

**UNION COUNTY FINANCIAL CONDITION
UNION COUNTY**

SINGLE AUDIT

FOR THE YEAR ENDED DECEMBER 31, 2006



Mary Taylor, CPA
Auditor of State

UNION COUNTY

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UNION COUNTY

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

FEDERAL GRANTOR/Pass-Through Grantor/ County Department/Program Title	Pass Through Entity Number	Federal CFDA Number	Disbursements
U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT			
Mental Health and Recovery Board Supportive Housing Program	NA	14.235	110,334
<i>Ohio Department of Development</i>			
County Commissioners			
Community Development Block Grants/State's Program	B-C-03-073-2	14.228	700
Community Development Block Grants/State's Program	B-F-04-073-1	14.228	20,901
Community Development Block Grants/State's Program	B-F-05-073-1	14.228	97,000
Total Community Development Block Grant/State's Program			<u>118,601</u>
Total U.S. Department of Housing and Urban Development			<u>228,935</u>
U.S. DEPARTMENT OF JUSTICE			
County Sheriff Bulletproof Vest Partnership Program	NA	16.607	2,938
County Sheriff Public Safety Partnership and Community Policing Grants	NA	16.710	14,688
<i>Attorney General of the State of Ohio</i>			
County Prosecutor Crime Victim Assistance	2006-VA-GENE-430	16.575	79,014
<i>Ohio Department of Public Safety /Office of Criminal Justice Services</i>			
County Sheriff Anti-Theft	2006-JG-B0V-6400	16.579	47,025
2006 OCJS Grant	2003-DB-B0V-7681	16.579	6,840
			<u>53,865</u>
<i>Ohio Department of Public Safety /Office of Criminal Justice Services</i>			
County Prosecutor Violence Against Women Formula Grants	2000-WF-VAV-8316	16.588	30,673
Total U.S. Department of Justice			<u>181,178</u>
U.S. DEPARTMENT OF LABOR			
<i>Ohio Department of Jobs and Family Services</i>			
Department of Job and Family Services			
Workforce Investment Act Cluster			
Workforce Investment Act - Adult	31-6400-087	17.258	90,469
Workforce Investment Act - Youth	31-6400-087	17.259	40,950
Workforce Investment Act - Dislocated Worker Total	31-6400-087	17.260	82,350
Total Workforce Investment Act Cluster			<u>213,769</u>
Total U.S. Department of Labor			<u>213,769</u>
U.S. DEPARTMENT OF TRANSPORTATION			
Airport Authority			
Airport Improvement Program	NA	20.106	79
Airport Improvement Program	NA	20.106	59,136
Airport Improvement Program	NA	20.106	112,827
Total Airport Improvement Program			<u>172,042</u>

UNION COUNTY

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

FEDERAL GRANTOR/Pass-Through Grantor/ County Department/Program Title	Pass Through Entity Number	Federal CFDA Number	Disbursements
U.S. DEPARTMENT OF TRANSPORTATION (continued)			
<i>Ohio Department of Transportation</i>			
County Engineer			
Highway Planning and Construction	PID #24492	20.205	2,116,459
Highway Planning and Construction	PID #78885	20.205	448,000
Highway Planning and Construction	PID #24478	20.205	10,535
Total Highway Planning and Construction			<u>2,574,994</u>
<i>Ohio Department of Public Safety</i>			
<i>Highway Planning and Construction</i>			
County Engineer	TE-2006-80-00-00613-0	20.205	122,790
<i>County Sheriff</i>			
State & Community Highway Safety	LEO-2006-80-00-00493	20.600	23,218
State & Community Highway Safety	HVEO-2007-80-00-00477	20.600	7,959
			<u>31,177</u>
Total U.S. Department of Transportation			<u>2,901,003</u>
U.S. ELECTIONS ASSISTANCE COMMISSION			
<i>Ohio Secretary of State</i>			
<i>Board of Elections</i>			
Help America Vote Act - Voter Education	31-6400-087	39.011	12,423
Help America Vote Act - Requirement Payments	31-6400-087	90.401	417,220
Total Election Assistance Commission			<u>429,643</u>
U.S. DEPARTMENT OF EDUCATION			
<i>Ohio Department of Education</i>			
<i>Adult Basic Literacy Education</i>			
Adult Education - State Grant Program	114975 AB-SL2006	84.002	16,124
Adult Education - State Grant Program	114975 AB-SI2006	84.002	12,750
Adult Education - State Grant Program	114975 AB-SL2007	84.002	7,473
Adult Education - State Grant Program	114975 AB-SI2007	84.002	1,257
			<u>37,604</u>
<i>Board of Mental Retardation Developmentally Disabled</i>			
<i>Special Education</i>			
Special Education - Preschool Grants	071175-PGS1-2007	84.173	2,463
Special Education - Preschool Grants	071175-PGS1-2006	84.173	24,111
Total Special Education			<u>26,574</u>
<i>Board of Mental Retardation Developmentally Disabled</i>			
<i>Innovative Educational Program Strategies</i>			
Innovative Educational Program Strategies	071175-C2S1-2007	84.298	14
Innovative Educational Program Strategies	071175-C2S1-2006	84.298	227
Total Innovative Educational Program Strategies			<u>241</u>
Total U.S. Department of Education			<u>64,419</u>
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES			
<i>Ohio Department of Mental Health</i>			
<i>Mental Health and Recovery Board</i>			
Disaster Training	48-IBHS-06-01	93-003	2,985
<i>Central Ohio Agency on Aging</i>			
<i>Union County Agency Transportation Service</i>			
Special Programs for the Aging Title III, Part B Grants for Supportive Services and Senior Centers	2352-03	93.044	7,464
<i>Union County Council on Aging</i>			
Special Programs for the Aging Title III, Part B Grants for	EL 005775	93.044	41,209

UNION COUNTY

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

FEDERAL GRANTOR/Pass-Through Grantor/ County Department/Program Title	Pass Through Entity Number	Federal CFDA Number	Disbursements
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES (continued)			
<i>Ohio Department of Mental Health</i>			
Mental Health and Recovery Board			
Network of Care	45-TSIG-07-01	93.243	4,554
Promoting Safe and Stable Families	48-CS-06-01	93.556	21,141
			25,695
<i>Ohio Department of Jobs and Family Services</i>			
Department of Job and Family Services			
Promoting Safe and Stable Families	31-6400-087	93.556	63,802
<i>Ohio Department of Mental Health</i>			
Mental Health and Recovery Board			
Community Based Child Abuse Prevention Grants	48-CS-06-04	93.590	55,643
<i>Ohio Department of Jobs and Family Services</i>			
Department of Job and Family Services			
Child Welfare Services State Grants	31-6400-087	93.645	25,557
Child Abuse Challenging Grants	31-6400-087	93.672	2,523
Independent Living	31-6400-087	93.674	24,641
<i>Ohio Department of Mental Retardation Developmentally Disabled</i>			
Board of Mental Retardation and Developmental Disabilities			
Social Services Block Grant-2007	31-6400-087	93.667	19,487
Social Services Block Grant-2006	31-6400-087	93.667	18,469
			37,956
<i>Ohio Department of Mental Health</i>			
Mental Health and Recovery Board			
Social Services Block Grant	31-6400-087	93.667	21,714
Total Social Services Block Grant			59,670
<i>Ohio Department of Mental Health</i>			
Mental Health and Recovery Board			
State Children's Insurance Program	31-6400-087	93.767	47,143
<i>Ohio Department of Alcohol and Drug Addiction Services</i>			
Mental Health and Recovery Board			
State Children's Insurance Program	31-6400-087	93.767	31,863
<i>Ohio Department of Mental Retardation Developmentally Disabled</i>			
Board of Mental Retardation and Developmental Disabilities			
State Children's Insurance Program	31-6400-087	93.767	5,512
Total State Children's Insurance Program			84,518
<i>Ohio Department of Mental Health</i>			
Mental Health and Recovery Board			
Block Grants for Community Mental Health Services	31-6400-087	93.958	54,779
<i>Ohio Department of Alcohol and Drug Addiction Services</i>			
Mental Health and Recovery Board			
Block Grants for Prevention and Treatment of Substance Abuse	31-6400-087	93.959	245,394
<i>Ohio Department of Mental Retardation Developmentally Disabled</i>			
Board of Mental Retardation and Developmental Disabilities			
Medical Assistance Program			
Waiver Admin. Claiming	31-6400-087	93.778	30,353
Community Alternative Funding System	31-6400-087	93.778	15,106
Target Case Management	31-6400-087	93.778	169,296
Adult Day Hab	31-6400-087	93.778	261,240

UNION COUNTY

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

FEDERAL GRANTOR/Pass-Through Grantor/ County Department/Program Title	Pass Through Entity Number	Federal CFDA Number	Disbursements
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES (continued)			
Total Medical Assistance Program-Mental Retardation and Developmental Disabilities			475,995
<i>Ohio Department of Mental Health</i>			
Mental Health and Recovery Board			
Medical Assistance Program	31-6400-087	93.778	440,930
<i>Ohio Department of Alcohol and Drug Addiction Services</i>			
Mental Health and Recovery Board			
Medical Assistance Program	31-6400-087	93.778	70,206
Total Medical Assistance Program			<u>511,136</u>
Total U.S. Department of Health and Human Services			<u>1,681,011</u>
U.S. DEPARTMENT OF HOMELAND SECURITY			
<i>Ohio Department of Public Safety /Office of Criminal Justice Services</i>			
County Sheriff			
Buffer Zone Protection Plan	2006-B2PP-8D-0016	97.078	48,516
<i>Ohio Emergency Management Agency</i>			
Risk Management			
Homeland Security Grant Program	2005-GE-T5-0001	97.067	96,089
Emergency Management Performance Grant	2006-GE-T6-0051 2006-EM-E6-0042	97.042	14,890
Total U.S. Department of Homeland Security			<u>159,495</u>
TOTAL FEDERAL AWARDS EXPENDITURES			<u>\$ 5,859,453</u>

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

UNION COUNTY

**NOTES TO THE FEDERAL AWARDS EXPENDITURES SCHEDULE
FOR THE YEAR ENDED 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 - MATCHING REQUIREMENTS

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

NOTE C – HOMELAND SECURITY CLUSTER

The County reported the following federal programs for the Homeland Security Cluster on the Schedule of Expenditures of Federal Awards. A couple programs for federal fiscal year 2005 and 2006 were incorporated into the Homeland Security Grant (97.067) in accordance with the guidance from the U.S. Department of Homeland Security.

CFDA #	Program	Amount
	<i>Risk Management</i>	
97.042	Emergency Management Performance Grants	14,112
97.073	State Homeland Security Grant Program	37,022
	<i>County Sheriff</i>	
97.074	2006 NIBRS Enhancement	20,000
97.067	Homeland Security Grant Program	\$ 71,134.00
	<i>Risk Management</i>	
97.073	State Homeland Security Grant Program	24,955
97.067	Homeland Security Grant Program	\$ 24,955.00
	Total Homeland Security Grant Program	\$ 96,089.00

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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*

Union County
233 West Sixth Street
Marysville, Ohio 43040

To the Board of County Commissioners:

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Union County, Ohio (the County) as of and for the year ended December 31, 2006, which collectively comprises the County's basic financial statements and have issued our report thereon dated June 7, 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 Memorial Hospital of Union County and Affiliates, a major fund, as described in our opinion on the County's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that those auditors separately reported. Other auditors audited the financial statements of the U-Co Industries, Inc., one of the County's discretely presented component units, 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 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.

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses. However, as discussed below, we identified a certain deficiency in internal control over financial reporting that we consider a significant deficiency.

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.

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We consider the following deficiency described in the accompanying schedule of findings to be a significant deficiency in internal control over financial reporting: 2006-001.

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 the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in the internal control that might be significant deficiencies and accordingly, would not necessarily disclose all significant deficiencies that are also material weaknesses. We do not believe the significant deficiency described above is a material weakness.

We also noted certain internal control matters that we reported to the County's management in a separate letter dated June 7, 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 an instance of noncompliance or other matters that we must report under *Government Auditing Standards* which is described in the accompany schedule of findings as item 2006-002.

We also noted certain noncompliance or other matters not requiring inclusion in this report that we reported to the County's management in a separate letter dated June 7, 2007.

The County's responses to the findings identified in our audit are described in the accompanying schedule of findings. We did not audit the County's responses and, accordingly, we express no opinion on them.

We intend this report solely for the information and use of the finance 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 7, 2007



Mary Taylor, CPA

Auditor of State

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

Union County
233 West Sixth Street
Marysville, Ohio 43040

To the Board of County Commissioners:

Compliance

We have audited the compliance of Union County, Ohio, (the County) with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133, *Compliance Supplement* that apply to each of its major federal programs for the year ended December 31, 2006. The summary of auditor's results section of the accompanying schedule of findings identifies the County's major federal programs. The County's management is responsible for complying with the requirements of laws, regulations, contracts, and grants applicable to each major federal program. Our responsibility is to express an opinion on the County's compliance based on our audit.

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

In our opinion, the County complied, in all material respects, with the requirements referred to above that apply to each of its major federal programs for the year ended December 31, 2006. In a separate letter to the County's management dated June 7, 2007, we reported an other matter related to federal noncompliance not requiring inclusion in this report.

Internal Control Over Compliance

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

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulation, contracts and grants caused by error or fraud that would be material in relation to a major federal program being audited may occur and not be timely detected by employees when performing their assigned functions. We noted no matters involving control over compliance and its operation that we consider to be material weaknesses. However, we noted a matter involving the internal control over federal compliance not requiring inclusion in this report, that we reported to the County's management in a separate letter dated June 7, 2007.

Federal Awards Expenditures Schedule

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund and the aggregate remaining fund information of Union County, Ohio, as of and for the year ended December 31, 2006, and have issued our report thereon dated June 7, 2007, wherein we noted the financial statements of U-Co Industries, Inc., a discretely presented component unit, and Memorial Hospital of Union County and Affiliates, a major fund, were 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 finance committee, management, the Board of County Commissioners, federal awarding agencies, and pass-through entities. It is not intended for anyone other than these specified parties.



Mary Taylor, CPA
Auditor of State

June 7, 2007

UNION 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 weakness conditions reported at the financial statement level (GAGAS)?	No
(d)(1)(ii)	Were there any other significant deficiency reported at the financial statement level (GAGAS)?	Yes
(d)(1)(iii)	Was there any reported material noncompliance at the financial statement level (GAGAS)?	Yes
(d)(1)(iv)	Were there any material internal control weakness conditions reported for major federal programs?	No
(d)(1)(iv)	Were there any other reportable internal control weakness conditions reported for major federal programs?	No
(d)(1)(v)	Type of Major Programs' Compliance Opinion	Unqualified
(d)(1)(vi)	Are there any reportable findings under § .510?	No
(d)(1)(vii)	Major Programs (list):	Highway Planning and Construction – CFDA # 20.205 Help America Vote Act –CFDA #90.401 Workforce 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?	No

UNION 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

Finding Number	2006-001
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Significant Deficiency

Employee benefits of County employees include the accrual of sick leave and vacation leave based on County policies in place and employment agreements between the employees and various County department boards of governance.

County departments are responsible for communicating changes in leave accrual related to employee anniversary dates and changes in employee pay status to the County Auditor's Office. In addition, when an employee uses sick or vacation leave, the employee submits a leave request form to the department head for approval and the time taken is sent to the County Auditor's office on a bi-weekly basis.

Testing over employee leave accrual records in the County Auditor's payroll system revealed that throughout the year the County Auditor's Office made multiple corrections to leave balances. One example resulted in an excess accumulation of vacation leave for the Director of Veteran Services during the years of 2001 through 2006. This leave was then taken by the Director of Veteran Services. This error was detected during 2007 and as a result the Director of Veteran Services made a repayment of \$3,954.44 to the County to correct the error.

We recommend that the County implement the following control procedures to ensure that employee leave balances are properly accounted for and errors are detected in a timely manner.

1. Each department head should monitor the leave balances of their employees each pay period. The County Auditor's Office provides a report each pay period to the department heads that state the leave balances of their employees. The department head should implement procedures to compare the department's leave records (i.e. employee time sheets, leave accrual ledgers) to the bi-weekly report provided by the County Auditor's office. Any errors detected in leave calculations should be communicated to the County Auditor's Office in a timely manner.
2. The County Auditor's office should have an alternative employee review leave accrual reports each pay period to ensure that the leave changes communicated by the departments have been properly input into the payroll system by the payroll clerk.

Officials' Response:

We have reminded all departments to review all total leave accruals which includes sick, vacation, and comp time.

UNION 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 (Continued)**

Finding Number	2006-002
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Finding for Recovery- Repaid Under Audit

Ohio Revised Code § 2921.42 (A)(1) states that no public official shall knowingly authorize or employ the authority or influence of his office to secure authorization of any public contract in which he, a member of his family, or any of his business associates has an interest.

An Ohio Ethics Commission Staff Advisory Opinion requested by Dr. David Applegate, Coroner, dated June 30, 2005, states "R.C. 2921.42 (A) (1) prohibits you from appointing your wife to the position of Deputy County Coroner if she is to be compensated for her services as Deputy Coroner. She would also be prohibited from receiving any contract related benefits, such as travel expenses. This restriction would apply whether the compensation was provided to her directly or to her practice."

The County Coroner appointed his wife to the position of Deputy Coroner without pay in January of 2001. During 2006, the County paid for travel expenses for the Deputy Coroner in the amount of \$1,382.90 to attend a basic death investigation course in Las Vegas, Nevada.

In accordance with the foregoing facts and pursuant to Ohio Revised Code § 117.28, a Finding for Recovery for public monies illegally expended would have been issued against Dr. Mary Applegate, Deputy Coroner, and Dr. David Applegate, Coroner, in the amount of \$1,382.90, and in favor of the Union County General Fund.

On June 8, 2007, Dr. David Applegate, Coroner, repaid the County the full amount of \$1,521.19 (the travel expenses plus 10%, the amount Mr. Applegate estimated that might cover interest, etc.) to the County's General Fund.

This matter will be referred to Ohio Ethics Commission.

Officials' Response:

I, Dr. David Applegate, Coroner, acknowledge the findings for recovery and repayment of such funds.

I expressly deny any wrongdoing, illegal or unethical behavior in such matters. I reimbursed county funds only to avoid any suggestion of disgraceful behavior until this matter can be appropriately examined.

I, personally, have been harmed by this finding and I submit the county is harmed, too.

I acknowledge and understand the intentions of ORC § 2921.42 (A) (1) regarding the possible harmful consequences of nepotism in our form of public governance. I did submit to the Ohio Ethics Committee a request for opinion regarding compensation of my spouse or her business with regard to the needs of a smaller county. I did not expressly request or explain the presumed need or cost of training or educating her to perform a professional public duty. They did supply an opinion without request and without opportunity for discussion (argument).

My spouse serves without compensation in accordance with nepotism statutes. It should also be noted that ORC §313 allows the coroner to hire business associates, similar to the prosecutor's authority. The intention of the legislature is obvious in allowing additional access to a small pool of qualified professional individuals.

UNION 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 (Continued)

Finding Number	2006-002 (Continued)
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Finding for Recovery- Repaid Under Audit (continued)

Officials' Response (continued):

I submit that my spouse did not receive any personal benefit in attending training or education for the duties of deputy coroner. She is board certified in Internal Medicine and Pediatrics. She does not practice forensic medicine. She is not hired by any other institutions, academics or governmental agencies, or gains any financial advantage in the purposes of forensic medicine. I will argue her personal expense was larger than the repaid amount, too. She is self-employed and lost significant income in the 4 days away from her practice. She had to provide for child care since both parents were out of town, as well.

As to the matter of harm, I and my spouse were forced to pay for a portion of a vehicle expense and a hotel room when those expenditures would have not changed with or without her presence.

It is my opinion that the taxpayers of this county will be harmed with the loss of a trained professional non-compensated deputy coroner. It is unprofessional for this office holder to allow any staff to act in an untrained or unprofessional manner and continuing education is mandatory.

Thus, I submit, it was and is **only** Union county who received the benefit of my spouse's training and education and therefore within the moral and ethical fabric of the ORC to be a legitimate and legal county expenditure.

Auditor of State Conclusion:

Dr. Applegate is bound by the opinion of the Ohio Ethics Commission (OEC), whether he agrees with it or not. In the face of the opinion, he should have sought further guidance from the Ohio Ethics Commission *prior to* approving a trip to Las Vegas for his wife. As it is, the opinion prohibited his wife "from receiving any contract related benefits, such as travel expenses", and this office audits to that opinion.

UNION COUNTY

**SCHEDULE OF PRIOR AUDIT FINDINGS AND QUESTIONED COSTS
OMB CIRCULAR A -133 § .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 and 2005-002	Ohio Rev. Code Section 117.28-- Findings for Recovery Repaid Under Audit – Overpayment of leave time	Yes	Fully corrected
2005-003	44 CFR 13.21(b) & (c)-- Cash Management-State Homeland Security Grant	Yes	Fully corrected.
2005-004	44 CFR 13.23(a)--Period of Availability-State Homeland Security Grant /Questioned Cost	Yes	Fully corrected.
2005-005	24 CFR 85.21(c)-- Cash Management – Community Development Block Grant and Home Investment Partnership	Yes	Fully corrected
2005-006	Segregated Accounting of Federal Awards	No	Partially corrected; this finding is repeated in the current audit management letter.

UNION COUNTY, OHIO

COMPREHENSIVE

ANNUAL FINANCIAL REPORT

For The Fiscal Year Ended December 31, 2006

**Prepared by the Union County
Auditor's Office**

**Mary H. Snider
County Auditor**

UNION COUNTY, OHIO
Comprehensive Annual Financial Report
For the Year Ended December 31, 2006
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June 7, 2007

Citizens of Union County
Union County Commissioners

It is my pleasure to present Union County's Comprehensive Annual Financial Report (CAFR) for year ended December 31, 2006. State law requires that every general-purpose local government publish within six months of the close of each year a complete set of audited financial statements. This report is published to fulfill that requirement for the fiscal year just ended.

The responsibility for both the accuracy of the presented data and the complete, fair presentation, including all disclosures, rests with the County Auditor. This report reflects the financial data that will enable the citizens of Union County to gain a true understanding of Union County finances.

This CAFR conforms to accounting standards generally accepted in the United States of America (GAAP) as set forth by the Government Accounting Standards Board (GASB). This report contains basic and supplemental financial statements and other financial and statistical information, which provide a complete and full disclosure of all material financial aspects of Union County.

As part of the preparation of the comprehensive annual financial report, the County subjects its financial statements to an annual audit. The annual audit serves to strengthen the County's accounting, internal controls, and budgetary controls. The Auditor of State's Office completed the audit and has issued an unqualified opinion on the Union County financial statements for the year ended December 31, 2006. The independent accountant's report is located on page 11 at the front of the financial section of this report.

