0.14%	55
2002	69,843	2,737,157,366	4,137,142	0.15%	59
2001	69,602	2,868,104,549	4,497,798	0.16%	65
2000	70,130	2,517,495,697	4,845,054	0.19%	69
1999	70,587	2,423,807,823	5,180,747	0.21%	73
1998	71,363	2,349,270,023	5,504,940	0.23%	77
1997	71,339	2,151,403,553	5,620,000	0.26%	79

Sources: (1) U.S. Census Bureau

(2) Belmont County Auditors Office

This page intentionally left blank

Belmont County
Computation of Legal Debt Margin
Last Ten Years

	2006	2005	2004	2003
Tax Valuation	<u>\$976,469,571</u>	<u>\$963,027,741</u>	<u>\$947,559,269</u>	<u>\$887,700,390</u>
Debt Limit (1)	<u>20,676,821</u>	<u>20,676,821</u>	<u>22,575,694</u>	<u>22,188,982</u>
Total Outstanding Debt:				
General Obligation Bonds	12,875,000	7,020,000	7,835,000	8,615,000
Rural Industrial Park Loan	285,246	314,451	400,000	400,000
Mortgage Revenue Bonds Payable	6,732,000	6,828,000	6,919,000	7,346,000
OWDA Loans	28,597	31,835	34,826	37,589
Notes Payable	<u>12,785,000</u>	<u>14,790,000</u>	<u>13,605,000</u>	<u>12,530,000</u>
Total	<u>32,705,843</u>	<u>28,984,286</u>	<u>28,793,826</u>	<u>28,928,589</u>
Exemptions:				
General Obligation Bonds for Jail Construction	4,800,000	2,945,000	3,175,000	3,395,000
General Obligation Bonds for Eastern Division Court	1,120,000	0	0	0
General Obligation Bonds Payable from Rental Revenues	1,480,000	160,000	310,000	460,000
General Obligation Bonds Payable from Enterprise Revenues	5,475,000	3,915,000	4,350,000	4,760,000
General Obligation Bonds Payable from Court Fines and Fees	0	0	0	0
Rural Industrial Park Loan Payable from Sale of Land	285,246	314,451	400,000	400,000
Mortgage Revenue Bonds Payable from Enterprise Revenue	6,732,000	6,828,000	6,919,000	7,346,000
OWDA Loans Payable from Enterprise Fund Revenue	28,597	31,835	34,826	37,589
County Enginner Building Improvement Notes Payable	800,000	960,000	1,120,000	1,280,000
Emergency Operations Center Notes Payable	300,000	300,000	0	0
Common Pleas Court Computer Notes Payable	85,000	120,000	105,000	115,000
Satellite Building Notes Payable	0	1,480,000	1,485,000	1,500,000
Road and Bridge Improvement Repair Notes Payable	2,000,000	2,000,000	0	0
Court Computer Note Payable	0	0	40,000	60,000
Reclamation Landfill Notes Payable	0	0	0	0
Juvenile Detention Facility Notes Payable	0	0	500,000	500,000
Notes Payable from County Sales and Use Tax	0	0	0	3,575,000
Notes Payable from Enterprise Fund Revenues	<u>9,600,000</u>	<u>9,930,000</u>	<u>10,355,000</u>	<u>5,500,000</u>
Total Self-Supporting Debt	<u>32,705,843</u>	<u>28,984,286</u>	<u>28,793,826</u>	<u>28,928,589</u>
Amount of Debt Subject to Limit	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Legal Debt Margin	<u>\$20,676,821</u>	<u>\$20,676,821</u>	<u>\$22,575,694</u>	<u>\$22,188,982</u>
Legal Debt Margin as a Percentage of the Debt Limit	100.00%	100.00%	100.00%	100.00%
Unvoted Debt Limit (2)	\$9,764,696	\$9,630,277	\$9,475,593	\$8,877,004
Less:				
Amount of Debt Subject to Limit	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Unvoted Legal Debt Margin	<u>\$9,764,696</u>	<u>\$9,630,277</u>	<u>\$9,475,593</u>	<u>\$8,877,004</u>
Unvoted Legal Debt Margin as a Percentage of the Unvoted Debt Limit	100.00%	100.00%	100.00%	100.00%

- (1) Ohio Bond Law sets a limit calculated as follows:
Three percent of the first \$100,000,000 of the tax valuation
One and one-half percent of the next \$200,000,000 of the tax valuation
Two and one-half percent of the amount of the tax valuation in excess of \$300,000,000