In addition to meeting the requirements set forth in state statutes, the audit was also designed to meet requirements of the Federal Single Audit Act of 1996 and the related U.S. Office of Management and Budget's Circular A-133, Revised. United States of America generally accepted auditing standards and the standards set forth in the General Accounting Office's *Government Auditing Standards* were used by the auditors in conducting the engagement.

The CAFR is presented in three sections: introductory, financial, and statistical. The Introductory Section contains this letter of transmittal, the 2005 Certificate of Achievement for Excellence in Financial Reporting, a list of principal officials, an organization chart, and a chart of the County Auditor's duties and responsibilities. The Financial Section includes the Independent Accountants' Report, Management's Discussion and Analysis, the Basic Financial

Statements and Notes that provide an overview of the County's financial position and operating results, the RSI for Infrastructure, the Combining Statements for nonmajor funds and other schedules that provide detailed information relative to the Basic Financial Statements. The Statistical Section presents historical, financial, economic, and demographic information.

Management's discussion and analysis (MD&A) immediately follows the independent accountant's report and provides a narrative introduction, overview, and analysis of the basic financial statements. MD&A complement this letter of transmittal and should be read in conjunction with it.

Profile of the Government:

Formed on April 1, 1820, from portions of Delaware, Franklin, Madison, and Logan Counties together with a part of the old Indian Territory, Union County contains 277,760 acres lying in a nearly central position in the State of Ohio. Through the effort of Colonel James Curry, then a member of the State legislature, an act was passed January 10, 1820, entitled, "An act to erect the county of Union". The formation of fourteen townships and the selection of Marysville as the County Seat followed on May 15, 1821. A portion of the City of Dublin that is now wholly in a fifteenth township and five other municipalities are within the 434 square miles of the County that contained 40,909 people as of the 2000 census. The first census taken in 1830 revealed 3,192 settlers.

The County provides for its citizens with the powers conferred upon it by Ohio statutes. The elected three-member Board of County Commissioners functions as both the legislative and executive branches. Each Commissioner serves a term of four years. Other officials elected by the voters of Union County that manage various segments of the County's operations are the Auditor, who serves as the chief fiscal officer, Treasurer, Recorder, Clerk of Courts, Coroner, Engineer, Prosecuting Attorney, Sheriff, a Common Pleas Court Judge, a Probate/Juvenile Court Judge, and a Municipal Court Judge.

The County's reporting entity has been defined in accordance with Governmental Accounting Standards Board (GASB) Statement 14, "The Financial Reporting Entity" as amended by GASB Statement 39, "Determining Whether Certain Organizations are Component Units". The financial statements in this report include the primary government, which is composed of all funds, agencies, boards, and commissions that make up the County's legal entity and the component units, which are legally separate organizations and are either financially dependent on the County or for which the County is financially accountable. The Union County Airport Authority and U-Co Industries have been included in the reporting entity as discretely presented component units.

The County Auditor serves as fiscal officer and the County Treasurer as the custodian of funds but the County is not financially accountable for the Union County General Health District, the Union County Soil and Water Conservation District, the Union County Council for Families, the Union County Joint Recreation Board, and the Central Ohio Youth Center. The activities of these organizations are reflected as agency funds within the basic financial statements. The

County is associated with certain organizations that are defined as jointly governed organizations, joint ventures, and a group purchasing pool. A further discussion of these organizations is provided in Notes 24, 25, and 26, respectively, to the basic financial statements.

A complete discussion of the County's reporting entity is provided in Note 1 to the basic financial statements.

Information Useful in Assessing Union County's Economic Condition:

Local Economy:

Union County continues to be primarily an agricultural community, with 231,811 acres of its 277,760 total acreage being devoted to agricultural use. The County's remaining acreage has been experiencing rapid development in recent years. However, the acreage devoted to agricultural use decreased only 0.8% in 2006.

Unemployment rates in Union County decreased slightly in 2006 from an average annual rate of 4.9% to 4.5%. This remains below the overall state and national rates.

During 2006, Union County issued 646 residential permits for an estimated construction value of \$57,000,000. There were 298 commercial building permits issued at an estimated construction value of \$56,000,000.

Work began in 2004 on a new commerce district known as Coleman's Crossing. Businesses locating here include the first local Honda of America dealership and Home Depot, both opened in 2005. Super Wal-Mart was subsequently completed and opened in April 2006. Development efforts continue with many more business locating here, including Best Buy which opened in March, 2007.

Work began on another commercial development in 2006 called City Gate. There are seven businesses committed to this area with the first occupancy scheduled tentatively for mid 2007.

The Richwood Business Park was developed for Irabeau LLC as an industrial/manufacturing park in the northern part of the County in 2004 and a transfer of 3.29 acres was accomplished on January 12, 2007 to Mighty Jack Quinn, LLC.

Long-term Planning:

The Commissioners recognize that Union County is one of the fastest growing counties in Ohio and have adopted a philosophy whereby growth will pay for growth. Therefore, as development occurs in the unincorporated areas of the county, much of the financial burden associated with infrastructure will be borne by the development and the residents that directly benefit. It is not anticipated that infrastructure costs will be borne by the County general fund.

With that said, the Commissioners do anticipate the need to continue to expand services as the county grows with services funded by user fees, the sales tax and incremental increase in the County real estate taxes.

Specific capital projects that the Commissioners envision over the next 10 years include; development of a central sewer system for the area of Raymond and Peoria, Ohio. This project has urgency because the County is under an EPA advisory to address failing septic systems in that area of the County. The county will likely form a partnership with the City of Marysville in providing the proposed infrastructure. The project will be funded using long-term funding and assessed back to property owners through user fees, tap fees, and grants to help supplement their costs for those who are low to below average income.

Significant renovations and expansion of Memorial Hospital of Union County will likely be funded through revenue bonds and/or indirect county debt. Those developments will be in response to the age and condition of the existing hospital and the needs presented by the hospital planning board which the Commissioners actively participate in.

The Commissioners routinely meet with county office holders and business leaders in their planning efforts. Given the growth of the county, the Commissioners envision a time when Union County will have a full-time planning staff and a county administrator

Financial Information:

Accounting System. Union County's accounting system is maintained on a "fund" basis. Each fund is a distinct self-balancing entity. The basis of accounting and the various funds utilized by Union County are fully described in Note 2 to the basic financial statements. Local financial policies did not have a significant impact on the current period's financial statements.

Internal Controls. In developing the County's accounting system, much consideration was given to the adequacy of internal accounting controls. Internal accounting controls are designed to provide reasonable, but not absolute, assurance regarding (1) the safeguarding of assets against loss from unauthorized use or disposition and (2) the reliability of financial records for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance is based on the assumption that the cost of internal accounting controls should not exceed the benefits to be derived from their implementation.

Budgetary Controls. According to the Ohio Revised Code, the County Commissioners may adopt a temporary appropriation measure on or about January 1. A permanent annual budget must be passed by April 1. All disbursements and transfers of cash between funds require appropriation authority. Budgets are controlled at the object level within a department and fund. The County Auditor's office is responsible for the auditing and analysis of all purchase orders and vouchers of the County. As they are received, they are encumbered to ensure the availability of funds. No expenditures may take place without the County Auditor certifying that funds are available or are in the process of being collected. The County uses a fully automated accounting system to ensure that financial statements are both accurate and reliable.

Further discussion of the budgetary accounting system and its controls may be found in Note 2 to the basic financial statements.

Financial Condition. This is the fourth year the County has prepared financial statements following GASB Statement 34, “Basic Financial Statements – and Management’s Discussion and Analysis – for State and Local Governments.” GASB 34 created the following basic financial statements for reporting on the County’s financial activities:

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

Fund Financial Statements: These statements present information for individual major funds rather than by fund type. All nonmajor funds are combined. Governmental funds use the modified accrual basis of accounting and include reconciliation to the governmental activities accrual information presented in the government wide financial statements. Proprietary funds use the accrual basis of accounting.

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

Debt Administration:

Use of debt continues to be used to finance major projects in Union County. A complete discussion of Debt and other Long-Term obligations is provided in Notes 16 and 17 to the basic financial statements.

Major County Initiatives:

During 2006 and 2007, the Union County Commissioners anticipate a major initiative costing the County 1.5 million dollars will be to renovate a recently acquired 22,000 sq. ft. office building in downtown Marysville. This facility will be renovated into a records repository as well as office space that is needed by the County.

The project will be funded out of short term notes and amortized over a 10 year period as it is conceived today. The proposed project will be finalized in 2008 with construction likely starting the later part of 2007.

Memorial Hospital of Union County anticipates issuing revenue bonds to finance improvements during 2008-09. That planning process is in the early stages of development.

Restoration of covered bridges began in 2007 with the co-operation of Champaign County, the Village of North Lewisburg, the Union County Commissioners and Engineer Steve Stolte.

Awards and Acknowledgements:

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Union County for its comprehensive annual financial report (CAFR) for the fiscal year ended December 31, 2005. This was the eleventh consecutive year that the County has received this prestigious award. In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements, and we are submitting it to the GFOA to determine it's eligibility for another certificate.

The preparation of this report would not have been possible without the cooperation of my office staff, most notably Rick Moledor, for the completion of the 2006 CAFR. The guidance provided by the firm of Julian, & Grube, Inc., CPA's is also acknowledged. Finally, credit also must be given to all of the department heads, employees Sue Irwin and Jeff Stauch of the Union County Engineer's Office, and the staff of the Union County Chamber of Commerce for providing us with valuable information and statistical data.

Respectfully submitted,

A handwritten signature in cursive script that reads "Mary H Snider".

Mary H Snider
Union County Auditor

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Union 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.



President

Executive Director

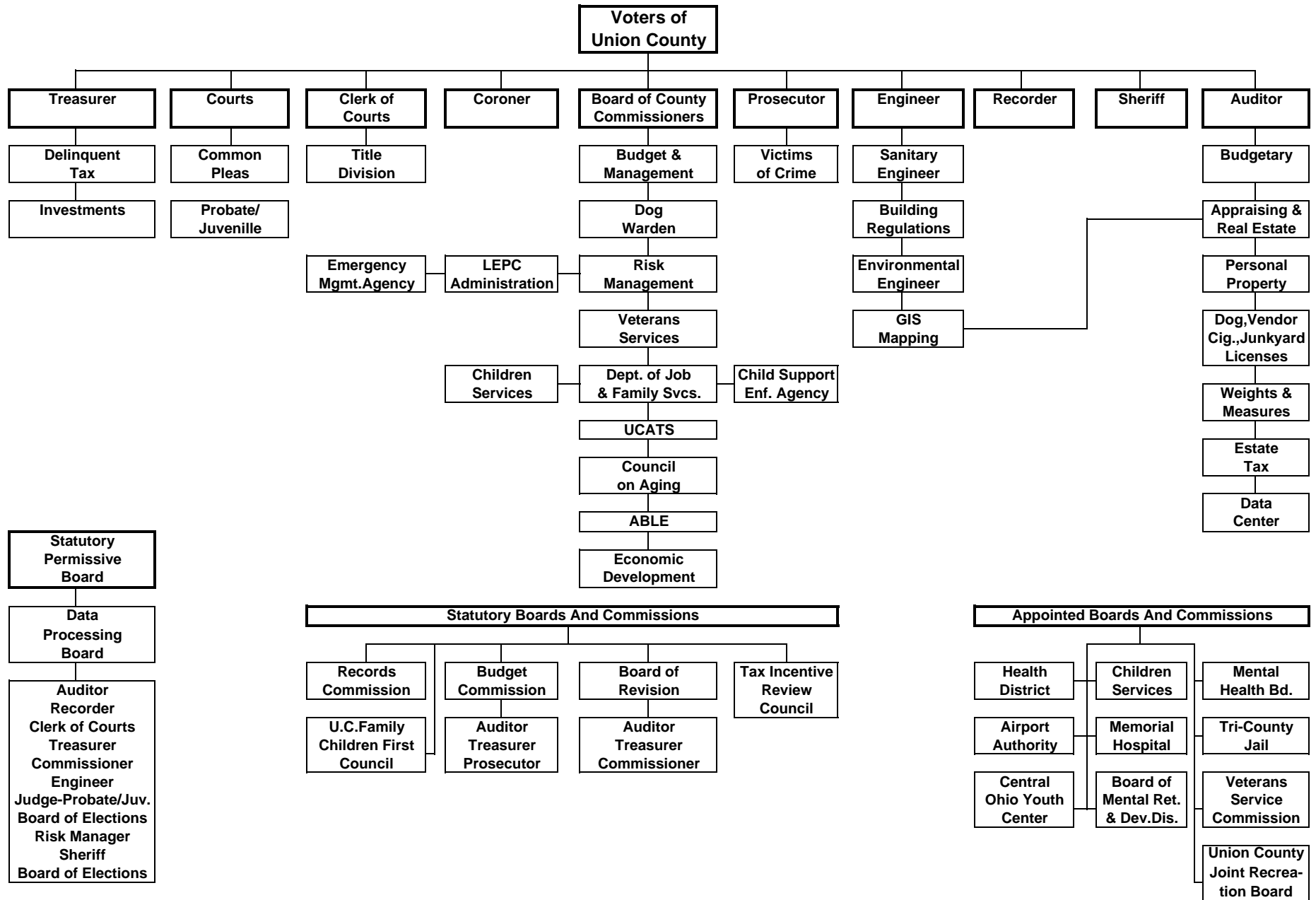
UNION COUNTY, OHIO

**PRINCIPAL OFFICIALS
DECEMBER 31, 2006**

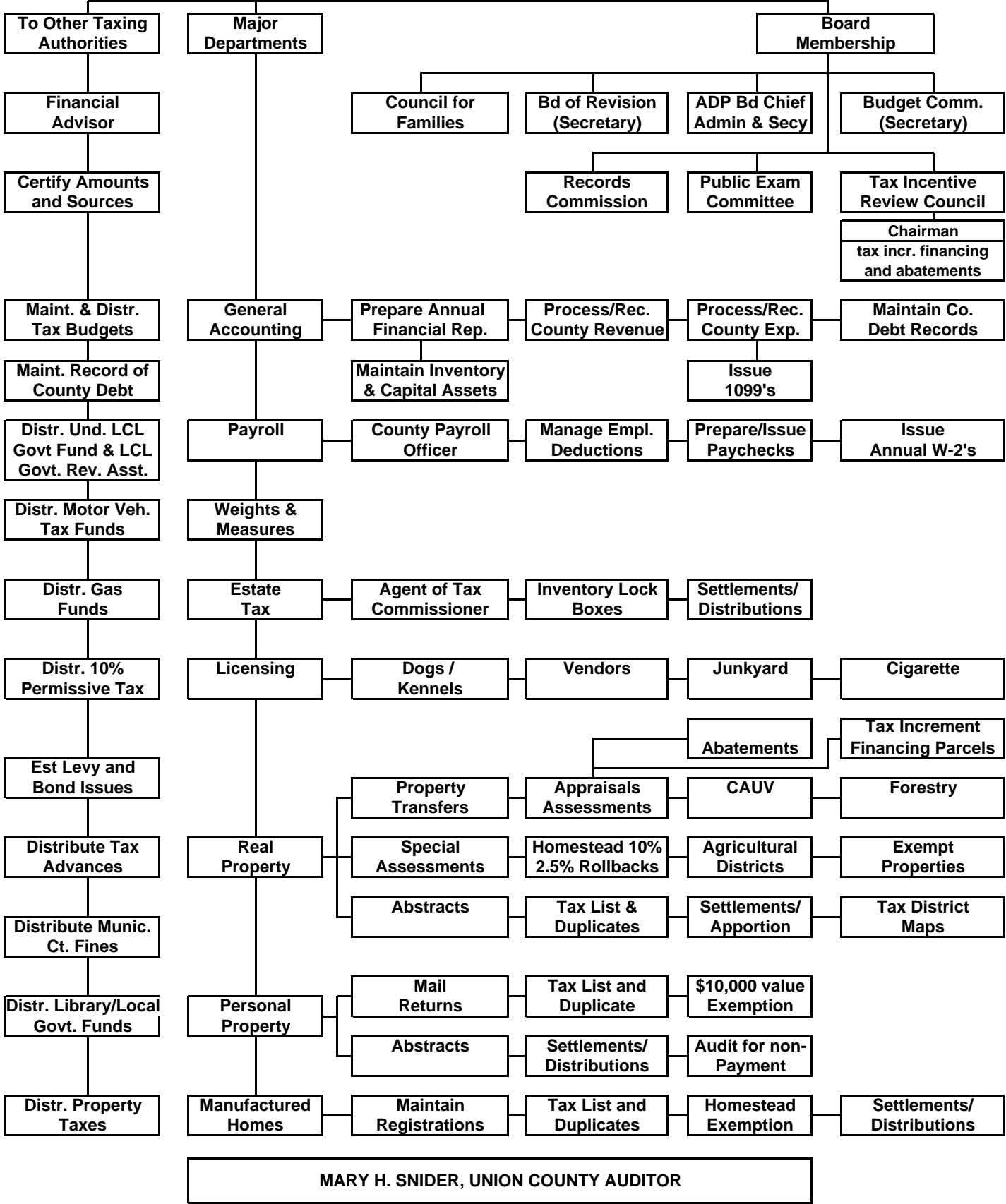
ELECTED OFFICIALS

Commissioner.....	Tom McCarthy
Commissioner.....	Charles A. Hall
Commissioner.....	Gary J. Lee
Auditor.....	Mary H. Snider
Treasurer.....	Tamara K. Lowe
Prosecuting Attorney.....	David W. Phillips
Common Pleas Judge.....	Richard E. Parrott
Probate and Juvenile Judge.....	Charlotte C. Eufinger
Clerk of Courts.....	Paula K. Warner
Coroner.....	vid T. Applegate, MD
Sheriff.....	Rocky W. Nelson
Recorder.....	Teresa L. Markham
Engineer.....	Steve A. Stolte

ORGANIZATION CHART



DUTIES AND RESPONSIBILITIES OF THE COUNTY AUDITOR



MARY H. SNIDER, UNION COUNTY AUDITOR



Mary Taylor, CPA

Auditor of State

INDEPENDENT ACCOUNTANTS' REPORT

Union County
233 West Sixth Street
Marysville, Ohio 43040

To the Board of County Commissioners:

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Union 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 Memorial Hospital of Union County and Affiliates, a major fund, which represents ninety-seven percent, ninety-four percent and ninety-eight percent, respectively, of the assets, net assets, and revenues for the business-type activities. We also did not audit the financial statements of U-Co Industries, Inc., one of the County's discretely presented component units. Other auditors audited those financial statements. They have furnished their reports thereon to us and we base our opinion, insofar as they relate to the amounts included for Memorial Hospital of Union County and Affiliates, and U-Co Industries, Inc., on the reports of the other auditors.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to reasonably assure whether the financial statements are free of material misstatement. The other auditors audited the financial statements of U-Co Industries, 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 that our audit and the reports of the other auditors provide a reasonable basis for our opinions.

In our opinion, based on our audit and the reports of the other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Union 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 and Board of MR/DD funds for the year then ended in conformity with accounting principles generally accepted in the United States of America.

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In accordance with *Government Auditing Standards*, we have also issued our report dated June 7, 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 and Condition Assessment of the County's Infrastructure Report Under the Modified Approach are not required parts of the basic financial statements but are supplementary information accounting principles generally accepted in the United States of America requires. We have applied certain limited procedures, consisting principally of inquiries of management regarding the methods of measuring and presenting the required supplementary information. However, we did not audit the information and express no opinion on it.

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



Mary Taylor, CPA
Auditor of State

June 7, 2007

UNION COUNTY, OHIO
Management's Discussion and Analysis
For the Year Ended December 31, 2006
Unaudited

The discussion and analysis of Union County's financial performance provides an overview of the County's financial activities for the fiscal year ended December 31, 2006. The intent of this discussion and analysis is to look at the County's performance as a whole. Readers should also review the transmittal letter, the basic financial statements and the notes to 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 total net assets of the County increased \$8,454,658. Net assets of governmental activities increased \$6,352,788, which represents an 8.7% increase over fiscal year 2005. Net assets of business-type activities increased \$2,101,870 or 7.1% from fiscal year 2005.
- The County had \$42,496,392 in expenses related to governmental activities; \$18,429,335 of these expenses was offset by program specific charges for services, grants or contributions. General revenues (primarily taxes and intergovernmental) of \$30,419,845 were adequate to provide for these programs.
- The general fund, the County's largest major governmental fund, had revenues of \$18,740,187 in 2006, an increase of \$1,076,910 or 6.10% from 2005 revenues. Over half of the increase or \$574,089 is attributed to improved returns on investments in 2006. The general fund, had expenditures of \$17,794,858 in 2006, an increase of \$2,668,163 or 17.64% from 2005. The large increase in expenditures includes \$307,000 associated with a covered bridge project, \$452,000 related to Board of election acquisitions, and increases in maintenance activities and insurance costs. The increase in revenues and expenditures, a reduction in transfers-out, and the sales of assets generating proceeds of \$537,301 contributed to the general fund balance increase of \$756,642 from 2005 to 2006.
- The Union County Board of Mental Retardation and Developmental Disabilities Fund (Board of MR/DD Fund), a major governmental fund, had revenues of \$8,239,591 in 2006, a decrease of \$76,535 or 0.92% from 2005 revenues. The Board of MR/DD fund, had expenditures of \$7,027,017 in 2006, an increase of \$355,067 or 5.32% from 2005. The excess of revenue over expenditures contributed to the County Board of MR/DD fund balance increase of \$1,214,819 from 2005 to 2006.
- In the general fund, the actual revenues came in \$2,024,317 higher than they were originally budgeted and \$1,406,007 higher than the final budget. Actual expenditures were \$1,599,871 less than the amount in the original budget and \$1,556,064 less than the final budget. These positive variances are a result of the County's conservative budgeting process coupled with reduced spending for contract services and other expenditures.
- The assets of the County exceeded it's liabilities at December 31, 2006 by \$111,065,496.
- The renovation of the county parking lots and expansion of the lot at the Ag Center were completed in 2006. Also completed was a major remodel to the Veteran's office building, the Records office, and the Commissioner's office.
- The County's debt for governmental activities decreased \$611,771 in 2006.

UNION COUNTY, OHIO
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USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. These statements are organized so the reader can understand Union County's financial position.

The Statement of Net Assets and the Statement of Activities provide information about the activities of Union County as an entity and present a long-term view of the County's finances. Fund financial statements provide the next level of detail. For governmental funds, these statements tell how services were financed in the short-term as well as what remains for future spending. The fund financial statements also look at the County's most significant funds with all other nonmajor funds presented in total in one column. The County's major funds are the general fund and the Board of MR/DD fund.