- (2) Ohio Bond Law sets a limit of one percent of the tax valuation

Source: Belmont County Auditor

2002	2001	2000	1999	1998	1997
<u>\$887,072,850</u>	<u>\$918,304,500</u>	<u>\$795,976,790</u>	<u>\$768,331,610</u>	<u>\$745,977,740</u>	<u>\$678,658,774</u>
<u>20,676,821</u>	<u>20,457,613</u>	<u>18,253,612</u>	<u>16,708,295</u>	<u>16,149,444</u>	<u>14,615,980</u>
9,242,142	9,972,798	10,675,054	11,355,747	11,419,940	11,795,000
400,000	400,000	400,000	0	0	0
7,491,000	7,778,000	7,898,000	8,142,000	8,271,000	8,499,000
40,140	42,497	44,674	46,685	48,544	50,260
<u>11,860,000</u>	<u>11,355,000</u>	<u>7,635,000</u>	<u>5,003,597</u>	<u>5,934,202</u>	<u>5,762,715</u>
<u>29,033,282</u>	<u>29,548,295</u>	<u>26,652,728</u>	<u>24,548,029</u>	<u>25,673,686</u>	<u>26,106,975</u>
3,545,000	3,740,000	3,930,000	4,110,000	4,285,000	4,450,000
0	0	0	0	0	0
575,000	705,000	825,000	945,000	1,060,000	1,170,000
5,105,000	5,475,000	5,830,000	6,175,000	5,915,000	6,175,000
17,142	52,798	90,054	125,747	159,940	0
400,000	400,000	400,000	0	0	0
7,491,000	7,778,000	7,898,000	8,142,000	8,271,000	8,499,000
40,140	42,497	44,674	46,685	48,544	50,260
1,440,000	1,600,000	1,600,000	900,000	1,900,000	1,900,000
0	0	0	0	0	0
125,000	250,000	0	0	0	0
1,500,000	1,500,000	2,135,000	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	550,000	0
500,000	500,000	500,000	0	0	0
3,695,000	4,705,000	400,000	0	0	0
<u>4,600,000</u>	<u>2,800,000</u>	<u>3,000,000</u>	<u>3,100,000</u>	<u>3,450,000</u>	<u>3,800,000</u>
<u>29,033,282</u>	<u>29,548,295</u>	<u>26,652,728</u>	<u>23,544,432</u>	<u>25,639,484</u>	<u>26,044,260</u>
<u>0</u>	<u>0</u>	<u>0</u>	<u>1,003,597</u>	<u>34,202</u>	<u>62,715</u>
<u>\$20,676,821</u>	<u>\$20,457,613</u>	<u>\$18,253,612</u>	<u>\$15,704,698</u>	<u>\$16,115,242</u>	<u>\$14,553,265</u>
100.00%	100.00%	100.00%	93.99%	99.79%	99.57%
<u>\$8,870,729</u>	<u>\$9,183,045</u>	<u>\$7,959,768</u>	<u>\$7,683,316</u>	<u>\$7,459,777</u>	<u>\$6,786,588</u>
<u>0</u>	<u>0</u>	<u>0</u>	<u>1,003,597</u>	<u>34,202</u>	<u>62,715</u>
<u>\$8,870,729</u>	<u>\$9,183,045</u>	<u>\$7,959,768</u>	<u>\$6,679,719</u>	<u>\$7,425,575</u>	<u>\$6,723,873</u>
100.00%	100.00%	100.00%	86.94%	99.54%	99.08%

Belmont County
Pledged Revenue Coverage - Sanitary Sewer District 1
Last Ten Years

Year	Mortgage Revenue					
	Water Service Charges (1)	Less: Operating Expenses (2)	Net Available Revenue	Debt Service (3)		Coverage
				Principal	Interest	
2006 (4)	N/A	N/A	N/A	N/A	N/A	N/A
2005	\$231,332	\$513,738	(\$282,406)	\$0	\$0	0.00
2004	254,301	345,901	(91,600)	10,000	2,655	(7.24)
2003	270,451	312,453	(42,002)	35,000	1,909	(1.14)
2002	299,041	318,929	(19,888)	35,000	7,618	(0.47)
2001	287,410	259,931	27,479	32,000	5,008	0.74
2000	369,662	230,828	138,834	31,000	11,698	3.25
1999	344,552	239,665	104,887	30,000	11,434	2.53
1998	358,452	242,251	116,201	0	8,019	14.49
1997	328,940	271,953	56,987	0	8,686	6.56

- (1) Total Revenue (including interest) exclusive of tap fees.
- (2) Total operating expenses exclusive of depreciation
- (3) Includes principal and interest of revenue bond only
- (4) Bonds were fully repaid during 2005.

Source: Belmont County Auditor

Belmont County
Pledged Revenue Coverage - Water Works 3
Last Ten Years

Year	Mortgage Revenue					
	Water Service Charges (1)	Less: Operating Expenses (2)	Net Available Revenue	Debt Service (3)		Coverage
				Principal	Interest	
2006	\$2,678,570	\$1,549,260	\$1,129,310	\$96,000	\$355,039	2.50
2005	2,756,130	1,816,327	939,803	91,000	359,801	2.08
2004	2,817,895	1,619,027	1,198,868	407,000	385,005	1.51
2003	3,036,623	1,474,994	1,561,629	100,000	368,628	3.33
2002	2,894,230	1,514,264	1,379,966	248,000	404,962	2.11
2001	2,906,410	1,253,068	1,653,342	88,000	405,084	3.35
2000	2,977,736	1,243,926	1,733,810	213,000	428,544	2.70
1999	2,671,283	1,314,061	1,357,222	99,000	426,017	2.59
1998	2,587,543	1,376,996	1,210,547	228,000	418,889	1.87
1997	2,735,679	1,475,516	1,260,163	16,000	167,691	6.86

- (1) Total Revenue (including interest) exclusive of tap fees.
(2) Total operating expenses exclusive of depreciation
(3) Includes principal and interest of revenue bond only

Source: Belmont County Auditor

Belmont County
Demographic and Economic Statistics

Last Ten Years

Year	Population (1)	Personal Income (2) (in thousands)	Per Capita Personal Income (4)	Unemployment Rate (3)
2006	68,771	1,753,203,000	\$25,493	7.00%
2005	69,089	1,753,203,000	25,376	5.50%
2004	69,444	1,693,875,000	24,392	6.40%
2003	69,567	1,681,992,000	24,178	5.50%
2002	69,843	1,643,548,000	23,532	5.80%
2001	69,602	1,588,628,000	22,824	4.30%
2000	70,130	1,514,226,000	21,592	4.80%
1999	70,587	1,457,205,000	20,644	5.50%
1998	71,363	1,430,686,000	20,048	5.40%
1997	71,339	1,341,574,000	18,806	6.40%

Sources: (1) U.S. Census Bureau
 (2) Bureau of Economic Analysis
 (3) Ohio Job and Family Services website
 (4) Personal Income not available for 2006. Used 2005 income.

Belmont County
Principal Employers
Current Year and Nine Years Ago

Employer	Nature of Business	2006	
		Number of Employees	Percentage of Total Employment
Belmont County Government	Public Service	1,016	3.19%
East Ohio Regional Hospital	Health Care	605	1.90%
Belmont Community Hospital	Health Care	438	1.38%
Wheeling-Pittsburgh Steel Corporation	Manufacturing	425	1.33%
Barnesville Hospital Association	Health Care	354	1.11%
State of Ohio	Public Service	268	0.84%
American Energy Corporation	Utility	229	0.72%
Kroger Company	Retail	198	0.62%
Wal-Mart Stores Inc.	Retail	167	0.52%
Ohio Valley Coal Co.	Mining	146	0.46%
Total		<u>3,846</u>	<u>12.08%</u>
Total Employment within the County		<u>31,846</u>	

Employer	Nature of Business	1997	
		Number of Employees	Percentage of Total Employment
Belmont County Government	Public Service	926	3.09%
Wheeling-Pittsburgh Steel Corporation	Manufacturing	600	2.00%
East Ohio Regional Hospital	Health Care	478	1.59%
Belmont Community Hospital	Health Care	408	1.36%
Barnesville Hospital Association	Health Care	298	0.99%
State of Ohio	Public Service	224	0.75%
American Energy Corporation	Utility	197	0.66%
Kroger Company	Retail	179	0.60%
Ohio Valley Coal Co.	Mining	96	0.32%
Motor Panels Stamping	Manufactured	88	<u>0.29%</u>
Total		<u>3,494</u>	<u>11.65%</u>
Total Employment within the County		<u>29,987</u>	