REPORTING THE COUNTY AS A WHOLE

STATEMENT OF NET ASSETS AND STATEMENT OF ACTIVITIES

While this document contains information about the funds used by the County to provide services to our citizens, the view of the County as a whole looks at all financial transactions and asks the question, "How did we do financially in 2006?" The Statement of Net Assets and the Statement of Activities answer this question. These statements include all assets and liabilities using the accrual basis of accounting that is similar to the accounting method used by most private-sector companies. This basis of accounting takes into account all of the current year's revenues and expenses regardless of when cash is received or paid.

These two statements report the County's net assets and changes in those assets. This change in net assets is important because it tells the reader whether the financial position of the County as a whole has improved or diminished. However, in evaluating the overall position of the County, nonfinancial information such as changes in the County's tax base and the condition of County's capital assets will also need to be evaluated.

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

- Government Activities – Most of the County's services are reported here including public safety and social service programs, administration, and all departments with the exception of our Water, Sewer, and Building Development funds.
- Business-Type Activities – These services have a charge based upon the amount of usage. The County charges fees to recoup all or most of the cost of the services provided. The County's Water, Sewer, Building Development, and Memorial Hospital are reported here.
- Component Units – The County includes financial data for the Union County Airport Authority and U-Co Industries. Refer to note 1 to the Basic Financial Statements for detail on the Component Units.

REPORTING THE COUNTY'S MOST SIGNIFICANT FUNDS

FUND FINANCIAL STATEMENTS

The fund financial statements provide detailed information about the County's major funds. The County's major governmental funds are the General fund and the Board of MR/DD fund. The major proprietary fund is the Memorial Hospital Fund. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the County can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

UNION COUNTY, OHIO
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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 these funds and the year end balances available for spending. These funds are reported on the modified accrual method that measures cash and all other financial assets that can be readily converted to cash. The governmental fund financial 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 on combining statements elsewhere in this report. The governmental fund financial statements can be found on pages 24-29 of this report.

Proprietary Funds use the accrual basis of accounting, the same as that used for business-type activities in the government-wide financial statements. The proprietary fund financial statement can be found on pages 30-32 of this report.

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 resources from these funds are not available to support the County's programs. The accounting used for fiduciary funds is much like that of the proprietary funds. The fiduciary fund financial statements can be found on page 33 of this report.

Notes to the Financial Statements provide additional information that is essential to a full understanding of the data provided in the governmental-wide and fund financial statements. The notes to the financial statements can be found beginning on page 34 of this report.

Other Information: In addition to the financial statements and accompanying notes, this report also presents combining and individual fund statements and schedules. Also included is certain required supplementary information required by Governmental Accounting Standards Board Statement No. 34 relating to disclosure about infrastructure reporting using the modified approach. The required supplementary information discussing the condition of the County's infrastructure can be found on pages 78 and 79.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

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

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Table 1
Net Assets
(In Thousands)

	Governmental Activities		Business-Type Activities		Total	
	2006	2005	2006	2005	2006	2005
Assets:						
Current and Other Assets	\$ 39,310	\$ 35,988	\$ 26,092	\$ 25,229	\$ 65,402	\$ 61,217
Capital Assets, Net	63,742	59,172	36,142	38,158	99,884	97,330
Total Assets	<u>103,052</u>	<u>95,160</u>	<u>62,234</u>	<u>63,387</u>	<u>165,286</u>	<u>158,547</u>
Liabilities:						
Current & Other Liabilities	14,734	12,995	5,008	10,005	19,742	23,000
Long term Liabilities	8,859	9,059	25,620	23,877	34,479	32,936
Total Liabilities	<u>23,593</u>	<u>22,054</u>	<u>30,628</u>	<u>33,882</u>	<u>54,221</u>	<u>55,936</u>
Net Assets:						
Invested in Capital Assets						
Net of Related Debt	56,090	50,863	13,355	12,958	69,445	63,821
Restricted	16,525	15,878	3,648	1,914	20,173	17,792
Unrestricted	6,844	6,365	14,603	14,633	21,447	20,998
Total Net Assets	<u>\$ 79,459</u>	<u>\$ 73,106</u>	<u>\$ 31,606</u>	<u>\$ 29,505</u>	<u>\$ 111,065</u>	<u>\$ 102,611</u>

There was a \$3.3 million increase in current assets for governmental activities. An increase in cash and cash equivalents of \$1.94 million, mostly attributable to the 3.8 mill replacement levy for the Board of MR/DD, was the primary increase. Also, there is a growth related increase of \$0.86 million in property tax receivables and \$0.46 million for intergovernmental receivables. Detail on the increase in net capital assets of \$4.57 million can be found in Note 10 to the Basic Financial Statements and on pages 199 to 201.

Current and Other liabilities increased \$1.739 million from 2005. The major increases are with accounts payable of \$934,000 for capital ODOT road and bridge projects and a unearned revenue increase of \$824,000.

As noted earlier, the County's net assets, when reviewed over time, may serve as a useful indicator of the County's financial position. The largest portion of the County's assets reflect its investment in capital assets (e.g., land, buildings, machinery and equipment, infrastructure) less any related debt to acquire those assets. The County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. An additional portion of the County's net assets represent resources that are subject to restrictions on how they can be used. The remaining balance of unrestricted assets may be used to meet the ongoing obligations to citizens and creditors. Total Net Assets increased \$6,353 million in 2006. As of December 31, 2006, the County is able to report a positive net asset balance of \$79.459 million for its governmental activities.

For business-type activities, a net asset balance of \$31,606 million is reported. On January 31, 2006, the County sold its Water enterprise and the largest piece of the Sewer enterprise to the City of Marysville. The assets sold had a combined net book value of \$4,188,594. The proceeds of \$4,035,000 were used to pay off the existing short term notes of the same amount. Refer to Note 28 to the Basic Financial Statements for more information on this transaction.

Table 2 shows the changes in net assets for 2006 as compared to 2005.

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Table 2
Change in Net Assets
(In Thousands)

	Governmental Activities		Business-Type Activities		Total	
	2006	2005	2006	2005	2006	2005
Program Revenues						
Charges for Service	\$ 6,502	\$ 6,636	\$ 61,306	\$ 61,303	\$ 67,808	\$ 67,939
Operating Grants and Contributions	9,345	8,436	-	-	9,345	8,436
Capital Grants & Contributions	2,582	1,020	808	544	3,390	1,564
Total Program Revenues	18,429	16,092	62,114	61,847	80,543	77,939
General revenues						
Property Taxes	11,243	11,606	-	-	11,243	11,606
Sales Taxes	7,163	7,115	-	-	7,163	7,115
Intergovernmental	9,109	9,157	-	-	9,109	9,157
Interest	1,542	903	718	229	2,260	1,132
Gain on Sale of Capital Assets	-	-	460	-	460	-
Other	1,363	1,380	1,798	1,860	3,161	3,240
Total General Revenues	30,420	30,161	2,976	2,089	33,396	32,250
Total Revenues	48,849	46,253	65,090	63,936	113,939	110,189
Program Expenses:						
General Government						
Legislative and Executive	11,777	11,059	-	-	11,777	11,059
Judicial	2,181	2,249	-	-	2,181	2,249
Public Safety	6,270	5,631	-	-	6,270	5,631
Public Works	3,089	3,427	-	-	3,089	3,427
Health	3,888	3,346	-	-	3,888	3,346
Human Services	14,605	12,759	-	-	14,605	12,759
Economic Development	306	333	-	-	306	333
Other	-	-	-	-	-	-
Interest and Fiscal Charges	380	415	-	-	380	415
Sanitary Sewer District	-	-	1,109	1,190	1,109	1,190
Water District	-	-	220	586	220	586
Building and Development	-	-	955	921	955	921
Memorial Hospital	-	-	60,705	58,582	60,705	58,582
Total Expenses	42,496	39,219	62,989	61,279	105,485	100,498
Change in Net Assets	\$ 6,353	\$ 7,034	\$ 2,101	\$ 2,657	\$ 8,454	\$ 9,691
Ending Net Assets	\$ 79,459	\$ 73,106	\$ 31,606	\$ 29,505	\$ 111,065	\$ 102,611

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FINANCIAL ANALYSIS – GOVERNMENT ACTIVITIES

The major program expenses for the County are Human Services, Legislative & Executive, Public Safety, Public Works, and Health. These programs account for 93 percent of the total governmental activities. Human Services represent costs associated with providing services for various state and locally mandated welfare programs. These programs include the Board of Mental Retardation, Children's Services, and the Department of Jobs and Family Services. Legislative & Executive represents costs associated with risk management, insurance, common facilities, maintenance, equipment and various administrative departments. Public Safety primarily involves costs associated with the Sheriff's department. Public Works expenses are mainly associated with maintaining the roads and bridges of the county. Health costs are primarily expenses related to grants for mental health, alcohol and drug, and community support.

Funding for the major programs indicated above is from charges for service, operating or capital grants, and in most cases property tax. The Child Support and Jobs and Family Services Departments are basically funded with state and federal monies. The Mental Retardation and Developmental Disabilities School is partially supported through voted property tax levies. The operation of the 9-1-1 emergency phone system is also partially supported with a voted property tax levy. Charge for service revenue is about the same as 2005 for government activities. Operating grants increased about \$910,000 over 2005 with the increase in the Department of Jobs and Family Services grant funding, particularly with the WIA program. The capital grant increase of \$1.5 million is all tied to Federal road and bridge programs administered by ODOT. General revenues were basically comparable with 2005 except for interest. The improved rates in 2006 created a 71% interest revenue increase as compared to 2005.

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, 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
(In Thousands)

	Total Cost of Services 2006	Net Cost of Services 2006	Total Cost of Services 2005	Net Cost of Services 2005
General Government				
Legislative and Executive	\$ 11,777	\$ 7,999	\$ 11,059	\$ 6,954
Judicial	2,181	1,537	2,249	1,566
Public Safety	6,270	4,707	5,631	4,210
Public Works	3,089	(20)	3,427	2,024
Health	3,888	1,157	3,346	775
Human Services	14,605	8,021	12,759	6,870
Economic Development	306	286	333	313
Interest and Fiscal Charges	380	380	415	415
Total Governmental Activities	<u>\$ 42,496</u>	<u>\$ 24,067</u>	<u>\$ 39,219</u>	<u>\$ 23,127</u>

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FINANCIAL ANALYSIS – BUSINESS-TYPE ACTIVITIES

Memorial Hospital of Union County is the major Proprietary fund. The County's "Other Enterprise" funds consisted of the Sewer Fund, the Water Fund, and the Building Development Fund. Program revenues this year were down significantly for the Water and Sewer funds as they were mostly sold to the City of Marysville on January 31, 2006. The Building Development fund had reduced program revenue as residential building fees decreased \$110,000 from the prior year. Program revenues were below expenses by \$776,354 for the Sewer fund, \$155,873 for Water, and \$188,550 for the Building Development fund. The Sewer Fund expenses included \$641,146 for the loss on the sale of assets. Conversely, the Water fund showed a gain on the asset sale of \$460,169. Program revenues were about \$245,731 above expenses for Memorial Hospital. The Memorial Hospital did have other general revenue contributing to a 9.6% increase in net assets.

Expansion of the County's water and sewer capacity was financed beginning in 1995 with Bond anticipation notes that have been renewed annually. They reached a high in 1998 of \$5.2 million and were eliminated by pay off in 2006. Refer to note 28, special items for the disposition of these notes.

Memorial Hospital began an expansion in 2003 with the issuance of additional general obligation bonds and notes to fund the project. Payments are anticipated to come from the hospital's operating revenues. Bonds were issued in 2005 to advance refund parts of the 1996 and 1999 Hospital Bond issues. The 2005 hospital notes of \$4,075,000 were refinanced in 2006 for \$3,635,000. Refer to Note 17 for details.

BUDGETARY HIGHLIGHTS

By State statute, the County Commissioners adopt the annual operating budget on the first day of January. The County's most significant fund is the General Fund. Budgeted revenues were increased 3.7% over the original budget due to increases in sales tax receipts and rent revenue. Actual revenues were 8.1% or \$1,406,007 above the revised budgeted amount, primarily due to increased interest, rent, and property tax revenue. The expenditures budget was reduced 0.2% during the year. Actual expenditures ended the year \$1,556,064 below the final budget. The major areas of under spending were contract services in Maintenance and Capital Improvements as well as other expenditures in Risk Management.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets: The County's investment in capital assets for governmental and business type activities as of December 31, 2006 was \$99,884,240 (net of accumulated depreciation). This investment in capital assets includes land, buildings, improvements, machinery and equipment, vehicles, furniture & fixtures, construction in progress, and infrastructure made up of roads and bridges.

Detail on governmental capital asset activity can be found on pages 199-201 and in Note 10 of this document. There were open projects left in construction in progress (CIP) amounting to \$288,912 at the end of 2005. All 2006 completed projects have been capitalized as additions. At the end of 2006 there were other projects started during the year that resulted in \$742,817 which is being carried as CIP. Infrastructure improvements increased the infrastructure investment of the County by \$4,060,624.

The modified approach is used for reporting the Union County's infrastructure assets. The plan includes a ten year program for road repairs and improvements and an annual bridge evaluation in accordance with Ohio Department of Transportation requirements. Currently 93% of the County's roads have a numerical rating of 5 or higher as compared with a policy of at least 75% of the roads at 5 or higher. For bridges, 97% of the bridges met or exceeded

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CAPITAL ASSETS AND DEBT ADMINISTRATION (Continued)

the numerical rating of 5 as compared to a policy of 85%. Estimated expenditures for roads and bridges were \$7,463,784 for 2006. Actual expenditures for the year were \$7,379,103. For more information on the rating system and results, refer to Required Supplementary Information beginning on page 78 of this report.

Short Term Debt: At December 31, 2006, the County had no short term debt. Refer to note 16 for additional information.

Long Term Debt: At December 31, 2006, the County had bonded debt outstanding of \$23,710,000. Of this amount, \$16,095,000 is expected to be repaid from business-type activities and \$4,950,000 represents sales tax revenue bonds. In addition to the bonded debt, the County's long-term obligations include compensated absences, mortgage loans, notes payable, and capital leases. Additional information on the County's long term debt can be found on Note 17 of this report.

ECONOMIC FACTORS

The unemployment rate in the County was 4.5% for December 2006, improved from the 4.6% rate in December 2005. This compares favorably to the State rate of 5.4% but unfavorably to a national rate of 4.3%. Union County's strong industrial segment allows the County to enjoy the fifth lowest unemployment rate in Ohio. (as of February, 2007)

Union County is primarily an agricultural community with 83% of its acreage devoted to agriculture. A strong manufacturing presence coexists, allowing for growth within the community. Estimated actual values were at \$3.41 billion for 2006. This has grown by an average rate of 2.1% per year for the past three years. The actual and assessed values are lower than prior years as tangible personal property is being phased out through 2008. For information on this reduction, refer to Note 7 of this report.

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 government finances. Questions concerning any of the information provided in this report or requests for additional information should be addressed to Mary H. Snider, Union County Auditor, 233 West Sixth Street, Marysville, Ohio 43040. Questions may be e-mailed to auditor@co.union.oh.us or visit the Auditors link from the County's web site: <http://www.co.union.oh.us/Auditor/auditor.html>.

Union County, Ohio

Statement of Net Assets December 31, 2006

	Primary Government			Component Units	
	Governmental Activities	Business-Type Activities	Total	UCO Industries	Airport Authority
Assets					
Equity In Pooled Cash And Cash Equivalents- Cash and Cash Equivalents	\$17,936,677	\$12,112,315	\$30,048,992	\$ -	\$556,453
In Segregated Accounts - - - - -	272,791	-	272,791	1,963,954	-
Investments - - - - -	-	368,237	368,237	576,806	-
Materials and Supplies Inventory - - - - -	313,979	347,028	661,007	607,638	-
Accrued Interest Receivable - - - - -	90,180	1,510	91,690	-	90
Loans Receivable - - - - -	135,637	-	135,637	-	-
Accounts Receivable - - - - -	218,520	8,135,028	8,353,548	4,223,323	-
Intergovernmental Receivable - - - - -	6,103,133	-	6,103,133	-	-
Prepaid Items - - - - -	180,389	412,350	592,739	10,376	985
Sales Tax Receivable - - - - -	1,075,463	-	1,075,463	-	-
Property Taxes Receivable - - - - -	12,418,757	-	12,418,757	-	-
Unamortized Issuance Costs - - - - -	44,904	1,067,546	1,112,450	-	-
Restricted Assets:					
Cash and Cash Equivalents With Fiscal and Escrow Agents - - - - -	519,657	3,648,108	4,167,765	-	-
Nondepreciable Capital Assets - - - - -	45,757,039	2,372,650	48,129,689	40,115	680,685
Depreciable Capital Assets, Net - - - - -	17,984,932	33,769,619	51,754,551	226,955	1,629,277
Total Assets	103,052,058	62,234,391	165,286,449	7,649,167	2,867,490
Liabilities					
Wages Payable - - - - -	567,446	1,918,036	2,485,482	-	175
Accounts Payable - - - - -	1,699,611	2,219,956	3,919,567	5,081,883	-
Contracts Payable - - - - -	31,360	109,433	140,793	29,492	2,040
Intergovernmental Payable - - - - -	575,779	760,337	1,336,116	-	186
Accrued Interest Payable - - - - -	28,303	-	28,303	-	1,735
Unearned Revenue - - - - -	11,831,741	-	11,831,741	-	-
Long-Term Liabilities:					
Due Within One Year - - - - -	1,587,144	2,666,816	4,253,960	-	24,332
Due in More Than One Year - - - - -	7,271,665	22,953,326	30,224,991	-	106,930
Total Liabilities	23,593,049	30,627,904	54,220,953	5,111,375	135,398
Net Assets					
Invested in Capital Assets, Net of related debt - - - - -	56,089,685	13,355,372	69,445,057	267,070	2,178,700
Restricted For:					
Capital Projects - - - - -	1,432,729	1,030,616	2,463,345	-	-
Debt Service - - - - -	178,705	16,082	194,787	-	-
Human Service Programs - - - - -	6,969,391	-	6,969,391	-	-
Public Works Projects - - - - -	3,494,643	-	3,494,643	-	-
Health Programs - - - - -	2,162,353	-	2,162,353	-	-
Legislative and Executive - - - - -	921,197	-	921,197	-	-
Public Safety - - - - -	978,314	-	978,314	-	-
Judicial - - - - -	285,711	-	285,711	-	-
Economic Development - - - - -	102,146	-	102,146	-	-
Other Hospital Restrictions - - - - -	-	2,601,410	2,601,410	-	-
Unrestricted - - - - -	6,844,135	14,603,007	21,447,142	2,270,722	553,392
Total Net Assets	\$79,459,009	\$31,606,487	\$111,065,496	\$2,537,792	\$2,732,092

See accompanying notes to the basic financial statements.

Union County, Ohio

**Statement of Activities
For The Year Ended December 31, 2006**

	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Governmental Activities:				
General Government:				
Legislative and Executive.....	\$11,776,677	\$3,023,987	\$636,094	\$117,400
Judicial.....	2,181,237	570,134	74,447	-
Public Safety.....	6,270,069	871,808	691,322	-
Public Works.....	3,089,442	644,593	-	2,464,802
Health.....	3,888,031	179,375	2,551,355	-
Human Services.....	14,604,599	1,191,088	5,392,309	-
Economic Development.....	306,202	20,621	-	-
Interest and Fiscal Charges.....	380,135	-	-	-
Total Governmental Activities.....	42,496,392	6,501,606	9,345,527	2,582,202
Business Type Activities:				
Memorial Hospital.....	60,705,526	60,142,923	-	808,334
Nonmajor:				
Sanitary Sewer District.....	1,109,238	332,884	-	-
Water District.....	220,104	64,231	-	-
Building and Development.....	954,983	766,433	-	-
Total Business-Type Activities.....	62,989,851	61,306,471	-	808,334
Total Primary Government.....	\$105,486,243	\$67,808,077	\$9,345,527	\$3,390,536
Component Units:				
UCO Industries.....	\$9,161,872	\$9,346,983	\$352,845	\$-
Airport Authority.....	170,184	127,140	-	225,711
Total Component Units	\$9,332,056	\$9,474,123	\$352,845	\$ 225,711
General Revenues:				
Property Taxes Levied for:				
General Purposes				
Board of MR/DD				
Public Safety				
Health				
Sales Taxes Levied for General Purposes				
Grants and Entitlements not Restricted to Specific Programs				
Interest				
Other				
Total General Revenues				
Special Item				
Gain on Sale of Capital Assets				
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			Component Units	
Governmental Activities	Business-Type Activities	Total	UCO Industries	Airport Authority
(\$7,999,196)	\$ -	(\$7,999,196)	\$ -	\$ -
(1,536,656)	-	(1,536,656)	-	-
(4,706,939)	-	(4,706,939)	-	-
19,953	-	19,953	-	-
(1,157,301)	-	(1,157,301)	-	-
(8,021,202)	-	(8,021,202)	-	-
(285,581)	-	(285,581)	-	-
(380,135)	-	(380,135)	-	-
(24,067,057)	-	(24,067,057)	-	-
-	245,731	245,731	-	-
-	(776,354)	(776,354)	-	-
-	(155,873)	(155,873)	-	-
-	(188,550)	(188,550)	-	-
-	(875,046)	(875,046)	-	-
(24,067,057)	(875,046)	(24,942,103)	\$ -	\$ -
\$ -	\$ -	\$ -	\$537,956	\$ -
-	-	-	-	\$182,667
\$ -	\$ -	\$ -	\$537,956	\$182,667
3,934,109	-	3,934,109	-	-
6,333,025	-	6,333,025	-	-
531,341	-	531,341	-	-
444,227	-	444,227	-	-
7,163,499	-	7,163,499	-	-
9,108,618	-	9,108,618	-	78,400
1,542,329	718,364	2,260,693	94,010	4,142
1,362,697	1,798,383	3,161,080	-	24,721
30,419,845	2,516,747	32,936,592	94,010	107,263
-	460,169	460,169	-	-
6,352,788	2,101,870	8,454,658	631,966	289,930
73,106,221	29,504,617	102,610,838	1,905,826	2,442,162
\$79,459,009	\$31,606,487	\$111,065,496	\$2,537,792	\$2,732,092

Union County, Ohio

*Balance Sheet
Governmental Funds
December 31, 2006*

	General	Board of MR/DD	Other Governmental Funds
<u>Assets:</u>			
Equity in Pooled Cash and			
Cash Equivalents.....	\$ 4,971,450	\$ 6,575,344	\$ 6,389,883
Cash and Cash Equivalents			
In Segregated Accounts.....	246,522	-	545,926
Material and Supplies Inventory.....	285,867	23,155	4,957
Accounts Receivable.....	146,980	1,060	70,480
Interfund Receivable.....	8,000	-	-
Intergovernmental Receivable.....	734,570	656,584	4,711,979
Prepaid Items.....	98,326	8,988	73,075
Interest Receivable.....	87,380	-	2,800
Sales Taxes Receivable.....	1,075,463	-	-
Property Taxes Receivable.....	4,208,757	7,100,000	1,110,000
Loans Receivable.....	135,637	-	-
Total Assets	\$ 11,998,952	\$ 14,365,131	\$ 12,909,100
<u>Liabilities:</u>			
Accounts Payable.....	\$ 120,194	\$ 134,957	\$ 1,444,460
Contracts Payable.....	31,360	-	-
Wages Payable.....	252,473	118,084	196,889
Intergovernmental Payable.....	265,283	111,414	199,082
Unearned Revenue.....	5,393,050	7,698,684	3,831,326
Interfund Payable.....	-	-	8,000
Total Liabilities	6,062,360	8,063,139	5,679,757
<u>Fund Balances:</u>			
Reserved for Encumbrances.....	354,595	31,739	654,304
Reserved for Noncurrent Loans Receivable.....	106,930	-	-
Reserved for Prepayments.....	98,326	8,988	73,075
Reserved for Debt Service.....	-	-	147,595
Reserved for Inventory.....	285,867	23,155	4,957
Unreserved, Undesignated, Reported in:			
General Fund.....	5,090,874	-	-
Special Revenue Funds.....	-	6,238,110	5,045,996
Capital Projects Funds.....	-	-	1,303,416
Total Fund Balances	5,936,592	6,301,992	7,229,343
Total Liabilities and Fund Balances	\$ 11,998,952	\$ 14,365,131	\$ 12,909,100

See accompanying notes to the basic financial statements.

Union County, Ohio

*Reconciliation of Total Governmental Fund Balances to
Net Assets of Governmental Activities
December 31, 2006*

Total Governmental Funds	Total Governmental Fund Balances	\$ 19,467,927
	Amounts reported for governmental activities in the statement of net assets are different because of the following:	
\$ 17,936,677	Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	63,741,971
792,448		
313,979		
218,520		
8,000	Other long-term assets are not available to pay for current period expenditures and, therefore, are deferred in the funds:	
6,103,133	Intergovernmental Receivable	3,936,601
180,389	Sales Tax Receivable	567,702
90,180	Property Taxes Receivable	<u>587,016</u>
1,075,463		5,091,319
12,418,757	Unamortized Issuance Costs represent deferred charges which do not provide current financial resources and, therefore, are not reported in the funds.	44,904
135,637		
\$ 39,273,183		
\$ 1,699,611	Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds:	
31,360	Accrued Interest Payable	(28,303)
567,446	General Obligation and Sales Tax Revenue Bonds Payable	(7,615,000)
575,779	Mortgage Loan Payable	(82,190)
16,923,060	Compensated Absences Payable	<u>(1,161,619)</u>
8,000		(8,887,112)
19,805,256		
1,040,638		
106,930		
180,389	Net Assets of Governmental Activities	\$ 79,459,009
147,595		
313,979		
5,090,874		
11,284,106		
1,303,416		
19,467,927		
\$ 39,273,183		

Union County, Ohio

*Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For The Year Ended December 31, 2006*

	General	Board of MR/DD	Other Governmental
Revenues:			
Property Taxes.....	\$3,904,562	\$6,286,868	\$968,844
Sales Taxes.....	7,120,385	-	-
Charges For Services.....	2,914,781	-	2,720,826
Licenses and Permits.....	87,336	-	92,915
Fines and Forfeitures.....	103,438	-	60,604
Intergovernmental.....	2,415,499	1,827,160	17,153,494
Special Assessments.....	-	-	88,551
Interest.....	1,421,070	-	121,259
Other - Rent.....	430,281	-	91,425
Other.....	342,835	125,563	850,748
Total Revenues.....	18,740,187	8,239,591	22,148,666
Expenditures:			
Current:			
General Government:			
Legislative and Executive.....	8,056,819	-	4,179,512
Judicial.....	1,782,052	-	207,312
Public Safety.....	5,119,915	-	1,266,914
Public Works.....	118,166	-	6,861,120
Health.....	218,353	-	3,677,902
Human Services.....	1,719,643	7,027,017	5,518,574
Economic Development.....	217,583	-	88,322
Other.....	562,327	-	104,814
Capital Outlay.....	-	-	45,914
Debt Service:			
Principal Retirement.....	-	-	611,771
Interest and Fiscal Charges.....	-	-	382,123
Total Expenditures.....	17,794,858	7,027,017	22,944,278
Excess of Revenues Over (Under) Expenditures.....	945,329	1,212,574	(795,612)
Other Financing Sources (Uses):			
Transfers In.....	22,650	2,245	906,235
Transfers Out.....	(748,638)	-	(182,492)
Sale of capital assets.....	537,301	-	-
Total Other Financing Sources (Uses).....	(188,687)	2,245	723,743
Net Change in Fund Balances.....	756,642	1,214,819	(71,869)
Fund Balances Beginning of Year.....	5,221,204	5,086,094	7,298,121
Increase (Decrease) in Reserve for Inventory	(41,254)	1,079	3,091
Fund Balances End of Year.....	\$5,936,592	\$6,301,992	\$7,229,343

See accompanying notes to the basic financial statements.

Union 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*

Total Governmental Funds	Net Change in Fund Balances - Total Governmental Funds	\$ 1,899,592
\$11,160,274	Amounts reported for governmental activities on the statement of activities are different because:	
7,120,385	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 capital outlays exceeded depreciation in the current period.	
5,635,607	Capital Outlay - Depreciable Capital Assets	1,306,474
180,251	Capital Outlay - Non-Depreciable Capital Assets	5,027,709
164,042	Depreciation	(1,319,880)
21,396,153		5,014,303
88,551	Governmental funds only report the disposal of capital assets to the extent proceeds are received from the sale. In the statement of activities, a gain or loss is reported for each disposal.	(444,570)
1,542,329	Revenues on the statement of activities that do not provide current financial resources are not reported as revenues in governmental funds.	
521,706	Intergovernmental	(359,806)
1,319,146	Sales Tax	(1,886)
49,128,444	Property Taxes	82,428
		(279,264)
	Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities on the statement of net assets.	595,000
	In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due. The following items resulted in increased interest being reported on the statement of activities:	
	Decrease in accrued interest payable	1,988
	Amortization of issuance costs	(2,807)
	Some expenses reported on the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.	
	Compensated absences	(411,141)
	Mortgage Loan Payable	16,771
		(394,370)
	Government funds report expenditures for inventory when purchased. However, in the statement of activities, they are reported as an expense when consumed.	(37,084)
12,236,331		
1,989,364		
6,386,829		
6,979,286		
3,896,255		
14,265,234		
305,905		
667,141		
45,914		
611,771		
382,123		
47,766,153		
1,362,291		
931,130		
(931,130)		
537,301		
537,301		
1,899,592		
17,605,419		
(37,084)		
\$19,467,927	Change in Net Assets of Governmental Activities	\$ 6,352,788

UNION 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*

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget Over (Under)</u>
REVENUES:				
Property Taxes	\$3,515,702	\$3,515,702	\$3,904,562	\$388,860
Sales Taxes	6,694,400	7,094,400	7,153,925	59,525
Charges for Service	2,687,050	2,694,450	2,890,691	196,241
Licenses and Permits	3,300	3,300	2,957	(343)
Fines and Forfeitures	83,000	83,000	102,558	19,558
Intergovernmental	2,571,376	2,575,176	2,435,339	(139,837)
Interest	829,000	829,000	1,416,200	587,200
Rental Income	125,500	280,500	430,281	149,781
Other	227,419	279,529	424,551	145,022
Total Revenues	<u>16,736,747</u>	<u>17,355,057</u>	<u>18,761,064</u>	<u>1,406,007</u>
EXPENDITURES:				
Current:				
General Government:				
Legislative and Executive	9,185,540	9,414,803	8,391,023	1,023,780
Judicial	1,846,008	1,870,996	1,800,120	70,876
Public Safety	5,420,069	5,311,822	5,218,622	93,200
Public Works	119,776	119,768	119,487	281
Health	246,604	246,604	213,278	33,326
Human Services	1,730,691	1,958,858	1,729,599	229,259
Economic Development	202,583	217,583	217,583	0
Other	1,100,669	667,699	562,357	105,342
Total Expenditures	<u>19,851,940</u>	<u>19,808,133</u>	<u>18,252,069</u>	<u>1,556,064</u>
Excess of Revenues Over (Under) Expenditures	<u>(3,115,193)</u>	<u>(2,453,076)</u>	<u>508,995</u>	<u>2,962,071</u>
OTHER FINANCING SOURCES (USES):				
Sale of Capital Assets	468,000	468,000	537,301	69,301
Advance Out	0	0	(8,000)	(8,000)
Transfers In	0	0	22,650	22,650
Transfers Out	(748,638)	(748,638)	(748,638)	0
Total Other Financing Sources (Uses)	<u>(280,638)</u>	<u>(280,638)</u>	<u>(196,687)</u>	<u>83,951</u>
Net Change in Fund Balance	(3,395,831)	(2,733,714)	312,308	3,046,022
Fund Balance, January 1	3,841,280	3,841,280	3,841,280	0
Prior year encumbrances appropriated	367,639	367,639	367,639	0
Fund Balance, December 31	<u><u>\$813,088</u></u>	<u><u>\$1,475,205</u></u>	<u><u>\$4,521,227</u></u>	<u><u>\$3,046,022</u></u>

See accompanying notes to the basic financial statements.

UNION COUNTY, OHIO

*Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
Board of MR/DD Fund
For the Year Ended December 31, 2006*

	Original Budget	Final Budget	Actual	Variance With Final Budget Over (Under)
REVENUES:				
Property Taxes	\$5,573,206	\$5,573,206	\$6,286,868	\$713,662
Intergovernmental	1,896,527	1,896,527	1,908,942	12,415
Other	136,000	136,000	145,023	9,023
Total Revenues	7,605,733	7,605,733	8,340,833	735,100
EXPENDITURES:				
Current:				
Human Services	10,646,698	10,679,414	7,028,132	3,651,282
Total Expenditures	10,646,698	10,679,414	7,028,132	3,651,282
Excess of Revenues Over (Under) Expenditures	(3,040,965)	(3,073,681)	1,312,701	4,386,382
OTHER FINANCING SOURCES (USES):				
Transfers In	0	0	63,255	63,255
Transfers Out	(275,000)	(298,810)	(61,010)	237,800
Total Other Financing Sources (Uses)	(275,000)	(298,810)	2,245	301,055
Net Change in Fund Balance	(3,315,965)	(3,372,491)	1,314,946	4,687,437
Fund Balance, January 1	5,114,845	5,114,845	5,114,845	0
Prior year encumbrances appropriated	91,122	91,122	91,122	0
Fund Balance, December 31	\$1,890,002	\$1,833,476	\$6,520,913	\$4,687,437

See accompanying notes to the basic financial statements.

UNION COUNTY, OHIO

Statement of Fund Net Assets

Proprietary Funds

DECEMBER 31, 2006

	Memorial Hospital	Other Enterprise	Total
<u>ASSETS:</u>			
Current Assets:			
Equity In Pooled Cash and Cash Equivalents	\$10,480,371	\$1,631,944	\$12,112,315
Investments	368,237	-	368,237
Receivables:			
Accounts	8,135,028	-	8,135,028
Accrued Interest	-	1,510	1,510
Materials and Supplies Inventory	347,028	-	347,028
Unamortized Bond Issuance Costs	1,067,546	-	1,067,546
Prepaid Items	410,910	1,440	412,350
<i>Total Current Assets</i>	<u>20,809,120</u>	<u>1,634,894</u>	<u>22,444,014</u>
Noncurrent Assets:			
Capital Assets:			
Nondepreciable Capital Assets	2,344,109	28,541	2,372,650
Depreciable Capital Assets, Net	33,567,197	202,422	33,769,619
Restricted Cash and Cash Equivalents with Fiscal and Escrow Agents:			
Permanent Endowments	25,000	-	25,000
Bond Indenture Agreement-Cash	1,515,775	-	1,515,775
Capital, Debt, & Other Projects	2,107,333	-	2,107,333
<i>Total Noncurrent Assets</i>	<u>39,559,414</u>	<u>230,963</u>	<u>39,790,377</u>
TOTAL ASSETS	<u>60,368,534</u>	<u>1,865,857</u>	<u>62,234,391</u>
<u>LIABILITIES:</u>			
Current Liabilities:			
Wages Payable	1,898,031	20,005	1,918,036
Accounts Payable	2,219,956	-	2,219,956
Contracts Payable	106,780	2,653	109,433
Intergovernmental Payable	735,921	24,416	760,337
Notes Payable	533,780	-	533,780
Compensated Absences Payable	1,415,509	65,309	1,480,818
Capital Lease Payable-short term	52,218	-	52,218
Bonds Payable	600,000	-	600,000
<i>Total Current Liabilities</i>	<u>7,562,195</u>	<u>112,383</u>	<u>7,674,578</u>
Long-Term Liabilities:			
Compensated Absences Payable	679,748	4,660	684,408
Bonds Payable	15,495,000	-	15,495,000
Capital Lease Payable	54,679	-	54,679
Notes Payable	6,719,239	-	6,719,239
<i>Total Long-Term Liabilities</i>	<u>22,948,666</u>	<u>4,660</u>	<u>22,953,326</u>
TOTAL LIABILITIES	<u>30,510,861</u>	<u>117,043</u>	<u>30,627,904</u>
<u>NET ASSETS:</u>			
Invested in Capital Assets, Net of Related Debt	13,124,409	230,963	13,355,372
Restricted:			
Permanent Endowments	25,000	-	25,000
Debt, Capital, & Other Projects	3,623,108	-	3,623,108
Unrestricted	13,085,156	1,517,851	14,603,007
<i>Total Net Assets</i>	<u>\$29,857,673</u>	<u>\$1,748,814</u>	<u>\$31,606,487</u>

See accompanying notes to the basic financial statements.

UNION COUNTY, OHIO

*Statement of Revenues, Expenses, and Changes in Fund Net Assets
Proprietary Funds
For the Year Ended December 31, 2006*

OPERATING REVENUES:	Memorial Hospital	Other Enterprise	Total
Charges For Services	\$ -	\$1,068,991	\$1,068,991
License and Permits	-	34,640	34,640
Net Patient Services	60,142,923	-	60,142,923
Tap-in Fees	-	4,800	4,800
Special Assessment	-	55,117	55,117
Other	1,494,889	4,920	1,499,809
<i>Total operating revenue</i>	<u>61,637,812</u>	<u>1,168,468</u>	<u>62,806,280</u>
 OPERATING EXPENSES:			
Personal Services	35,004,123	818,074	35,822,197
Contract Services	8,916,628	286,806	9,203,434
Materials and Supplies	12,991,646	54,025	13,045,671
Depreciation and Amortization	2,833,485	36,281	2,869,766
Other Operating Expenses	-	449,877	449,877
<i>Total Operating Expenses</i>	<u>59,745,882</u>	<u>1,645,063</u>	<u>61,390,945</u>
<i>OPERATING INCOME (Loss)</i>	<u>1,891,930</u>	<u>(476,595)</u>	<u>1,415,335</u>
 NON-OPERATING REVENUES (EXPENSES):			
Interest income	576,330	142,034	718,364
Gifts, Grants, and Bequests	808,334	-	808,334
Interest and Fiscal Charges	(959,644)	(64,201)	(1,023,845)
Loss on Sale of Capital Asset	-	(3,298)	(3,298)
Other Non-Operating Income	298,574	-	298,574
Total Non-Operating Income (Expenses)	723,594	74,535	798,129
 Special Item:			
Gain (Loss) on Sale of Capital Assets	-	(111,594)	(111,594)
<i>Change in Net Assets</i>	2,615,524	(513,654)	2,101,870
<i>Net Assets - Beginning of Year</i>	<u>27,242,149</u>	<u>2,262,468</u>	<u>29,504,617</u>
<i>Net Assets - End of Year</i>	<u>\$29,857,673</u>	<u>\$1,748,814</u>	<u>\$31,606,487</u>

See accompanying notes to the basic financial statements.

UNION COUNTY, OHIO

Statement of Cash Flows

Proprietary Funds

For the Year Ended December 31, 2006

	Memorial Hospital	Other Enterprise	Total
Increase (Decrease) in Cash and Cash Equivalents			
Cash flows from operating activities:			
Cash received from sales/service charges.....	\$ -	\$ 1,108,431	\$ 1,108,431
Cash received from patients and third-party payer.....	60,248,387	-	60,248,387
Cash payments for personal services.....	(34,826,615)	(796,889)	(35,623,504)
Cash payments for contract services.....	-	(317,892)	(317,892)
Cash payments for supplies and materials.....	(21,028,792)	(15,025)	(21,043,817)
Other cash (payments)/receipts.....	1,494,889	(435,805)	1,059,084
<i>Net Cash Provided by Operating Activities</i>	5,887,869	(457,180)	5,430,689
Cash flows from capital and related used for financing activities:			
Purchase of capital assets.....	(5,090,493)	-	(5,090,493)
Issuance of debt.....	2,950,000	-	2,950,000
Principal retirement.....	(1,291,876)	(4,035,000)	(5,326,876)
Interest and fiscal charges.....	(959,644)	(128,761)	(1,088,405)
Proceeds from sale of capital assets.....	-	4,035,000	4,035,000
Grants and Contributions	808,334	-	808,334
<i>Net Cash Used In Capital and Related Financing Activities.....</i>	(3,583,679)	(128,761)	(3,712,440)
Cash flows from investing activities:			
Interest income.....	874,904	140,794	1,015,698
<i>Net cash provided by investing activities</i>	874,904	140,794	1,015,698
Net increase (decrease) in cash and cash equivalents.....	3,179,094	(445,147)	2,733,947
Cash and cash equivalents at beginning of year.....	10,949,385	2,077,091	13,026,476
Cash and cash equivalents at end of year.....	14,128,479	1,631,944	15,760,423
Reconciliation of operating income to net cash provided by operating activities:			
Operating Income (Loss).....	1,891,930	(476,595)	1,415,335
Adjustments to reconcile operating income to net cash provided by operating activities...			
Depreciation and amortization.....	2,833,485	36,281	2,869,766
Loss (gain) on disposal of capital assets	25,773	-	25,773
Bad debts.....	4,679,295	-	4,679,295
Change in assets and liabilities:			
Other Assets	1,698,838	(8,341)	1,690,497
Accounts receivable.....	(4,507,530)	-	(4,507,530)
Prepayments.....	-	1,376	1,376
Accounts payable.....	4,041	-	4,041
Contracts payable.....	-	(31,086)	(31,086)
Accrued wages and benefits.....	-	15,919	15,919
Compensated absences payable.....	-	10,256	10,256
Other accrued expenses.....	(737,963)	-	(737,963)
Due to other governments.....	-	(4,990)	(4,990)
Net cash provided by operating activities.....	\$ 5,887,869	\$ (457,180)	\$ 5,430,689

See accompanying notes to the basic financial statements.

Union County, Ohio

Statement of Assets and Liabilities

Fiduciary Funds

December 31, 2006

	AGENCY FUNDS
<u>Assets:</u>	
Equity in Pooled Cash and Cash Equivalents.....	\$ 7,845,496
Cash and Cash Equivalents: In Segregated Accounts.....	520,363
Intergovernmental Receivable.....	1,781,488
Property Taxes Receivable.....	63,201,119
	<u>\$ 73,348,466</u>
<u>Liabilities:</u>	
Undistributed Assets.....	\$ 73,348,466
<i>Total Liabilities</i>	<u>\$ 73,348,466</u>

See accompanying notes to the basic financial statements

UNION COUNTY, OHIO
Notes to the Basic Financial Statements
For the Year Ended December 31, 2006

NOTE 1 - DESCRIPTION OF THE COUNTY:

Union County, Ohio (the County), was created in 1820. The County is governed by a board of three commissioners elected by the voters of the County. Other officials elected by the voters of the County that are responsible for various aspects of the County's government are the Auditor, Treasurer, Recorder, Clerk of Courts, Coroner, Engineer, Prosecuting Attorney, Sheriff, a Common Pleas Court Judge, and a Probate and Juvenile Court Judge.

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 administrators of public services for the County, including each of these departments.

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.

Primary Government:

The primary government consists of all funds, departments, boards and agencies that are not legally separate from the County. For Union County, this includes the Union County Board of Mental Retardation and Developmental Disabilities (MRDD); Mental Health and Recovery Board of Union County (MHRB); Union County Memorial Hospital; Union County Children's Services Board; and departments and activities that are directly operated by the elected County officials.

Component Units:

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 that are fiscally dependent on the County in that the County approves the budget, the issuance of debt, or the levying of taxes.

Discretely Presented Component Units:

The component unit columns in the financial statements present the financial data of the County's discretely presented component units, Union County Airport Authority and U-Co. Industries, Inc. They are reported separately to emphasize that they are legally separate from the County.

Union County Airport Authority

The Union County Airport Authority was established according to Section 308.03 of the Ohio Revised Code. The Airport Authority is governed by a six member board of trustees appointed by the Union County Commissioners. The County Commissioners budget funds for airport operations and are responsible for the debt and deficits of the Airport Authority. Due to the imposition of will exerted by the County Commissioners as well as the financial burden for the Airport Authority, the Airport Authority is presented separately as a

UNION COUNTY, OHIO
Notes to the Basic Financial Statements
For the Year Ended December 31, 2006

NOTE 1 - DESCRIPTION OF THE COUNTY:- (CONTINUED)

Union County Airport Authority – (Continued)

component unit of Union County. The Airport Authority operates on a fiscal year ending December 31. The Airport Authority does not issue separate financial statements.

U-Co Industries, Inc.

U-Co Industries, Inc. is a legally separate, not-for-profit corporation, served by a board of trustees appointed by the Union County board of MRDD. The Industries, under a contractual agreement with the Union County Board of MRDD, provides sheltered employment for mentally retarded or handicapped adults in Union County. The Union County Board of MRDD provides the Industries with staff to administer and supervise training programs, facilities, transportation, supplies, equipment and other funds as necessary for operation of the Industries. Based on the significant services and resources provided by the County to the Industries, the Industries is presented separately as a component unit of Union County. U-Co Industries operates on a fiscal year ending June 30. Separately issued financial statements can be obtained from U-Co Industries, Inc., 835 E. Fifth Street, Marysville, Ohio 43040.