Sources: Belmont County Auditor's Office

Belmont County
County Government Employees by Function/Activity
Last Six Years

	2006	2005	2004	2003	2002	2001
General Government						
Legislative and Executive						
Commissioners	22	20	23	29	27	24
Auditor	27	24	26	28	26	23
Treasurer	7	7	8	7	8	8
Prosecuting Attorney	16	18	17	11	11	11
Board of Elections	10	12	11	9	9	10
Recorder	7	6	7	7	7	6
Buildings and Grounds	8	7	8	9	8	8
Dog and Kennel	4	4	4	6	6	7
Judicial						
Common Pleas Court	15	16	14	13	13	12
Probate Court	6	6	6	7	7	7
Juvenile Court	19	20	23	25	24	16
County Courts	18	15	15	19	16	14
Clerk of Courts	8	9	9	8	8	8
Public Defender	6	6	6	6	6	6
Domestic Relations	4	3	3	3	4	3
Law Library	1	1	1	1	2	2
Public Safety						
Sheriff	76	88	79	80	78	77
Probation	20	19	18	19	17	16
Emergency 911	17	15	19	16	17	18
Disaster Services	7	5	3	3	3	2
Coroner	4	3	3	3	3	3
District Detention Home/Oakview	56	55	59	59	60	68
Public Works						
Engineer	59	54	60	53	63	62
Building Department	6	6	5	5	6	7
Sewer District and Sewer District	34	33	33	35	34	33
Recycling	4	4	4	4	2	2
Health						
MRDD	111	119	115	114	113	110
Alcohol, Drug Abuse and Mental Health	5	5	5	5	5	5
County Home	113	110	109	121	112	108
Health Department	19	18	15	16	14	14
Human Services						
Jobs and Family Services	255	180	204	221	246	180
Children's Services	25	24	22	23	23	21
Child Support Enforcement Agency	14	14	14	17	17	15
Veteran Services	6	5	4	4	4	4
Conservation and Recreation						
Soil and Water Conservation	4	5	4	4	4	4
Community and Economic Development	3	3	3	3	3	3
Total	1,016	939	959	993	1,006	917

Method: 1.00 for each full-time, 0.50 for each part-time and 0.25 for each seasonal employee

The count is performed on July 1 each year.

NOTE: Only six years of information was available from the County Auditors Office.

Source: Belmont County Auditor's Office

This page intentionally left blank

Belmont County
Capital Asset Statistics by Function/Activity
Last Ten Years

	2006	2005	2004	2003	2002
General Government					
Legislative and Executive					
Commissioners					
Administrative office space (sq. ft.)	2,000	2,000	2,000	2,000	2,000
Auditor					
Administrative office space	4,672	4,672	4,672	4,672	4,672
Treasurer					
Administrative office space	2,400	2,400	2,400	2,400	2,400
Prosecuting Attorney					
Administrative office space	1,850	1,850	1,850	1,850	1,850
Board of Elections					
Administrative office space	1,650	1,280	1,280	1,280	1,280
Voting Machines	238	238	224	224	224
Recorder					
Administrative office space	3,248	3,248	3,248	3,248	3,248
Buildings and Grounds					
Administrative office space	2,420	2,420	2,420	2,420	2,420
Data Processing					
Administrative office space	336	336	336	336	336
Judicial					
Common Pleas Court					
Number of court rooms	2	2	2	2	2
Probate Court					
Number of court rooms	1	1	1	1	1
Juvenile Court					
Number of court rooms	1	1	1	1	1
County Court					
Number of court rooms	3	3	3	3	3
Clerk of Courts					
Administrative office space	3,248	3,248	3,248	3,248	3,248
Juvenile Detention Center					
Capacity	54	54	54	54	54
Domestic Relations					
Administrative office space	288	288	288	288	288
Law Library					
Administrative office space	3,980	3,980	3,980	3,980	3,980
Public Safety					
Sheriff					
Jail capacity	72	72	72	72	72
Number of patrol vehicles	47	45	43	39	40
Probation					
Administrative office space	660	660	660	660	660
Disaster Services					
Number of emergency response vehicles	4	4	4	4	4
Public Works					
Engineer					
Centerline miles of roads	508	508	508	508	508
Number of bridges	106	107	107	107	107
Number of culverts	252	252	252	252	252
Number of traffic signs	4,560	4,560	4,560	4,560	4,560
Number of vehicles	54	54	54	52	52

2001	2000	1999	1998	1997
2,000	2,000	2,000	2,000	2,000
4,672	4,672	4,672	4,672	4,672
2,400	2,400	2,400	2,400	2,400
1,850	1,850	1,850	1,850	1,850
1,280	1,280	1,280	1,280	1,280
224	224	224	224	224
3,248	3,248	3,248	3,248	3,248
1,250	1,250	1,250	1,250	1,250
336	336	336	336	336
2	2	2	2	2
1	1	1	1	1
1	1	1	1	1
3	3	3	3	3
3,248	3,248	3,248	3,248	3,248
54	54	54	54	54
288	0	0	0	0
3,980	3,980	3,980	3,980	3,980
72	72	72	72	72
40	41	39	38	38
660	660	660	660	660
3	3	3	2	2
508	508	508	508	508
107	107	107	106	106
252	252	252	252	252
4,560	4,560	4,560	4,560	4,560
53	53	52	51	51