As 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 and districts listed below, the County serves as fiscal agent but the organizations are not considered part of Union County. Accordingly, the activity of the following organizations is presented as agency funds.

- Union County General Health District
- Union County Soil and Water Conservation District
- The Union County Council for Families
- Central Ohio Youth Center
- Marysville/Union County Joint Recreation District

The County is associated with certain organizations which are defined as jointly governed organizations or joint ventures and group purchasing pools. These organizations are presented in Note 24, Note 25 and Note 26 to the basic financial statements. These organizations are:

- Central Ohio Youth Center
- North Central Ohio Solid Waste Management District
- LUC Regional Planning Commission
- Marysville/Union County Joint Recreation District
- Tri-County Corrections Board (Joint Venture)
- Health Partners, Ltd. (Joint Venture)
- Quantum Health (Joint Venture)
- MPI Real Estate (Joint Venture)
- Marysville Ohio Surgery Center (Joint Venture)
- Marysville Ohio Medical Properties, Inc. (Joint Venture)
- County Risk Sharing Authority
- County Commissioners Association of Ohio Service Corporation
- County Employee Benefit Consortium of Ohio

UNION COUNTY, OHIO
Notes to the Basic Financial Statements
For the Year Ended December 31, 2006

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

The significant accounting policies followed in the preparation of these financial statements are summarized below. These policies conform to accounting principles generally accepted in the United States of America (GAAP) for local governmental units as prescribed in the statements issued by the Governmental Accounting Standards Board (GASB) and other recognized authoritative sources. The County, except for Union County Memorial Hospital, also applies Financial Accounting Standards Board Statements and Interpretations issued on or before November 30, 1989, to its governmental activities, business-type activities and proprietary activities provided they do not conflict with or contradict GASB pronouncements.

Union County Memorial Hospital applies the provisions of Governmental Accounting Standards Board Statement No. 20, "Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities That Use Proprietary Fund Accounting", as amended. The Hospital has elected to apply the provisions of all relevant pronouncements of the Financial Accounting Standards Board (FASB), including those issued after November 30, 1989, that do not conflict with or contradict GASB pronouncements.

A. Basis of Presentation

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

UNION COUNTY, OHIO
Notes to the Basic Financial Statements
For the Year Ended December 31, 2006

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:- (CONTINUED)

A. Basis of Presentation – (Continued)

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 proprietary 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 (primary government) uses funds to report on its financial position and the results of its operations. The Airport Authority and U-Co Industries (component units) use funds as well. There are three categories of funds: governmental, proprietary, and fiduciary.

Governmental Funds

Governmental funds are those through which most governmental functions of the County 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 purpose for which they may 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.

Board of Mental Retardation and Developmental Disabilities Fund (MR/DD) – This fund accounts for the operation of a school and the costs of administering a workshop for the mentally retarded and developmentally disabled. Revenue sources are a County-wide property tax levy and state and federal grants.

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

Proprietary Funds

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

UNION COUNTY, OHIO
Notes to the Basic Financial Statements
For the Year Ended December 31, 2006

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:- (CONTINUED)

B. Fund Accounting – (Continued)

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 is the County’s major enterprise fund:

Memorial Hospital of Union County – Although not a legally separate entity, funds are not co-mingled with the County’s treasury but consolidated for annual reporting.

The other Enterprise Funds of the County are to account for the Water, Sewer, and Building Development functions of the County.

Fiduciary Fund Types

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. The County does not have any trust funds. The County’s agency funds are purely custodial in nature (assets equal liabilities) and thus do not involve measurement of results of operations. Refer to page 190 of this document for detail of the activities reported in the agency funds.

C. Measurement Focus

Government-Wide Financial Statements

The government-wide financial statements are prepared using a flow of economic resource 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 are generally included on the balance sheet. The statement of revenues, expenditures, and changes in fund balances reflects the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of the government-wide financial statements are prepared. Governmental fund financial statements, therefore, include a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the fund financial statements for governmental funds.

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

UNION COUNTY, OHIO
Notes to the Basic Financial Statements
For the Year Ended December 31, 2006

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:- (CONTINUED)

C. Measurement Focus – (Continued)

Agency funds, which are listed beginning on page 190 of this document, are used to account for assets held by the county on behalf of an agency for which the county is the fiscal agent. These statements are excluded from the government fund statements as well as the government wide financial statements.

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 funds and fiduciary funds use the accrual basis of accounting. Differences in the accrual and modified accrual basis of accounting arise in the recognition of revenue, the recording of unearned revenue, and in the presentation of expenses versus expenditures.

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 the modified accrual basis, revenue is recorded in the year in which the resources are measurable and become available. Available means the resources will be collected within the current year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current year. For the County, available means expected to be received within thirty-one days of year end.

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

Under the modified accrual basis, the following revenue sources are considered both measurable and available at year end: sales taxes, charges for services, fines and forfeitures, state-levied locally shared taxes (including gasoline tax and motor vehicle license tax), grants, interest, and rent.

Unearned Revenues

Unearned revenues arise when assets are recognized before the recognition criteria have been satisfied. Property taxes for which there was an enforceable legal claim at December 31, 2006, but were levied to finance 2007 operations, have been recorded as unearned revenue. Grants and entitlements received before the eligibility requirements were met have also been recorded as unearned revenue. On governmental fund financial statements, receivables that were not collected within the available period are recorded as unearned revenue.

UNION COUNTY, OHIO
Notes to the Basic Financial Statements
For the Year Ended December 31, 2006

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:- (CONTINUED)

D. Basis of Accounting – (Continued)

Expenses/Expenditures

On the accrual basis, 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

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

Budgetary information for the Drug Law Enforcement special revenue fund, the Union County Memorial Hospital enterprise fund and U-Co Industries and Airport (component units) are not reported because they are not included in the entity for which the “appropriated budget” is adopted and they do not maintain separate budgetary records.

Tax Budget

A budget of estimated revenues and expenditures is submitted to the County Auditor, as Secretary of the County Budget Commission, by July 20 of each year, for the period January 1, to December 31 of the following year. The budget includes proposed expenditures and the means of financing for all funds. The expressed purpose of this budget document is to reflect the need for existing or increased tax rates.

Estimated Resources

The County Budget Commission reviews estimated revenues and determines if the budget substantiates a need to levy all or part of previously authorized taxes. The Commission certifies its actions to the County by September 1. As part of this certification, the County receives the official certificate of estimated resources, which states the estimated beginning of year fund balance and projected revenue of each fund. Prior to December 31, the County must revise its budget so the total contemplated expenditures from any fund during the ensuing fiscal year will not exceed the amount available as stated in the certificate of estimated resources. The revised budget then serves as the basis for the annual appropriations measure. On or about January 1, the certificate of estimated resources is amended to include the actual unencumbered fund balances from the preceding year. The certificate may be amended further during the year if the County Auditor determines, and the Budget Commission agrees, that an estimate needs either to be increased or decreased. The amounts reported on the budgetary statements reflect the amounts in the original and final amended official certificate of estimated resources issued during 2006.

UNION COUNTY, OHIO
Notes to the Basic Financial Statements
For the Year Ended December 31, 2006

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:- (CONTINUED)

E. Budgetary Process – (Continued)

Appropriations

A temporary appropriations resolution to control expenditures may be passed on or about January 1 of each year for the period January 1, to March 31. An annual appropriations resolution must be passed by April 1 of each year for the period January 1, to December 31. The appropriations resolution may be amended during the year as new information becomes available, provided that total fund appropriations do not exceed current estimated resources, as certified.

The allocation of appropriations among departments and objects within a fund may be modified during the year only by a resolution of the County Commissioners. Several supplemental appropriations resolutions were legally enacted by the County Commissioners during the year. The amounts reported as the original budgeted amounts reflect the first appropriation resolution for that fund that covered the entire year, including amounts 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.

Budgeted Level of Expenditures

Administrative control is maintained through the establishment of detailed line-item budgets. The legal level of budgetary control is at the object level within each department. Expenditures plus encumbrances may not legally exceed appropriations at the level of appropriation. Appropriations are made to fund, department and object level (i.e., General Fund - Commissioners - salaries, supplies, equipment, contract repairs, travel expenses, maintenance and other expenses). Advances-in and advances-out are not required to be budgeted since they represent a short-term cash flow resource and are intended to be repaid.

Lapsing of Appropriations

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

F. Cash and Investments

To improve cash management, most cash received by the County is pooled in a central bank account. Monies for all funds, including proprietary funds, are maintained in this account or temporarily used to purchase short-term investments. Individual fund integrity is maintained through the County's records. Each fund's interest in the pool is presented as "Equity in Pooled Cash and Cash Equivalents".

During 2006 the County's investments included the State Treasury Asset Reserve of Ohio (STAR Ohio), federal agency securities, repurchase agreements, and certificates of deposit. Except for nonparticipating investment contracts and repurchase agreements, investments are reported at fair value which is based on quoted market prices. Nonparticipating investment contracts such as nonnegotiable certificates of deposits and repurchase agreements are reported at cost.

UNION COUNTY, OHIO
Notes to the Basic Financial Statements
For the Year Ended December 31, 2006

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:- (CONTINUED)

F. Cash and Investments –(Continued)

The County has invested funds in STAR Ohio during 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.

Cash and cash equivalents that are held separately within departments of the County or held separately for the County by fiscal agents and not held with the County Treasurer are recorded as "Cash In Segregated Accounts" or "Cash with Fiscal and Escrow Agents", respectively (including restricted amounts).

Cash and cash equivalents of the Airport Authority (component unit) are held by the County Treasurer and are included in the County's cash management pool. They are recorded as "Equity in Pooled Cash and Cash Equivalents".

Cash and cash equivalents of U-Co Industries (component unit) are held by the component unit and are recorded as "Cash in Segregated Accounts".

Investments with an original maturity of three months or less at the time of purchase and investments of the cash management pool are presented on the financial statements as cash equivalents. Interest is distributed by the County Treasurer to the General Fund; the Motor Vehicle Gasoline Tax, Revolving Loan, Treasurer Prepaid Interest, Dispute Resolution, other enterprise funds, other special revenue funds and the Airport Authority component unit. Interest revenue earned by these funds and the Airport Authority during 2006 amounted to \$1,684,363 and \$4,142 respectively. Interest was received directly by the Union County Memorial Hospital enterprise fund and U-Co Industries (component unit) in the amount of \$576,330 and \$94,010 respectively.

G. Prepaids

Prepayments for governmental funds represent cash disbursements which have occurred and are therefore not current expendable resources. These items are reported as fund assets on the balance sheet using the allocation method, which amortizes their cost over the periods benefiting from the advance payment. At period end, because prepayments are not available to finance future governmental fund expenditures, the fund balance is reserved by an amount equal to the carrying value of the asset.

H. Restricted Assets

Restricted assets consist of invested funds designated by the Union County Memorial Hospital's Board of Trustees for insurance related activities, and the replacement, improvement, and expansion of the hospital's facilities as well as for invested funds restricted by Trustees in connection with the hospital's general obligation and bonds. Restricted assets also include donor restricted assets whose use is limited to the activities designated by the donor. Restricted assets also included cash in segregated accounts that is restricted by bond agreements.

UNION COUNTY, OHIO
Notes to the Basic Financial Statements
For the Year Ended December 31, 2006

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:- (CONTINUED)

I. Inventories of Supplies

Inventories of materials and supplies of governmental funds are stated at cost while inventories of proprietary funds are stated at the lower of cost or market. For all funds, cost is determined on a first-in, first-out basis. Inventory in governmental funds consists of expendable supplies held for consumption. The cost of inventory items is recorded as an expenditure in the governmental funds when purchased and as expenses in the proprietary funds and governmental activities when used. Reported supplies inventory is equally offset by a fund balance reserve in the governmental funds which indicates that it does not constitute available expendable financial resources even though it is a component of net current assets.

Inventory for U-Co Industries (component unit) is recorded as stated above for proprietary funds.

J. Unamortized Bond Issuance Costs

On government-wide financial statements, issuance costs are deferred and amortized over the term of the bonds using the straight-line method, which approximates the effective interest method. Issuance costs are recorded as deferred charges.

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

K. Capital Assets

General capital assets are capital assets which are associated with and generally arise from governmental activities. They generally result from expenditures in governmental funds. General capital assets are reported in the governmental activities column of the government-wide statement of net assets but are not reported on the fund financial statements. Capital assets used by the proprietary funds are reported in both the business-type activities column of the government-wide statement of net assets and in the respective funds.

All capital asset values were initially determined at December 31, 1990, assigning original acquisition costs when such information was available. In cases where information supporting original costs was not available, estimated historical costs were developed. Donated capital assets are capitalized at fair market value on the date donated. The County maintains a capitalization threshold of \$2,000. The County's infrastructure consists of roads and bridges. Improvements are capitalized while 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.

All capital assets are depreciated except for land, construction in progress, and the infrastructure reported on the modified approach. Improvements are depreciated over the remaining useful lives of the related capital assets. Depreciation is computed using the straight-line method over the following useful lives:

UNION COUNTY, OHIO
Notes to the Basic Financial Statements
For the Year Ended December 31, 2006

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:- (CONTINUED)

K. Capital Assets – (Continued)

<u>DESCRIPTION</u>	<u>Governmental Activities Estimated Lives</u>	<u>Business-Type Activities Estimated Lives</u>
Land Improvements	20 years	20-24 years
Buildings	6-40 years	6-50 years
Water and Sewer Lines	50 years	50 years
Equipment	5-10 years	5-10 years
Furniture/Fixtures	10 years	10 years
Vehicles	5-8 years	5-8 years
Property under Capital Lease	5-15 years	5-15 years

The County’s infrastructure consists of roads and bridges. County roads and bridges (infrastructure reported in the Governmental-type activities column of the statement of net assets) are presented using the modified approach and therefore these assets are not depreciated. In addition, expenditures made by the County to preserve existing roads or bridges are expensed rather than capitalized. Only expenditures for additions or improvements are capitalized. Additional disclosures about the condition assessment and maintenance cost regarding the County’s roads and bridges appear in the Required Supplementary Information.

L. Interfund Receivables and Payables

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”. Interfund services provided and used are not eliminated in the process of consolidation. Interfund balances within governmental activities and within business-type activities are eliminated on the government-wide statement of net assets.

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 that 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 for all County departments including Union County Memorial Hospital, are accrued as a liability using the vesting method. An accrual for sick leave is made to the extent it includes those employees who are currently eligible to receive termination benefits, as well as those employees expected to become eligible 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 accumulated unused sick leave for employees who are at least forty-five years of age and having ten or more years of service with the County.

UNION COUNTY, OHIO
Notes to the Basic Financial Statements
For the Year Ended December 31, 2006

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:- (CONTINUED)

N. Accrued Liabilities and Long-Term Obligations

All payables, accrued liabilities, and long term obligations are reported on the government-wide financial statements. All payables, accrued liabilities, and long-term obligations payable from the proprietary funds are reported on the proprietary fund 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, bonds, mortgage loans, and compensated absences that are paid from governmental funds are reported as liabilities on the fund financial statements only to the extent that they are due for payment during the current year.

O. 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 balance of any borrowing used for the acquisition, construction, or improvement of those assets. Net assets are reported as restricted when there are limitations imposed on their use either through constitutional provisions or enabling legislation adopted by the County or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments. The County applies restricted resources first when an expense is incurred for purposes for which both restricted and unrestricted net assets are available.

P. Fund Balance Reserves

The County reserves those portions of fund balance which are legally segregated for specific future use or which do not represent available expendable financial resources and, therefore, are not available for appropriation or expenditure. 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, inventories, prepaids, debt service, and loans receivable.

Q. 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, license fees, special assessments, and tap in fees from the Water, Sewer, and Building Development departments.

Union County Memorial Hospital serves patients who generally reside in the local area. These services primarily are paid by third-party payors including Medicare, Medicaid, and commercial insurance carriers. Charges to patients are recorded as operating revenue at established billing rates as services are rendered. Allowances are currently provided for uncollectible accounts and for contractual adjustments, representing the difference between established billing rates and reimbursement rates paid by third-party payors. Estimates for contractual adjustments are recorded in the period in which services are provided and are based on preliminary estimates with the final adjustment made in the period in which settlement is made. The hospital maintains a policy whereby patients in need of medical services are treated without regard to their ability to pay for such services (charity care). Because the hospital does not pursue collection of amounts determined to qualify as charity care, they are not reported as net patient service revenue.

UNION COUNTY, OHIO
Notes to the Basic Financial Statements
For the Year Ended December 31, 2006

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:- (CONTINUED)

Q. Operating Revenues and Expenses – (Continued)

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

R. Interfund Transactions

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

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.

S. Use of Estimates

The preparation of 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

For 2006, the County has implemented GASB Statement No. 46, “Net Assets Restricted by Enabling Legislation – an Amendment of GASB Statement No. 34” and GASB Statement No. 47, “Accounting for Termination Benefits

GASB Statement 46 defines enabling legislation and specifies how net assets should be reported in the financial statements when there are changes in such legislation. The Statement also requires governments to disclose in the notes to the financial statements the amount of net assets restricted by enabling legislation.

GASB Statement 47 establishes accounting standards for termination benefits.

The implementation of these Statements did not have an effect on fund balances or net assets of the County as previously reported at December 31, 2005.

UNION COUNTY, OHIO
Notes to the Basic Financial Statements
For the Year Ended December 31, 2006

NOTE 4 – ACCOUNTABILITY AND COMPLIANCE:

A. The following funds had a deficit fund balance at December 31, 2006:

<u>Fund Type/Fund</u>	<u>Deficit Fund Balance</u>
<u>Special Revenue Funds</u>	
VAWA Grant Activity	(\$9,415)
Public Assistance	(87,772)
Child Support Enforcement Agency	(12,098)

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

NOTE 5 - BUDGETARY BASIS OF ACCOUNTING:

While reporting financial position, results of operations, and changes in fund balances on the basis of generally accepted accounting principles (GAAP), the budgetary basis as provided by law is based upon accounting for certain transactions on a basis of cash receipts, disbursements, and encumbrances. The Statements of Revenues, Expenditures, and Changes in Fund Balance – Budget (Non-GAAP Basis) and Actual 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:

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. Encumbrances are treated as expenditures (budget basis) rather than as a reservation of fund balance. (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 Balance General and Board of MR/DD	
	<u>General</u>	<u>Board of MR/DD</u>
Budget Basis	\$ 312,308	\$ 1,314,946
Net adjustments for revenue accruals	(20,877)	(101,242)
Net adjustments for expenditure accruals	1,002	(53,315)
Encumbrances (budget basis)	464,209	54,430
GAAP Basis	<u>\$ 756,642</u>	<u>\$ 1,214,819</u>

UNION COUNTY, OHIO
Notes to the Basic Financial Statements
For the Year Ended December 31, 2006

NOTE 6 - DEPOSITS AND INVESTMENTS:

Primary Government

The County (which acts as fiscal agent for the Airport Component Unit) maintains a cash and investment pool used by all funds. Each fund's portion of this pool is displayed on the financial statements as "Equity in Pooled Cash and Cash Equivalents".

Statutes require the classification of monies held by the county into two categories:

- Active deposits are those monies required to be kept in a "cash" or "near-cash" status for current demands upon the County Treasury. Such monies must be maintained either as cash in the County Inactive monies are those monies identified as not required for use within the current five year period of designation of depositories.
- Inactive deposits must either be evidenced by certificates of deposit maturing not later than the end of the current period of designation of depositories, or by savings or deposit accounts including, but not limited to, passbook accounts. Inactive monies may be deposited or invested in the following securities:
 1. United States treasury notes, bills, bonds or any other obligation or security issued by the United States treasury or any other obligation guaranteed as to principal and interest by the United States;
 2. Bonds, notes, debentures or any other obligations or securities issued by any federal government agency or instrumentality, including but not limited to, the federal national mortgage association, federal home loan bank, federal farm credit bank, federal home loan mortgage corporation, government national mortgage association and student loan marketing association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
 3. Written repurchase agreements in the securities listed above, provided that the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least two percent and be marked to market daily, and that the term of the agreement must not exceed thirty days;
 4. 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 accounts, including, but not limited to, passbook accounts, in any eligible institution mentioned in section 135.32 of the Revised Code;
 6. No-load money market mutual funds consisting exclusively of obligations described in division (1) or (2) and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions;

UNION COUNTY, OHIO
Notes to the Basic Financial Statements
For the Year Ended December 31, 2006

NOTE 6 - DEPOSITS AND INVESTMENTS:- (CONTINUED)

7. The State Treasurer's investment pool (STAR Ohio);
8. Securities lending agreements in which the County lends securities and the eligible institution agrees to exchange either securities described in division (1) or (2) or cash or both securities and cash, equal value for equal value;
9. High grade commercial paper in an amount not to exceed five percent of the County's total average portfolio; and,
10. Bankers acceptances for a period not exceed 270 days and high grade commercial paper, the sum of which may not exceed ten percent of the County's total average portfolio.

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 moneys deposited with the institution.

Investments in stripped principal or interest obligations, reverse repurchase agreements and derivatives are prohibited. The issuance of taxable notes for the purpose of arbitrage, the use of leverage and short selling are also prohibited. An investment must mature within five years from the date of purchase unless matched to a specific obligation or debt of the County, and must be purchased with the expectation that it will be held to maturity.

Investments may only be made through specified dealers and institutions. Payment for investments may be made only upon delivery of the securities representing the investments to the treasurer or qualified trustee, or if the securities are not represented by a certificate, upon receipt of confirmation of transfer from the custodian.

A. Cash on Hand.

At year-end, the County had \$10,420 in undeposited cash on hand, which is included on the financial statements of the County as part of "Equity in Pooled Cash and Cash Equivalents."

B. DEPOSITS

1. Primary Government

At year-end, the carrying amount of the County's (including the Airport Authority component unit) deposits was \$39,724,780 and the bank balance was \$43,292,467. Each of these balances include non-negotiable certificates of deposit and the amount of deposits representing custodial funds described in Note 1. Any differences between the account bank balances and investments and the cash and investments recorded in the financial statements are due to normal reconciling items. It is the policy of Union County to deposit only in eligible institutions mentioned in section 135.32 of the Revised Code. These are banks or national banks

UNION COUNTY, OHIO
Notes to the Basic Financial Statements
For the Year Ended December 31, 2006

NOTE 6 - DEPOSITS AND INVESTMENTS:- (CONTINUED)

B. DEPOSITS - (Continued)

located within the state and subject to inspection by the superintendent of financial institutions. Also, any domestic association or savings bank authorized to accept deposits is eligible to become a public depository.

Custodial Risk is the risk that, in the event of a bank failure, the County's deposits might be recovered. The County's bank deposits at December 31, 2006 totaled \$43,292,467 and were subject to the following categories of custodial risk:

Union County	Amount
Uncollateralized-----	\$0
Collateralized with securities held by the pledging institution's trust department, but not in the County's name-----	<u>29,463,002</u>
Total amount subject to custodial risk-----	29,463,002
Collateralized with securities held by the pledging institution's trust department, and in the County's name-----	12,245,383
FDIC insured-----	<u>1,584,082</u>
Total bank balances-----	<u><u>\$43,292,467</u></u>

2. Component Unit

At year-end, the carrying amount of the UCO Industries component unit's deposits and investments was \$2,540,760 and the bank balance was \$2,551,618. Each of these amounts include non-negotiable certificates of deposit. Any differences between the account bank balances and cash and investments recorded in the financial statements are due to normal reconciling items.

Custodial Risk is the risk that, in the event of a bank failure, UCO Industries' deposits might be recovered. The County's bank deposits at June 30, 2006 totaled \$2,551,618 and were subject to the following categories of custodial risk:

UCO Industries, Inc.	Amount
Uncollateralized-----	\$0
Collateralized with securities held by the pledging institution's trust department, but not in the County's name-----	<u>2,451,618</u>
Total amount subject to custodial risk-----	2,451,618
Collateralized with securities held by the pledging institution's trust department, and in the County's name-----	0
FDIC insured-----	<u>100,000</u>
Total bank balances-----	<u><u>\$2,551,618</u></u>

UNION COUNTY, OHIO
Notes to the Basic Financial Statements
For the Year Ended December 31, 2006

NOTE 6 - DEPOSITS AND INVESTMENTS:- (CONTINUED)

C. Investments – Primary Government

The County’s Investment Policy as approved by the Investment Advisory Board authorizes investment by the County in investments permitted by the Ohio Revised Code. Eligible investments include U.S. Treasury Bills, Notes and Bonds backed by the full faith and credit of the U.S. Government, obligations of Federal Agencies including but not limited to Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, or Federal Home Loan Mortgage Corporation, time certificates of deposit or savings or passbook accounts including but not limited to passbook accounts in any eligible institution defined in the ORC, State Treasurer’s Asset Reserve Fund (STAR Ohio), and obligations of political subdivisions of the state of Ohio provided the subdivisions are wholly or partly within the same county as the investing authority. Ohio Statute prohibits the use of reverse repurchase agreements. County investment policy restricts investments to maturities of not more than five years.

As of December 31, 2006, the fair value of the County’s investments were as follows:

Primary Government	Fair Value	Weighted Average (years)	Percentage of total investment
Federal Agency Securities			
FNMA-----	\$ 999,190	0.453	24.70%
FNMA-----	1,009,290	0.884	24.95%
UCHA investment in minority interests-----	368,237	0	9.10%
Investment in STAR Ohio-----	1,668,180	0	41.25%
	<u>\$ 4,044,897</u>	<u>1.337</u>	<u>100.00%</u>
Total Investments			

Interest Rate Risk. The ORC and the County’s Statement of Investment Policy limits the purchase of securities to a stated maturity of no more than five years from the date of purchase unless the security is matched to a specific obligation or debt of the County. Further, the Investment Policy allows securities to be redeemed or sold prior to maturity to enhance the yield of the portfolio, to restructure the portfolio for diversification purposes, or to liquefy the portfolio.

Credit Risk. State law limits investments in commercial paper, corporate bonds, and mutual bond funds to the top two ratings issued by nationally recognized statistical rating organizations. The County has no investment policy that would further limit it’s investment choices. The County’s investment in the state investment pool was rated AAAM by Standard and Poor’s and Aaa by Moody’s Investor Services. The County’s investments and their associated ratings as of December 31, 2006 are shown below.

Investment	Moody's Rating
Federal National Mortgage Association FNMA	Aaa

UNION COUNTY, OHIO
Notes to the Basic Financial Statements
For the Year Ended December 31, 2006

NOTE 6 - DEPOSITS AND INVESTMENTS:- (CONTINUED)

Custodial Credit Risks. For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the County will not be able to recover the value of its investments or collateral securities that are in possession of an outside party. The county's policy is that all investments shall be collateralized pursuant to ORC chapter 135. This can be either county specific or pooled collateral which is not in the name of Union County.

Concentration of Credit Risks. This is defined by the Government Accounting Standards Board as five percent or more in the securities of a single issuer. The County places no limit on the amount the County may invest in any one issuer. Investments in Federal Securities, Minority Interests, and STAR Ohio represent 49.65%, 9.10% and 41.25% respectively of the total investments.

D. Reconciliation of Cash and Investment to the Statement of Net Assets – Primary Government and Airport

<u>Cash and Investments Per Footnote</u>	<u>Amount</u>	<u>Cash and Investments per the Statement of Net Assets</u>	<u>Amount</u>
Carrying Amount of Deposits	\$ 39,724,780	Governmental Activities	\$ 18,729,125
Investments	4,044,897	Business-Type Activities	16,128,660
Cash on Hand	10,420	Component Unit - Airport	556,453
		Agency Funds	8,365,859
Total	<u><u>\$ 43,780,097</u></u>		<u><u>\$ 43,780,097</u></u>

NOTE 7 - PROPERTY TAXES:

Property taxes include amounts levied against all real, public utility and tangible personal property located in the County. Taxes collected on real property (other than public utility property) in 2006 represent the collection of 2005 taxes. Real property taxes were levied in 2006 after October 1, 2006, on the assessed values as of January 1, 2006, the lien date. These taxes will be collected in and are intended to finance 2007 operations. Assessed values for real property are established by State statute at thirty-five percent of the appraised market value. All property is required to be revalued every six years. The last reappraisal was completed in 2005. Real property taxes are payable annually or semiannually. The first payment is due December 31, with the remainder payable by June 20, unless extended.

Public utility real and tangible personal property taxes in 2006 were levied after October 1, 2006, on the assessed values as of December 31, 2005, the lien date. These taxes will be collected in and are intended to finance 2006 operations. Public utility real property is assessed at thirty-five percent of true value; tangible personal property is currently assessed at varying percentages of true value. Public utility property taxes are payable on the same dates as real property taxes described previously.

Tangible personal property tax revenue received in 2006 (other than public utility property) represents the collection of 2006 taxes. Tangible personal property taxes received in 2006 were levied after October 1, 2006, on the true value as of December 31, 2005. Tangible personal property is currently being phased out through 2008 with a rate of 18.75% for both equipment and inventory in 2006. These rates will be reduced to 12.5%

UNION COUNTY, OHIO
Notes to the Basic Financial Statements
For the Year Ended December 31, 2006

NOTE 7 - PROPERTY TAXES:- CONTINUED

for 2007 and 6.25% in 2008. There are no taxes assessed on new equipment beginning in 2006. Amounts paid by multi-county taxpayers are due September 20. Single-county taxpayers may pay annually or semiannually. If paid annually, payment is due April 30; if paid semiannually, the first payment is due April 30, with the remainder payable by September 20.

The County Treasurer collects property taxes on behalf of all taxing districts within the County. The County Auditor periodically remits to the taxing districts their portions of taxes collected. The collection and distribution of taxes for the County and for all subdivisions within the County is accounted for through agency funds.

Accrued property taxes receivable represents delinquent taxes outstanding and real property, tangible personal property, and public utility property taxes which were measurable as of December 31, 2006, and for which there was an enforceable legal claim. Although total property tax collections for the next fiscal year are measurable, amounts to be received during the available period are not subject to reasonable estimation at December 31 and are not intended to finance 2006 operations. On the full accrual basis, collectible delinquent property taxes have been recorded as a receivable and revenue. On the modified accrual basis, the revenue is unearned.

The full tax rate for all County operations for the year ended December 31, 2006, was \$10.60 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	<u>Assessed Value</u>
Agriculture	\$124,195,170
Residential	679,883,660
Commercial/Industrial/Mineral	218,418,180
Tangible Personal Property	102,984,000
Public Utility	
Real	282,630
Personal	<u>54,697,210</u>
Total Assessed Value	<u><u>\$1,180,460,850</u></u>

NOTE 8 - PERMISSIVE SALES AND USE TAX:

The County Commissioners by resolution imposed a one percent tax on all retail sales made in the County, except sales of motor vehicles, and on the storage, use, or consumption of tangible personal property in the County, including motor vehicles not subject to the sales tax. 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.

UNION COUNTY, OHIO
Notes to the Basic Financial Statements
For the Year Ended December 31, 2006

NOTE 8 - PERMISSIVE SALES AND USE TAX: - (Continued)

Proceeds of the tax are credited to the General Fund. On the governmental fund financial statements, only amounts that are measurable and available at year-end are accrued as revenue. Sales and Use tax revenue for 2006 amounted to \$7,120,385 for the General Fund. On the statement of activities the full amount of the receivable is recognized as revenue.

NOTE 9 - RECEIVABLES:

Receivables at December 31, 2006, consisted of taxes, accounts (e.g., billings for user charged services, including unbilled utility services), accrued interest, intergovernmental receivables arising from grants, entitlements, and shared revenues, and loans receivable. All receivables are considered fully collectible except for patient accounts receivable at Union County Memorial Hospital. These receivables are presented net of an allowance for uncollectible accounts. Delinquent property taxes may be certified and collected as a special assessment, subject to foreclosure for nonpayment.

	<u>Enterprise</u>
Gross Patient Accounts Receivable	\$15,540,742
Less Allowance for:	
Uncollectible Accounts	(2,643,969)
Contractual Adjustments	(5,760,465)
Net Total Patient Accounts Receivable	7,136,308
Physician Advances Receivable	898,068
Other Receivables	100,652
Total Accounts Receivable	<u>\$8,135,028</u>

A summary of the changes in loans receivable during 2006 follows:

	<u>Interest Rate</u>	<u>Outstanding 12/31/2005</u>	<u>Write Off</u>	<u>Repayments</u>	<u>Outstanding 12/31/2006</u>
General Fund:					
Union County Agriculture Society	0.00%	\$20,000	(\$11,250)	(\$4,375)	\$4,375
Richwood Agriculture Society	0.00%	11,250	(11,250)	-	-
Union County Airport Authority	3.80%	154,703	0	(23,441)	131,262
Total General Fund		<u>\$185,953</u>	<u>(\$22,500)</u>	<u>(\$27,816)</u>	<u>\$135,637</u>

Fund balance of the general fund has been reserved for the noncurrent portion of the loans receivable (the amount which will not be collected in the next year) which amounted to \$106,930.

UNION COUNTY, OHIO
Notes to the Basic Financial Statements
For the Year Ended December 31, 2006

NOTE 9 - RECEIVABLES: (Continued)

A summary of the principal items of intergovernmental receivables follows:

<u>Governmental Activities</u>	<u>Amount</u>
Major Funds:	
General Fund:	
Local Government Revenue Assistance	\$510,247
Rollback Revenue	174,833
Grants and Subsidies	49,490
General Fund Total	<u>734,570</u>
Board of MR/DD:	
Rollback Revenue	272,461
Grants	384,123
Board of MR/DD	<u>656,584</u>
Nonmajor Governmental Funds:	
Convention and Tourists Bureau	20,640
Sheriff Police Rotary	5,360
Dare Community Education	19,820
911 Emergency Rollback Revenue	23,533
Motor Vehicle/Gas Tax	2,022,027
ADAMH	1,497,962
Job and Family Services	152,640
Children's Services	34,370
Council on Aging	860
Capital Projects-Issue II	934,767
Total Nonmajor Governmental Funds	<u>4,711,979</u>
Total Governmental Activities	<u>\$ 6,103,133</u>

Receivables have been disaggregated on the face of the financial statements. The only receivable not expected to be collected within the subsequent year are the loans receivable (see above).

UNION 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:

	<u>Balance</u> <u>12/31/2005</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance</u> <u>12/31/2006</u>
<u>Governmental Activities:</u>				
Nondepreciable Capital Assets:				
Land	\$1,118,091	\$224,268	(\$407,546)	\$934,813
Construction in Progress	288,912	742,817	(288,912)	742,817
Infrastructure	40,018,785	4,060,624	-	44,079,409
Nondepreciable Capital Assets	<u>41,425,788</u>	<u>5,027,709</u>	<u>(696,458)</u>	<u>45,757,039</u>
Depreciable Capital Assets:				
Improvements	873,573	156,410	-	1,029,983
Buildings	25,406,063	642,737	(19,000)	26,029,800
Equipment	3,111,113	358,473	(83,272)	3,386,314
Furniture/Fixtures	817,103	60,266	(27,962)	849,407
Vehicles	4,691,110	377,500	(115,429)	4,953,181
Depreciable Capital Assets	<u>34,898,962</u>	<u>1,595,386</u>	<u>(245,663)</u>	<u>36,248,685</u>
Less Accumulated Depreciation:				
Improvements	(122,762)	(40,729)	-	(163,491)
Buildings	(11,071,375)	(582,794)	8,352	(11,645,817)
Equipment	(2,217,159)	(254,234)	75,242	(2,396,151)
Furniture/Fixtures	(434,181)	(51,996)	23,744	(462,433)
Vehicles	(3,307,035)	(390,127)	101,301	(3,595,861)
Total Accumulated Depreciation	<u>(17,152,512)</u>	<u>(1,319,880)</u>	<u>208,639</u>	<u>(18,263,753)</u>
Total Depreciable Capital Assets-net	17,746,450	275,506	(37,024)	17,984,932
Total Governmental Activities				
Capital Assets, Net	<u>\$59,172,238</u>	<u>\$5,303,215</u>	<u>(733,482)</u>	<u>\$63,741,971</u>

Depreciation was charged to governmental activities as follows:

General Government:	
Legislative and Executive	\$401,580
Judicial	219,981
Public Safety	198,417
Public Works	291,844
Health	142,071
Human Services	<u>65,987</u>
Total Governmental Activity	
* Depreciation Expense	<u>\$1,319,880</u>

UNION COUNTY, OHIO
Notes to the Basic Financial Statements
For the Year Ended December 31, 2006

NOTE 10 – CAPITAL ASSETS: - (CONTINUED)

	Balance 12/31/2005	Additions	Reductions	Balance 12/31/2006
<u>Business Type Activities</u>				
Nondepreciable Capital Assets:				
Land	\$1,401,055	\$579,940	(\$4,734)	\$1,976,261
Construction in Progress	288,036	429,990	(321,637)	396,389
Nondepreciable Capital Assets	1,689,091	1,009,930	(326,371)	2,372,650
Depreciable Capital Assets:				
Improvements	2,522,835	117,358	(101,004)	2,539,189
Buildings	37,919,092	3,395,316	(143,531)	41,170,877
Equipment	18,397,797	825,310	(189,355)	19,033,752
Property under Capital Leases	4,524,091	-	-	4,524,091
Furniture/Fixtures	36,156	-	-	36,156
Vehicles	178,125	19,485	(33,023)	164,587
Water & Sewer Lines	5,103,660	-	(4,928,053)	175,607
Depreciable Capital Assets	68,681,756	4,357,469	(5,394,966)	67,644,259
Less Accumulated Depreciation:				
Improvements	(959,273)	(66,329)	51,423	(974,179)
Buildings	(13,306,980)	(1,248,503)	154,380	(14,401,103)
Equipment	(13,315,945)	(1,207,111)	168,158	(14,354,898)
Property under Capital Leases	(3,588,418)	(319,837)	0	(3,908,255)
Furniture/Fixtures	(11,156)	(3,000)	-	(14,156)
Vehicles	(118,731)	(21,452)	29,725	(110,458)
Water & Sewer Lines	(912,095)	(3,534)	804,038	(111,591)
Total Accumulated Depreciation	(32,212,598)	(2,869,766)	1,207,724	(33,874,640)
Total Depreciable Capital Assets-net	36,469,158	1,487,703	(4,187,242)	33,769,619
Total Business-Type Activities				
Capital Assets, Net	\$38,158,249	\$2,497,633	(\$4,513,613)	\$36,142,269

Depreciation was charged to business-type activities as follows:

Business Type Activities:	
Memorial Hospital	\$2,833,485
Sewer	19,003
Water	22
Building Development	17,256
Total Business-Type Activity	
* Depreciation Expense	\$2,869,766

NOTE 11 - RISK MANAGEMENT:

The County is exposed to various risks of loss related to torts, theft or damage to and destruction of assets; errors and omissions; injuries to employees and natural disasters. During 2006, the County contracted with the County Risk Sharing Authority (CORSA) for property, general liability, commercial fleet, liability employee's benefit, data processing equipment, 911 equipment, County Engineer contractor equipment, valuable paper's additional, theft/disappearance/destruction for inside and outside, crime coverage, forgery and alteration of

UNION COUNTY, OHIO
Notes to the Basic Financial Statements
For the Year Ended December 31, 2006

NOTE 11 - RISK MANAGEMENT: -(CONTINUED)

checks, and umbrella insurance. Settlements have not exceeded coverage for each of the past three years.

Property

- Blanket; all risks of direct physical loss or damage to property (\$100,000,000) Annual Aggregate pool limit for flood and earthquake)

Liability

- | | |
|------------------------------------|------------------------------|
| • Automobile | \$6,000,000 each occurrence |
| • Uninsured/Underinsured Motorists | \$1,000,000 each occurrence |
| • General | \$6,000,000 each occurrence |
| • Stop Gap | \$1,000,000 each occurrence |
| • Law Enforcement | \$6,000,000 each occurrence |
| • Errors and Omissions | \$6,000,000 any on claim |
| | \$6,000,000 annual aggregate |

Crime

- | | |
|--|-----------------------|
| • Employee Dishonesty/Faithful Performance | \$1,000,000 each loss |
| • Money and Securities (inside) | \$1,000,000 each loss |
| • Money and Securities (outside) | \$1,000,000 each loss |
| • Money Orders and Counterfeit currency | \$1,000,000 each loss |
| • Depositor's Forgery | \$1,000,000 each loss |

Boiler and Machinery \$100,000,000 each accident

Deductible: \$2,500 each on every loss and/or claim and or occurrence.

The Mental Health and Recovery Board has property and liability insurance with Philadelphia Insurance Company for eight complexes. Building and personal property coverage ranges from \$2,000 to \$810,000 with \$250 deductibles. Each complex has a \$1,000,000 general liability policy.

The Board of Mental Retardation and Developmental Disabilities has a professional liability insurance policy with coverage of \$1,000,000 per occurrence, and \$3,000,000 in the aggregate.

The Union County Airport Authority has a property insurance policy with CORSA and a liability insurance policy through Old Republic Insurance. The airport premises has a \$5,000,000 limit. Airport hangars have a \$1,000,000 limit.

For 2006, the County participated in the County Commissioners Association of Ohio Service Corporation, a worker's compensation group rating plan (the Plan), an insurance purchasing pool (see Note 26). 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 counties in the Plan. Each county pays its workers' compensation premium to the State based on the rate for the Plan rather than the County's individual rate. In order to allocate the savings derived by the formation of the Plan, and to maximize the

UNION COUNTY, OHIO
Notes to the Basic Financial Statements
For the Year Ended December 31, 2006

NOTE 11 - RISK MANAGEMENT:- (CONTINUED)

number of participants in the Plan, the Plan's executive committee annually calculates the total savings which accrued to the Plan through its formation. This savings is then compared to the overall savings percentage of the Plan. The Plan's executive committee then collects rate contributions from or pays rate equalization rebates to the various participants. Participation in the Plan is limited to counties that can meet the Plan's selection criteria. The firm of Comp Management, Inc., provides administrative, cost control, and actuarial services to the Plan. Each year, the County pays an enrollment fee to the Plan to cover the costs of administering the program.

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 County is not relieved of the obligation to pay any amounts owed to the Plan prior to withdrawal, and any County leaving the Plan allows the representative of the Plan to access loss experience for three years following the last year of participation.

The Union County Memorial Hospital is exposed to various risks of loss from torts; theft of, damage to, and destruction of assets; business interruption; errors and omissions; employee injuries and illnesses; natural disasters; medical malpractice; and employee health, dental, and accident benefits. Commercial insurance coverage is purchased for claims arising from such matters. Settled claims have not exceeded this commercial coverage in any of the three preceding years.

Union County Memorial Hospital self-insures for employee medical coverage up to \$90,000 per individual with stop loss policy for claims in excess of \$90,000 per employee or total claims in excess of \$3,094,000. Claims charged to operations when incurred were approximately \$3,409,000 and \$3,861,000 for the years ended December 31, 2006 and 2005 respectively. The Hospital also self-insures for worker's compensation. The Hospital has a \$500,000 per claim stop loss policy with a private insurance carrier for worker's compensation.

The Hospital is insured against medical malpractice claims under a claims-made-based policy. The policy covers claims resulting from accidents that occurred during the policy terms, regardless of when the claims are reported to the insurance carrier. Under the terms of the policy, The Hospital bears the risk of the ultimate costs of the individual claim exceeding \$1,000,000 or aggregate claims exceeding \$3,000,000 for claims asserted in the policy year. In addition, the Hospital has an umbrella policy with an additional \$5,000,000 in coverage.

The liability for unpaid claims costs is determined by actuarial estimates of the amounts needed to pay prior-and current-year claims. The \$368,160 claims liability is reported as part of the accounts payable in the Memorial Hospital enterprise fund at December 31, 2006, and is based on the requirements of Governmental Accounting Standards Board Statement No. 30, which requires that a liability for claims be reported if information prior to issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated. Changes in the Hospital's claims liability amount in 2006 and the prior two years are as follows:

UNION COUNTY, OHIO
Notes to the Basic Financial Statements
For the Year Ended December 31, 2006

NOTE 11 - RISK MANAGEMENT:- (CONTINUED)

	<u>Beginning Balance</u>	<u>Current Year Claims and Changes in Estimate</u>	<u>Claims Payment</u>	<u>Ending Balance</u>
2006	\$495,439	\$4,185,181	\$4,312,460	\$368,160
2005	409,000	5,276,314	5,189,875	495,439
2004	400,000	4,005,176	3,996,176	409,000

NOTE 12 - CONTRACTUAL COMMITMENTS:

The County had the following outstanding contractual commitments as of December 31, 2006:

<u>Contractor</u>	<u>Contract Amount</u>	<u>Outstanding Balance</u>
Columbus Asphalt Paving, Inc.	\$206,780	\$65,622
Meacham & Apel	34,743	6,032
Area Electric	17,470	2,014
Well-Kaw Glass, Inc.	8,693	8,693
Westfall Carpet	30,638	30,638
Viper Protection Services	19,190	1,700
Viper Protection Services	39,250	39,250
	<u>\$356,764</u>	<u>\$153,949</u>

NOTE 13 - PENSION PLANS:

A. Ohio Public Employees Retirement System

The County participates in the Ohio Public Employees Retirement System (OPERS). OPERS administers three separate 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 OPERS to provide a formula retirement benefit similar to the traditional plan benefit. Member contributions, whose investment is self-directed by the member, accumulate retirement assets in a manner similar to the member-directed plan.