(Continued)

Belmont County
 Capital Asset Statistics by Function/Activity (Continued)
 Last Ten Years

	2006	2005	2004	2003	2002
Sewer District					
Number of treatment facilities	2	2	2	2	2
Number of pumping stations	33	31	30	29	29
Miles of sewer lines	90	90	87	87	87
Water District					
Number of treatment facilities	1	1	1	1	1
Miles of sewer lines	540	540	535	535	535
Health					
MRDD					
Number of Schools	1	1	1	1	1
Number of Workshops	1	1	1	1	1
Number of busses	8	8	8	8	8
Human Services					
Jobs and Family Services					
Administrative office space	10,420	10,420	10,420	10,420	10,420
Number of vehicles	16	16	14	14	13
Children's Services					
Administrative office space	2,240	2,240	2,240	2,240	2,240
Number of vehicles	6	6	5	5	5
Child Support Enforcement Agency					
Administrative office space	1,664	1,664	1,664	1,664	1,664
Number of vehicles	5	5	5	4	4
Veteran Services					
Administrative office space	384	384	384	384	384
Number of vehicles	2	2	2	2	2
Community and Economic Development					
Number of related infrastructure projects	1	1	1	1	1

Source: County Auditor

2001	2000	1999	1998	1997
2	2	2	2	2
28	28	28	28	28
87	87	87	87	87
1	1	1	1	1
530	530	530	530	530
1	1	1	1	1
1	1	1	1	1
7	7	6	6	6
10,420	10,420	10,420	10,420	10,420
13	11	11	9	9
2,240	2,240	2,240	2,240	2,240
3	3	3	3	3
1,664	1,664	1,664	1,664	1,664
4	4	3	3	3
384	260	260	260	260
2	2	2	2	2
1	1	1	1	1

Belmont County
 Operating Indicators by Function/Activity
 Current Year

	2006
General Government	
Legislative and Executive	
Commissioners	
Number of resolutions	128
Number of meetings	60
Auditor	
Number of non-exempt conveyances	1,787
Number of exempt conveyances	1,543
Number of real estate transfers	3,332
Number of parcels billed	59,275
Number of checks issued	26,785
Treasurer	
Number of parcels collected	53,347
Return on portfolio	\$2,512,772
Board of Elections	
Number of registered voters	43,204
Number of voters last general election	23,684
Percentage of register voters that voted	54.81%
Recorder	
Number of deeds recorded	3,588
Number of mortgages recorded	7,103
Number of military discharges recorded	12
Number of leases Recorded	457
Number of liens recorded	322
Number of power of attorney recorded	149
Number of partnerships recorded	1
Number of plats recorded	19
Judicial	
Common Pleas Court	
Number of civil cases filed	668
Public Safety	
Sheriff	
Jail Operation	
Average daily jail census	100
Prisoners booked	2,965
Prisoners released	2,973
Out of County bed days used	4,345
Enforcement	
Number of incidents reported	2,046
Number of citations issued	719
Number of papers served	8,697
Number of transport hours	12,650
Number of court security hours	6,040

(Continued)

Belmont County
 Operating Indicators by Function/Activity (Continued)
 Current Year

	2006
Public Works	
Engineer	
Miles of roads resurfaced	4.96
Number of bridges replaced/improved	21
Number of culverts built/replaced/improved	12
Sewer District	
Average daily sewage treated	415,000
Number of tap-ins	2,305
Number of customers	2,305
Water District	
Average daily water treated	2,748,000
Average daily water billed	2,468,000
Number of tap-ins	8,896
Number of customers	8,876
Health	
MRDD	
Number of students enrolled	59
Early intervention program	17
Preschool	21
School age	38
Number employed at workshop	267
Average client count	435
Human Services	
Jobs and Family Services	
Average client count - food stamps (per month)	7,784
Average client count - day care (per month)	262
Average client count - WIA	140
Average client count - heating assistance (per month)	11
Child Support Enforcement Agency	
Average number of active support orders	4,535

NOTE: Only one year of information was available from the County Auditors Office.

Source: Belmont County Auditors Office

This page intentionally left blank



Mary Taylor, CPA
Auditor of State

FINANCIAL CONDITION

BELMONT COUNTY

CLERK'S CERTIFICATION

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

Susan Babbitt

CLERK OF THE BUREAU

**CERTIFIED
DECEMBER 13, 2007**