UNION COUNTY, OHIO
Notes to the Basic Financial Statements
For the Year Ended December 31, 2006

NOTE 13 - PENSION PLANS: (CONTINUED)

A. Ohio Public Employees Retirement System (continued)

OPERS provides retirement, disability, survivor, and death benefits and annual cost of living adjustments to members of the Traditional Pension and Combined Plans. Members of the member-directed plan do not qualify for ancillary benefits. Authority to establish and amend benefits is provided by Chapter 145 of the Ohio Revised Code. OPERS issues a publicly available financial report that includes financial statements and required supplementary information. The report may be obtained by writing to the Ohio Public Employees Retirement System, 277 East Town Street, Columbus, Ohio 43215-4642 or by calling (614)-222-5601 or (800)-222-7377.

For the year ended December 31, 2006, members of all three plans, except those in law enforcement participating in the traditional plan, were required to contribute 9.0 percent of their annual covered salary to fund pension obligations. Members participating in the traditional plan, who were in law enforcement, contributed 10.1 percent of their annual covered salary. The County's contribution rate for pension benefits for 2006 was 9.2 percent except for those plan members in law enforcement or public safety. For those classifications, the County's pension contributions were 12.43 percent of covered payroll. The Ohio Revised Code provides statutory authority for member and employer contributions.

The County's contributions to OPERS for the years ended December 31, 2006, 2005, and 2004 were \$6,092,164, \$5,769,882, and \$5,607,693 respectively; 94.76% has been contributed for 2006 and 100 percent for 2005 and 2004. \$319,292, representing the unpaid contribution for 2006, is recorded as a liability within the respective funds.

B. State Teachers Retirement System

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

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

UNION COUNTY, OHIO
Notes to the Basic Financial Statements
For the Year Ended December 31, 2006

NOTE 13 - PENSION PLANS: (CONTINUED)

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

For the year ended December 31, 2006, plan members were required to contribute 10.0 percent of their annual covered salary. The County is required to contribute 14 percent. Contribution rates are established by STRS, upon recommendation of its consulting actuary, not to exceed statutory maximum rates of 10 percent for members and 14 percent for employers. The County's required contributions to STRS for the years ended December 31, 2006, 2005 and 2004 were \$95,075, \$88,208, and \$89,645 respectively, equal to the required contributions for each year.

NOTE 14 - POSTEMPLOYMENT BENEFITS:

A. Ohio Public Employees Retirement System

The Ohio Public Employees Retirement System of Ohio (OPERS) provides postretirement health care coverage to age and service retirees with ten or more years of qualifying Ohio service credit with either the traditional or combined plans. Health care coverage for disability recipients and primary survivor recipients is available. Members of the member-directed plan do not qualify for postretirement health care coverage. The health care coverage provided by OPERS is considered an Other Postemployment Benefit (OPEB) as described in GASB Statement No. 12, "Disclosure of Information on Postemployment Benefits Other Than Pension Benefits by State and Local Government Employers". A portion of each employer's contribution to the traditional or combined plans is set aside for the funding of postretirement health care based on authority granted by State statute. The 2006 employer contribution rate was 13.70 percent of covered payroll for employees not engaged in law enforcement; 4.5 percent was the portion that was used to fund health care. The employer contribution rate for law enforcement and public safety employees for 2006 was 16.93 percent; 4.5 percent was used to fund health care.

Benefits are advance-funded using the entry age actuarial cost method. Significant actuarial assumptions based on the OPERS's latest actuarial review performed as of December 31, 2005, include a rate of return on investment of 6.5 percent, an annual increase in active employees total payroll of 4 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 pay increases. Health care premiums were assumed to increase at the projected wage inflation rate plus an additional factor ranging from 0.50% to 6% for the next 9 years. After that time, health care costs were assumed to increase at 4%

All investments are carried at market value. For actuarial 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% corridor.

UNION COUNTY, OHIO
Notes to the Basic Financial Statements
For the Year Ended December 31, 2006

NOTE 14 - POSTEMPLOYMENT BENEFITS:- (CONTINUED)

The number of active contributing participants in the traditional and combined plans was 369,214. Actual employer contributions for 2006 which were used to fund postemployment benefits were \$2,001,075. The actual contribution and the actuarial required 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, 2005, the OPERS Retirement Board adopted a Health Care Preservation Plan (HCPP) with an effective date of January 1, 2007. The HCPP restructures OPERS' health care coverage to improve the financial solvency of the fund in response to increasing health care costs. In addition, OPERS has created a separate investment pool for health care assets. Also, member and employer contribution rates increased January 1, 2006, allowing additional funds to be allocated to the health care plan.

B. State Teachers Retirement System

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

The State Teachers Retirement Board has statutory authority over how much, if any, of the health care costs will be absorbed by STRS. Most benefit recipients pay a portion of their health care cost in the form of a monthly premium. By Ohio law, the cost of coverage paid from STRS funds shall be included in the employer contribution rate, currently 14 percent of covered payroll. For fiscal year 2006, the Board allocated employer contributions equal to 1 percent of covered payroll to the Health Care Stabilization Fund. For the County, this amount was \$6,791.

STRS pays health care benefits from the Health Care Stabilization Fund. The balance in the Fund at June 30, 2006 was \$3.5 billion. For the fiscal year ended June 30, 2006, net health care cost paid by STRS were \$490,122,000 and there were 119,184 eligible benefit recipients.

NOTE 15 - OTHER EMPLOYEE BENEFITS:

A. Compensated Absences

County employees earn vacation and sick leave at varying rates depending on length of service, standard work week, and department policy. All accumulated, unused vacation time is paid upon separation from the County. County employees who have ten or more years of service are paid upon eligible retirement (under OPERS and STRS guidelines) for one-fourth of the value of their accumulated, unused sick leave up to a maximum of thirty days.

B. Employee Health Insurance

The County provides employee co-pay medical/surgical benefits through Anthem, a preferred provider organization (PPO) selected by the County Employees Benefits Consortium of Ohio (CEBCO). CEBCO's rates are tiered for single, two party, and family households. The County's portion is paid from the fund from which the employee's salaries are paid. Under the fully insured program, there is no deductible for PPO network providers, and a \$300/600 per year single/family deductible for non-network providers.

UNION COUNTY, OHIO
Notes to the Basic Financial Statements
For the Year Ended December 31, 2006

NOTE 15 - OTHER EMPLOYEE BENEFITS: (CONTINUED)

Union County Memorial Hospital provides medical, surgical, dental, and vision benefits through a self insurance program. Under the program, Hospital employees share in the cost of their insurance coverage. Their portion of the cost is determined by the plan selected, single or family, and the co-pay associated with that plan. Claims under the plan are administered by the Hospital's third-party administrator.

NOTE 16 - SHORT-TERM NOTES:

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

	<u>Outstanding 12/31/2005</u>	<u>Additions</u>	<u>Reductions</u>	<u>Outstanding 12/31/2006</u>
Business-Type Activities:				
Water / Sewer Notes	\$4,035,000	\$0	(\$4,035,000)	\$0
Total Business-Type Fund	<u>\$4,035,000</u>	<u>\$0</u>	<u>(\$4,035,000)</u>	<u>\$0</u>

The Water / Sewer notes were issued June 8, 2005 and had a maturity date on June 7, 2006. They bear an interest rate of 3.2%. Both the Water and Sewer portions were paid off with the proceeds received from the City of Marysville.

NOTE 17 - LONG-TERM OBLIGATIONS:

The changes in the County's long-term obligations during 2006 consisted of the following:

	<u>Outstanding 12/31/2005</u>	<u>Additions</u>	<u>Reductions</u>	<u>Outstanding 12/31/2006</u>	<u>Due Within One Year</u>
<u>Governmental Activities</u>					
General Obligation Bonds:					
1986 Airport - 8.00%	\$20,000	\$0	\$ (10,000)	\$10,000	\$10,000
1996 JDC Construction - 4.20% - 5.60%	65,000	0	(65,000)	-	0
1997 Airport - 4.20% - 5.40%	390,000	0	(25,000)	365,000	25,000
1998 Building Renovation - 3.60% - 4.85% (Refunding Bonds)	2,535,000	0	(245,000)	2,290,000	255,000
Total General Obligation Bonds	<u>3,010,000</u>	<u>0</u>	<u>(345,000)</u>	<u>2,665,000</u>	<u>290,000</u>
Sales Tax Revenue Bonds:					
1998 Sheriff Facility - 3.90% - 4.90%	2,130,000	0	(120,000)	2,010,000	130,000
2002 London Avenue Building - 2.20% - 5.00%	3,070,000	0	(130,000)	2,940,000	130,000
Total Sales Tax Revenue Bonds	<u>5,200,000</u>	<u>0</u>	<u>(250,000)</u>	<u>4,950,000</u>	<u>260,000</u>
Other Long-Term Obligations:					
1993 Mortgage Loan - 7.50%	98,961	0	(16,771)	82,190	17,823
Compensated Absences	750,478	1,428,321	(1,017,180)	1,161,619	1,019,321
Total Other Long-Term Obligations	<u>849,439</u>	<u>1,428,321</u>	<u>(1,033,951)</u>	<u>1,243,809</u>	<u>1,037,144</u>
Total Governmental Activities	<u>\$9,059,439</u>	<u>\$1,428,321</u>	<u>\$ (1,628,951)</u>	<u>\$8,858,809</u>	<u>\$1,587,144</u>

UNION COUNTY, OHIO
Notes to the Basic Financial Statements
For the Year Ended December 31, 2006

NOTE 17 - LONG-TERM OBLIGATIONS:- (CONTINUED)

	Outstanding 12/31/2005	Additions	Reductions	Outstanding 12/31/2006	Amounts Due Within One Year
<u>Business-Type Activities</u>					
1996 Memorial Hospital – 3.75% to 5.50% General Obligations Bond	\$120,000	\$0	\$ (120,000)	\$0	\$0
1999 Memorial Hospital – 2.50% to 5.55% General Obligations Bonds	1,545,000	0	(360,000)	1,185,000	375,000
2003 Memorial Hospital – 2.50% to 5.55% General Obligations Bonds	5,240,000	0	(25,000)	5,215,000	25,000
2005 Memorial Hospital – 2.50% to 5.55% Refunding General Obligations Bond	9,775,000	0	(80,000)	9,695,000	200,000
Note Payable (Hospital)	701,058	0	(33,039)	668,019	34,833
Note Payable (Hospital) - 2005	4,075,000	3,635,000	(4,075,000)	3,635,000	460,000
Note Payable (Hospital) - 2006	0	2,950,000	-	2,950,000	38,947
Compensated Absences - Hospital	1,951,148	2,095,257	(1,951,148)	2,095,257	1,415,509
Compensated Absences - Other	60,144	69,606	(59,781)	69,969	65,309
Capital Leases	340,734	0	(233,837)	106,897	52,218
OPWC Loans Payable – 0.00%	69,383	0	(69,383)	0	0
	<u>\$23,877,467</u>	<u>\$8,749,863</u>	<u>(\$7,007,188)</u>	<u>\$25,620,142</u>	<u>\$2,666,816</u>

All general obligation bonds are supported by the full faith and credit of Union County. General obligation airport bonds and building renovation bonds are presented as a liability in the governmental type activities and are payable from unvoted property tax revenues to the extent that other resources are not available to meet annual principal and interest expenditures. General obligation hospital bonds are presented as a liability in the business-type activities and are payable from unvoted property tax revenues to the extent that operating resources of the Hospital are not available to meet annual principal and interest expenditures.

1998 Building Renovation Bonds

The Building Renovation Refunding Bonds, with an original issue of \$4,110,000, were issued to advance refund the County's 1992 general obligation bonds as well as to provide the County additional funds for improvements. The refunding Bonds defeased in-substance \$1,955,000 in general obligation bonds. At December 31, 2006, \$910,000 of this debt was still outstanding.

The General Obligation Bonds include serial and term bonds. The term bonds have annual mandatory sinking fund redemption requirements and there are optional redemption provisions for the serial bonds. The term bonds mature on December 1, 2018, in the amount of \$670,000, at a redemption price equal to 100% of the principal plus accrued interest to the redemption date. The serial bonds, maturing on or after December 1, 2013, are subject to early redemption, at the sole option of the County, either in whole on any date, or in part:

UNION COUNTY, OHIO
Notes to the Basic Financial Statements
For the Year Ended December 31, 2006

NOTE 17 - LONG-TERM OBLIGATIONS:- (CONTINUED)

1998 Building Renovation Bonds – (Continued)

on any interest date, on or after December 1, 2008, in multiples of \$5,000, at the following redemption prices, plus accrued interest:

<u>Redemption Dates</u>	<u>Redemption Prices</u>
December 1, 2008 through November 30, 2009	101 percent
December 1, 2009 and thereafter	100 percent

1998 Sheriff Facility Bonds

The Sheriff Facility Bonds include serial and term bonds. The term bonds have annual mandatory sinking fund redemption requirements and there are optional redemption provisions for the serial bonds. The term bonds mature on December 1, 2018, in the amount of \$1,145,000, at a redemption price equal to 100% of the principal plus accrued interest to the redemption date. The serial bonds, maturing on or after December 1, 2012, are subject to early redemption, at the sole option of the County, either in whole on any date, or in part on any interest date, on or after December 1, 2008, in multiples of \$5,000, at the following redemption prices, plus accrued interest:

<u>Redemption Dates</u>	<u>Redemption Prices</u>
December 1, 2008 through November 30, 2009	101 percent
December 1, 2009 and thereafter	100 percent

1999 Memorial Hospital Bonds

The Union County Memorial Hospital Refunding Bonds, with an original issue of \$11,000,000, were issued to advance refund the Hospital's 1990 general obligation bonds as well as to provide for the construction of a long-term care facility and construction of emergency room improvements. The bonds are presented as a liability in the enterprise fund and are payable from un-voted property tax revenues to the extent that operating resources of the Hospital are not available to meet annual principal and interest expenditures. The refunding bonds defeased in-substance \$865,000 in general obligation bonds. At December 31, 2006, \$340,000 of this debt was still outstanding.

The Memorial Hospital general obligation bonds include serial and term bonds. The term bonds have annual mandatory sinking fund redemption requirements and there are optional redemption provisions for the serial bonds. The term bonds mature on December 1, 2014 (\$1,850,000), 2019 (\$2,420,000), and 2024 (\$3,135,000) at a redemption price equal to 100% of the principal plus accrued interest to the redemption date. The serial bonds maturing on or after December 1, 2009, are subject to early redemption, at the sole option of the County. In 2005, \$8,195,000 was refunded by the 2005 bonds.

<u>Redemption Dates</u>	<u>Redemption Prices</u>
December 1, 2009 through November 30, 2010	101 percent
December 1, 2010 and thereafter	100 percent

UNION COUNTY, OHIO
Notes to the Basic Financial Statements
For the Year Ended December 31, 2006

NOTE 17 - LONG-TERM OBLIGATIONS:- (CONTINUED)

2002 London Avenue Building Bonds

The London Avenue Building sales tax receipt bonds require principal payments from December 1, 2005 through December 1, 2012. The bonds maturing after December 1, 2012 are subject to redemption at the option of the County, either in whole or in part, in such order as the County shall determine, on any date on or after December 1, 2012, at a redemption price equal to 100% of the principal amount redeemed plus, in each case, accrued interest to the date fixed for redemption.

<u>Redemption Dates</u>	<u>Redemption Prices</u>
December 1, 2012 and thereafter	100 percent

2003 Memorial Hospital Bonds

The Memorial Hospital bonds require principal payments from December 1, 2004 through December 1, 2033. The bonds maturing after December 1, 2013 are subject to redemption at the option of the County, either in whole or in part, in such order as the County shall determine, on any date on or after December 1, 2013, at a redemption price equal to 100% of the principal amount redeemed plus, in each case, accrued interest to the date fixed for redemption.

2005 Memorial Hospital Refunding Bonds

The Union County Memorial Hospital Refunding Bonds, with an original issue of \$9,850,000, were issued to advance refund the Hospital's 1996 and 1999 general obligation bonds. The bonds are presented as a liability in the enterprise fund and are payable from un-voted property tax revenues to the extent that operating resources of the Hospital are not available to meet annual principal and interest expenditures. The refunding bonds defeased in-substance \$1,655,000 of the 1996 general obligation bonds and \$8,195,000 of the 1999 general obligations bonds. The aggregate reduction in debt service between the refunding and refunded debt is \$143,317 for the 1996 bonds and \$577,260 for the 1999 bonds. The present value of the combined annual savings created by this refunding amounts to \$361,839.

<u>Redemption Dates – 1996 Refunding</u>	<u>Redemption Prices</u>
December 1, 2006 and thereafter	101 percent
<u>Redemption Dates – 1999 Refunding</u>	<u>Redemption Prices</u>
December 1, 2009 and thereafter	101 percent

Compensated Absences The compensated absences liability will be paid from the fund from which the employees' salaries are paid. The funds primarily responsible for payment of compensated absences are the general fund (governmental activities) and Memorial Hospital fund (business-type activities).

Capital Lease Obligations will be paid from the fund that maintains custody of the related assets.

UNION COUNTY, OHIO
Notes to the Basic Financial Statements
For the Year Ended December 31, 2006

NOTE 17 - LONG-TERM OBLIGATIONS:- (CONTINUED)

Mental Health Recovery Board Mortgage

The Mental Health and Recovery Board of Union County (ADAMH) entered into a mortgage loan agreement for the acquisition of housing for homeless and at risk of being homeless persons. The twenty-year mortgage loan is presented as a liability and is payable from un-voted property tax revenues to the extent that other resources, in the form of grants and rent charges, are not available to meet principal and interest expenditures. Principal and interest payments are reflected as principal retirement and interest expenditure in the ADAMH special revenue fund.

The OPWC Loans represent money owed to the Ohio Public Works Commission for improvements made to Jerome Industrial Park Sanitary Sewer Treatment Facility and Kimberly Woods Wastewater Treatment Plant. The balance due on these OPWC Loans was transferred by the OPWC to the City of Marysville as of January 31, 2006.

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 should not exceed one percent of the total assessed valuation of the County. The code further provides that the total voted and un-voted net debt of the County less the same exempt debt should not 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 an overall debt margin of \$25,346,521 and an un-voted debt margin of \$9,139,609.

Principal

<u>Year</u>	<u>General Obligation Bonds</u>	<u>Sales Tax Revenue Bonds</u>	<u>Mortgage Loan</u>	<u>Memorial Hospital Debt</u>	<u>Total</u>
2007	290,000	260,000	17,823	1,133,780	1,701,603
2008	295,000	270,000	19,057	1,182,475	1,766,532
2009	305,000	280,000	20,375	829,068	1,434,443
2010	320,000	295,000	21,794	843,977	1,480,771
2011	335,000	310,000	3,141	784,465	1,432,606
2012-2016	785,000	1,760,000	0	6,727,937	9,272,937
2017-2021	335,000	1,520,000	0	3,797,712	5,652,712
2022-2026	0	255,000	0	3,770,797	4,025,797
2027-2031	0	0	0	3,037,808	3,037,808
2032-2036	0	0	0	1,240,000	1,240,000
	<u>\$2,665,000</u>	<u>\$4,950,000</u>	<u>\$82,190</u>	<u>\$23,348,019</u>	<u>\$31,045,209</u>

UNION COUNTY, OHIO
Notes to the Basic Financial Statements
For the Year Ended December 31, 2006

NOTE 17 - LONG-TERM OBLIGATIONS:- (CONTINUED)

<u>Interest</u>					
Year	General Obligation Bonds	Sales Tax Revenue Bonds	Mortgage Loan	Memorial Hospital Debt	Total
2007	\$127,920	\$232,530	\$4,988	\$829,855	\$1,195,293
2008	114,953	222,195	3,754	832,938	1,173,840
2009	101,922	210,990	2,436	825,119	1,140,467
2010	87,970	198,950	1,017	807,949	1,095,886
2011	73,025	185,910	25	798,054	1,057,014
2012-2016	210,321	701,165	0	2,697,948	3,609,434
2017-2021	24,540	263,810	0	1,981,439	2,269,789
2022-2026	0	12,750	0	1,657,577	1,670,327
2027-2031	0	0	0	935,916	935,916
2032-2036	0	0	0	124,210	124,210
	<u>\$740,651</u>	<u>\$2,028,300</u>	<u>\$12,220</u>	<u>\$11,491,005</u>	<u>\$14,272,176</u>

NOTE 18 - CAPITAL LEASES - LESSEE DISCLOSURE:

The County has entered into capitalized leases for land, building, equipment, and furniture and fixtures. Each lease meets the criteria of a capital lease as defined by Statement of Financial Accounting Standards Board No. 13, "Accounting for Leases", which defines a capital lease generally as one which transfers benefits and risks of ownership to the lessee. For governmental funds, new capital leases are reflected in the accounts "capital outlay" and "inception of capital lease" in the funds which will be making the lease payments. Capital lease payments are reflected as debt service expenditures in the financial statements for the governmental funds and as a reduction of the liability in the enterprise funds. The Memorial Hospital fund capital assets consisting of land, buildings, equipment, furniture and fixtures have been capitalized in the fund in the amount of \$4,524,091.

These amounts represent the present value of the minimum lease payments at the time of acquisition. A corresponding liability was recorded in the enterprise funds. Principal payments in 2006 totaled \$233,837 in the Memorial Hospital fund.

	Memorial Hospital
Property under Capital Lease	\$4,524,091
Less Accumulated Depreciation	(3,908,255)
Total	<u>\$615,836</u>

UNION COUNTY, OHIO
Notes to the Basic Financial Statements
For the Year Ended December 31, 2006

NOTE 18 - CAPITAL LEASES - LESSEE DISCLOSURE:- (CONTINUED)

The following is a schedule of the future long-term minimum lease payments required under the capital leases and the present value of the minimum lease payments as of December 31, 2006.

<u>YEAR</u>	<u>Memorial Hospital</u>
2007	\$ 55,011
2008	22,877
2009	22,877
2010	11,439
Total	112,204
Less: amount representing interest	(5,307)
Present value of net minimum lease payments	\$ 106,897

NOTE 19 - CONDUIT DEBT OBLIGATIONS:

During 1999, the County served as the issuer of \$2,000,000 in Pleasant Valley Joint Fire District serial and term bonds. The proceeds were used by the Pleasant Valley Joint Fire District to fund the construction of a fire house. These bonds do not constitute a general obligation, debt or bonded indebtedness of the County. Neither is the full faith and credit to taxing power of the County pledged to make repayment. As of December 31, 2006, \$1,540,000 of conduit debt remained outstanding.

NOTE 20 – INTERFUND TRANSFERS:

During 2006, the following transfers were made and are reported on the Fund Financial Statements:

	Transfers-Out		
	General	Other Governmental	Total Governmental
	Transfers In	General	Other Governmental
General	\$0	\$22,650	\$22,650
MR/DD	0	2,245	2,245
Capital Projects	0	3,657	3,657
Debt Service	734,652	122,279	856,931
All Other Governmental	13,986	31,661	45,647
Total	\$748,638	\$182,492	\$931,130

UNION COUNTY, OHIO
Notes to the Basic Financial Statements
For the Year Ended December 31, 2006

NOTE 20 – INTERFUND TRANSFERS: - (Continued)

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them, (2) move receipts restricted to debt service from the funds collecting the receipts to the debt service fund as debt service payments become due, and (3) use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations. All transfers were made in accordance with Ohio Revised Code Sections 5705.14, 5705.15 and 5705.16.

Transfers between governmental funds are eliminated for reporting on the government-wide financial statements.

NOTE 21 - FEDERAL FOOD STAMP PROGRAM:

The County's Department of Jobs and Family Services distributes federal food stamps through the department as well as through contracting issuance centers to entitled recipients within Union County. The receipt and issuance of these stamps have the characteristics of federal "grants", however, the Department of Jobs and Family Services merely acts in an intermediary capacity.

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. Federal food stamp activity for the year is as follows:

Balance at beginning of year	\$2,428
Amount received for distribution	2,755,649
Amount distributed to entitled recipients	(2,755,649)
Destroyed remaining coupons	(2,428)
Balance at end of year	\$0

NOTE 22 - NET PATIENT SERVICE REVENUE:

Union County Memorial Hospital provides to certain patients covered by various third party payor arrangements that provide for payments to the Hospital at amounts different than its established rates. Gross patient service revenue and the allowances to reconcile to net patient service revenue for the year ended December 31, 2006, are as follows:

Gross patient service revenue	\$114,308,579
Less third party allowances:-	
Contractual Allowances	(49,020,505)
Provision for bad debt	(4,679,295)
Charity Care	(465,856)
Total allowances	(54,165,656)
Net patient service revenue	\$60,142,923

UNION COUNTY, OHIO
Notes to the Basic Financial Statements
For the Year Ended December 31, 2006

NOTES 23 - RELATED PARTY TRANSACTIONS:

During 2006, Union County provided facilities, certain equipment, transportation and salaries for administration, implementation and supervision of programs to U-Co Industries, Inc. U-Co Industries, Inc., a discretely presented component unit of Union County reported \$352,845 for such contributions. U-Co Industries, Inc. recorded non-operating revenues at cost or fair market value as applicable, to the extent the contribution is related to the vocational purpose of the workshop.

During 2006, the County provided the Union County YMCA with use of a County-owned gymnasium free of charge. The estimated value of rent is less than \$1,000 annually.

During 2006, the County provided rent-free office space to Children, Inc. Children, Inc. constructed a building on County-owned land, adjacent to the Union County MRDD Board. The value of annual rent is estimated at \$85,000.

During 2006, the County provided the Union County Council for Families and Children First with use of office space at the London Avenue facility free of charge. The estimated value of rent is less than \$4,860 annually.

During 1995, Memorial Physicians, Inc. (MPI) was formed in which Union County Hospital Association (UCHA) had a 100% ownership interest. In 2000, UCHA transferred 50% of the ownership interest to a group of physicians. This entity is a professional for-profit corporation organized to bring primary care and other specialty physicians together from multiple sites. They have filed for dissolution under state law. UCHA has guaranteed 50 percent of a \$262,500 note between MPI and a local financial institution. The remaining balance on the note is approximately \$36,000 at December 31, 2006, which was paid on full on March, 2007.

NOTE 24- JOINTLY GOVERNED ORGANIZATIONS AND JOINT VENTURES:

A. Central Ohio Youth Center

The Central Ohio Youth Center is a jointly governed organization involving Union, Champaign, Delaware, and Madison Counties. The Center provides facilities for the training, treatment and rehabilitation of delinquent, dependent, abused or neglected children and was established under Section 2151.34 of the Ohio Revised Code. The operation of the Center is controlled by a joint board of trustees whose membership consists of two appointees of the Union County Commissioners, two appointees of the Delaware County Commissioners and one appointee from Champaign and Madison Counties. Each county's ability to influence the operations of the Center is limited to their representation on the board of trustees. Appropriations are adopted by the joint board of trustees who exercise control over the operation, maintenance and construction of the Center. Union County serves as the fiscal agent. Each county is charged for their share of the operating costs of the Center based on the number of individuals from their County in attendance. In 2006, Union County contributed \$561,109 for the Center's operations which represents 31.785 percent of total contributions. Additional information may be obtained by writing to the Central Ohio Youth Center, 18100 St. Rt. 4, Marysville, Ohio 43040

B. North Central Ohio Solid Waste Management District

Union County participates in a jointly governed solid waste management district, along with Allen, Champaign, Hardin, Madison and Shelby Counties. The District was established following the requirements of House Bill 592. The board of directors consists of County Commissioners from each County. Each county's ability to influence the operations of the District is limited to their representation on the board of directors. The original

UNION COUNTY, OHIO
Notes to the Basic Financial Statements
For the Year Ended December 31, 2006

NOTE 24- JOINTLY GOVERNED ORGANIZATIONS AND JOINT VENTURES:- CONTINUED

B. North Central Ohio Solid Waste Management District (Continued)

funding for the District was contributed by each county based on its population compared to the total population of all participating counties. For Union County, this represented 10 percent of total contributions. It is the intent of the District to be totally self-supporting and not require any funding from the participating counties. In 2006, no contribution was required of Union County. Allen County, being the largest of the six counties, is the fiscal agent of the District. Additional information may be obtained by writing to the North Central Ohio Solid Waste Management District, Suite 301, 212 N. Elizabeth St., Lima, Ohio 45801.

C. LUC Regional Planning Commission

Union County participates in the LUC Regional Planning Commission which is a statutorily created political subdivision of the State. The Commission is jointly governed among Logan, Union and Champaign Counties, and the cities of Bellefontaine, Marysville, and Urbana. Each member's control over the operation of the Commission is limited to its representation on the board. The Commission makes studies, maps, plans, recommendations and reports concerning the physical, environmental, social, economic and governmental characteristics, functions and services of the entities involved. In 2006, Union County contributed \$31,214. Additional information may be obtained by writing to the LUC Regional Planning Commission, P.O. Box 141, East Liberty, Ohio 43319.

D. Marysville/Union County Joint Recreation District

The Marysville/Union County Joint Recreation District is a jointly governed organization involving Union County, the City of Marysville and Paris Township. The District was established for the purpose of acquiring, developing, operating and maintaining a sports complex and bicycle/walking trail in Union County. The District's board of trustees consists of seven members, three appointed by the County Commissioners, three appointed by the Mayor of Marysville, and one appointed by the Paris Township Trustees. Each entity's ability to influence the operations of the District is limited to their representation on the board of trustees. In 2006, Union County contributed \$35,000 to the District's operations. Additional information may be obtained by writing to the Marysville/Union County Joint Recreation District, 125 E. 6th Street, Marysville, Ohio 43040.

E. Tri-County Corrections Board

The Tri-County Corrections Board is a joint venture for the establishment of a central jail facility for the use of Champaign, Madison, and Union Counties. The operation of the jail is controlled by a joint board whose membership consists of the sheriff, one judge, and one commissioner from each of the participating counties. Each county's ability to influence the operations of the jail is limited to their representation on the board. Champaign County has been appointed the fiscal agent for the joint venture. In 2006, Union County contributed \$1,121,416. Additional information may be obtained by writing to the Tri-County Corrections Board, 1512 U.S. Rt. 68, Urbana, Ohio 43078.

NOTE 25- INVESTMENTS IN JOINT VENTURES:

A. Health Partners, Ltd.

During 1996, the Hospital and two other area health care entities formed Health Partners, Ltd. of which the Hospital has a 33 1/3% ownership interest. This corporation was formed to provide management services to the clinic of a major area corporation. In 1996, the Hospital contributed \$100,000 to Health Partners through

UNION COUNTY, OHIO
Notes to the Basic Financial Statements
For the Year Ended December 31, 2006

NOTE 25- INVESTMENTS IN JOINT VENTURES: (Continued)

A. Health Partners, Ltd. (Continued)

UCHA. During 2006 and 2005, the Hospital received distributions from Health Partners totaling \$125,531 and \$100,678 respectively. Additional information may be obtained by writing to Health Partners, Ltd., 19900 St. Rt. 739, Marysville, Ohio 43040.

B. Quantum Health.

During 1997, the Hospital entered into a partnership with Quantum Health and area physicians to build a local healthcare network. The purpose of the network was to allow physicians and the hospital to keep and retain Union County patients within the community and not see them access services in a different setting. The Hospital has a 25 percent ownership interest and received distributions of \$2,185 and \$4,809 during 2006 and 2005 respectively. This partnership was dissolved in March 2006.

C. MPI Real Estate.

During 2002, the Hospital and other health care entities formed MPI Real Estate, LLC, of which the Hospital has a 20 percent ownership interest. The organization was formed to promote health care and physician services and to own, lease, operate and provide health care facilities for the promotion of health in the area serviced. During 2002, the Hospital contributed \$50,000 to this operation. During 2006 and 2005, the Hospital received distributions from MPI Real Estate of \$2,500 and \$7,500 respectively. This partnership was dissolved in March 2007.

D. Marysville Ohio Surgery Center, LLC.

During 2003, the Hospital and other area health providers formed Marysville Ohio Surgery Center, LLC, of which the Hospital has a 22.47 percent ownership interest. The organization was formed to promote health care and provide outpatient surgical services in the area serviced. During 2003, the Hospital contributed \$159,000 through UCHA. The Hospital received \$110,353 and \$-0- distributions in 2006 and 2005 respectively.

E. Marysville Ohio Medical Properties, LLC.

During 2004, the Hospital and other area health providers formed Marysville Ohio Medical Properties, LLC, of which the Hospital has a 25 percent ownership interest. The organization was formed as the property owner for the Marysville Ohio Surgery Center facility. During 2003, the Hospital contributed \$130,000 through UCHA. During 2006 and 2005, the Hospital received \$36,395 and \$40,698 respectively.

NOTE 26- INSURANCE PURCHASING POOL:

A. The County Risk Sharing Authority, Inc.

The County Risk Sharing Authority, Inc., (CORSA) is an Ohio not-for-profit corporation established by forty-six counties for establishing the CORSA Insurance/Self-Insurance Program, a group primary and excess insurance/self-insurance and risk management programs. Member counties agree to jointly participate in coverage of losses and pay all contributions necessary for the specified insurance coverage provided by CORSA. Each member county has one vote on all matters requiring a vote, to be cast by a designated representative. The affairs of CORSA 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

UNION COUNTY, OHIO
Notes to the Basic Financial Statements
For the Year Ended December 31, 2006

NOTE 26- INSURANCE PURCHASING POOL:- CONTINUED

A. The County Risk Sharing Authority, Inc.- (Continued)

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.

B. The County Commissioners Association of Ohio Service Corporation.

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 of Ohio 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.

C. County Employee Benefits Consortium of Ohio.

The County participates with the County Employee Benefits Consortium of Ohio, Inc. (CEBCO), an Ohio not-for-profit corporation with membership open to Ohio political subdivisions to collectively pool resources to purchase employee benefits. The County pays, on a monthly basis, the annual actuarially determined funding rate. Components of the funding rate include the claims fund contribution, incurred but not reported claims, a claim contingency reserve fund, as well as the fixed costs of the consortium.

The business and affairs of the consortium are managed by a board of not less than nine or more than fifteen directors that exercise all powers of the consortium. Two thirds of the directors are County Commissioners of member Counties and one third are employees of the member Counties. Each member of the consortium is entitled to one vote. At all times, one director is required to be a member of the board of directors of the CCAO and another is required to be a board member of the County Risk Sharing Authority, Inc. (CORSA)

NOTE 27 - CONTINGENT LIABILITIES:

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. Several other claims and lawsuits are pending against the County. In the opinion of the County Prosecuting Attorney, any potential liability would not have a material effect on the financial statements. Union County Memorial Hospital is involved in various lawsuits and claims that arise in the normal course of business. In the opinion of management, these claims, individually and in aggregate, are not expected to result in a material adverse effect on the Hospital's financial position or results.

UNION COUNTY, OHIO
Notes to the Basic Financial Statements
For the Year Ended December 31, 2006

NOTE 27 - CONTINGENT LIABILITIES: - CONTINUED

Reimbursement for Medicare or Medicaid patients is subject to audit and final settlements by the respective intermediaries. Although these audits may result in some changes in these amounts, they are not expected to have a material effect on the financial statements.

NOTE 28 – SALES AGREEMENT / SPECIAL ITEMS:

On December 19, 2005, the County entered into an agreement for the sale to the City of Marysville (City) of the total water enterprise and the largest portion of the sewer enterprise extending east along Industrial Parkway. The closing of this sale transaction occurred at 7:01 AM on January 31, 2006.

The sale included all real and personal assets owned by the County and used in connection with the ownership and operation of the infrastructure as described in the preceding paragraph. Included in the sale is all equipment, appliances materials, supplies buildings, structures, improvements, sewers, manholes, pumping stations, waterlines, water towers, and fixtures related to or used in connection with the infrastructure. Cash and cash equivalents are not included in the sale. All “rights of way”, “contracts”, and files, records, and data relating to the enterprises is also included in the sale. All assets were sold “as is, where is”, and no liabilities except the OPWC debt were forwarded to the City.

The purchase price received by the County was \$4,035,000, the same amount as the face value of the outstanding debt. There was also Ohio Public Works debt that the OPWC transferred the balance to the City. All assets sold were removed from the capital assets at net book value with a gain or loss booked to the non-major proprietary funds.

NOTE 29 - INTERFUND LOANS RECEIVABLE/PAYABLE

Interfund loans receivable/payable consisted of the following at December 31, 2006, as reported on the fund statements:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General	Nonmajor governmental	\$ 8,000

The interfund receivable in the general fund represents monies advanced to cover costs in the VAWA Grant Fund (a nonmajor governmental fund) where revenues were not received by December 31. This interfund balance will be repaid once the anticipated revenues are received.

Interfund loans receivable/payable between governmental funds are eliminated for reporting on the statement of net assets.

NOTE 30 - SUBSEQUENT EVENT:

On April 9, 2007, the Union County Commissioners approved the issuance of bonds by UCO Industries, Inc. not to exceed \$2,600,000 for the purpose of acquiring a new facility.

On April 10, 2007, the Hospital issued General Obligation bonds of \$9,750,000 to advance refund most of the 2003 bonds as well as eliminate the 2006 notes and generate \$1,825,000 of new project capital.

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UNION COUNTY, OHIO

Required Supplementary Information

*Condition Assessment of the County's Infrastructure
Reported Under the Modified Approach
December 31, 2006
(unaudited)*

The County reports its roads and bridges infrastructure assets using the modified approach. The following disclosures pertain to the condition assessment and budgeted versus actual expenditure in 2006 for the preservation of these assets.

The Union County Engineer has implemented a ten year program for road repairs and improvements. The plan changes based upon condition inspections, repair and improvement needs, and budget constraints. Factors considered when evaluating a roadway include time since last surface maintenance, current pavement condition, current and future traffic volume, traffic type, pavement width, geometrics, etc. A general overall pavement condition rating is assigned to sections of roadways as a result of annual visual observations. A numerical rating ranging from 0 to 9 is assigned, with 0 being the lowest ranking and 9 being the highest. The practice of the Union County Engineer is to maintain at least 75 % of the mileage of the county highway system at an appraisal rating of 5 or more. The most recent assessment found that 93 percent of the County roads have a numerical rating of 5 or higher.

Each bridge is evaluated annually based on state law and in accordance with Ohio Department of Transportation (ODOT) requirements. Each bridge is given an ODOT sufficiency rating based upon bridge inspection rating factors. The practice of the Union County Engineer is to maintain a bridge system in the County where at least 85 % of the structures have a bridge appraisal rating of 5 or more. The most recent inspections found that 97 percent of the County bridges have a numerical rating of 5 or higher.

The general overall ratings for roads and ODOT sufficiency ratings for bridges are as follows:

<u>Condition</u>	<u>Rating</u>
Failed	0
"Imminent" Failure	1
Critical	2
Serious	3
Poor	4
Fair	5
Satisfactory	6
Good	7
Very Good	8
Excellent	9

UNION COUNTY, OHIO

Required Supplementary Information

*Condition Assessment of the County's Infrastructure
Reported Under the Modified Approach
December 31, 2006
(unaudited)*

The following summarizes the overall ratings as of December 31, 2006

	2004		2005		2006	
	Centerline Miles	%	Centerline Miles	%	Centerline Miles	%
Condition Assessment of Fair or Better	413	88%	434	93%	438	93%
Condition Assessment of Less than Fair	56	12%	35	7%	31	7%

	2004		2005		2006	
	Bridges	%	Bridges	%	Bridges	%
Condition Assessment of Fair or Better	305	95%	307	96%	310	97%
Condition Assessment of Less than Fair	16	5%	14	4%	11	3%

The Following is a comparison of the County Budgeted and Actual Expenditures for roads and bridges.

Year	Budgeted Expenditures	Actual Expenditures	Difference
2006	\$ 7,463,784	\$ 7,379,103	\$ 84,681
2005	\$ 5,516,054	\$ 4,875,274	\$ 640,780
2004	\$ 5,344,700	\$ 4,908,794	\$ 435,906

UNION 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*

	Original	Final	Actual	Variance With Final Budget Over (Under)
Revenues:				
Property Taxes	\$ 3,515,702	\$ 3,515,702	\$ 3,904,562	\$ 388,860
Sales Taxes	6,694,400	7,094,400	7,153,925	59,525
Charges for Services	2,687,050	2,694,450	2,890,691	196,241
Licenses and Permits	3,300	3,300	2,957	(343)
Fines and Forfeitures	83,000	83,000	102,558	19,558
Rental Income	125,500	280,500	430,281	149,781
Intergovernmental	2,571,376	2,575,176	2,435,339	(139,837)
Investment Income	829,000	829,000	1,416,200	587,200
Other	227,419	279,529	424,551	145,022
<i>Total Revenues</i>	<u>16,736,747</u>	<u>17,355,057</u>	<u>18,761,064</u>	<u>1,406,007</u>
Expenditures:				
General Government - Legislative & Executive Commissioners				
Personal Services	240,357	240,357	239,956	401
Supplies	5,020	5,020	2,816	2,204
Contractual Services	537,043	554,913	546,280	8,633
Other	69,641	69,641	57,914	11,727
Environmental Engineer				
Personal Services	50,605	50,605	48,127	2,478
Other	3,000	3,000	-	3,000
Auditor				
Personal Services	267,604	267,604	258,856	8,748
Supplies	24,700	24,700	17,548	7,152
Contractual Services	34,300	34,300	9,770	24,530
Other	6,575	6,400	4,738	1,662
Treasurer				
Personal Services	127,726	127,726	126,325	1,401
Supplies	25,920	28,716	28,716	-
Contractual Services	6,250	5,850	5,742	108
Other	2,151	2,151	1,853	298
Prosecutor				
Personal Services	355,186	354,386	351,695	2,691
Supplies	9,000	9,000	8,967	33
Contractual Services	34,000	34,000	29,733	4,267
Other	139,524	140,324	140,317	7
Fringe Benefits	1,000	10,686	9,686	1,000
Risk Management				
Personal Services	92,000	92,000	91,215	785
Supplies	11,294	11,215	10,473	742
Contractual Services	20,000	20,000	12,404	7,596
Capital Outlay	27,922	27,833	12,153	15,680
Other	187,807	225,278	105,544	119,734
Data Processing				
Personal Services	108,000	108,000	107,031	969
Supplies	3,500	3,500	2,804	696
Contractual Services	203,203	203,000	133,164	69,836
Fringe Benefits	1,500	1,500	856	644

Continued

UNION COUNTY, OHIO

*Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
General Fund (continued)
FOR THE YEAR ENDED DECEMBER 31, 2006*

	Original	Final	Actual	Variance With Final Budget Over (Under)
Board of Elections				
Personal Services	211,664	226,532	226,470	62
Supplies	23,184	28,028	28,028	-
Contractual Services	30,000	28,142	28,142	-
Capital Outlay	15,000	282	282	-
Other	445,395	457,681	457,662	19
Recorder				
Personal Services	156,840	157,440	157,172	268
Supplies	11,020	10,400	6,810	3,590
Contractual Services	4,000	4,000	2,986	1,014
Other	3,000	3,000	1,970	1,030
Maintenance & Operations				
Personal Services	457,058	457,058	436,691	20,367
Supplies	100,459	98,139	79,453	18,686
Contractual Services	1,520,715	1,527,930	1,298,864	229,066
Other	4,500	4,500	250	4,250
Fringe Benefits	-	88	88	-
Board of Revisions				
Other	300	300	-	300
Capital Improvements				
Contract Service	563,455	563,455	332,018	231,437
Assessing Property Taxes				
Personal Services	52,000	52,000	51,538	462
Other Expenses	84,574	84,574	84,574	-
Insurance & Bonds				
Contractual Services	250,000	250,000	204,469	45,531
Other	10,000	10,000	278	9,722
Bureau of Inspection				
Contractual Services	73,700	73,700	67,246	6,454
County Planning Commission				
Other	13,000	13,000	11,357	1,643
Fringe Benefits				
Group Liability Insurance	930,000	969,835	969,707	128
Public Employees Retirement	912,744	912,744	886,532	26,212
Medicare	88,710	88,710	73,853	14,857
Workers Compensation	127,419	127,419	111,800	15,619
Retirement buyout	30,000	30,000	-	30,000
Equipment				
Capital Outlay	471,975	574,141	508,100	66,041
Total General Government- Legislative and Executive	<u>9,185,540</u>	<u>9,414,803</u>	<u>8,391,023</u>	<u>1,023,780</u>

Continued

UNION COUNTY, OHIO

Schedule of Revenues, Expenditures, and Changes in Fund Balance

Budget (Non-GAAP Basis) and Actual

General Fund (continued)

FOR THE YEAR ENDED DECEMBER 31, 2006

	Original	Final	Actual	Variance With Final Budget Over (Under)
General Government - Judicial				
Common Pleas Court				
Personal Services	184,335	184,335	178,531	5,804
Supplies	21,091	25,076	24,221	855
Contractual Services	49,275	59,180	56,924	2,256
Capital Outlay	137	217	217	-
Other	133,863	128,983	119,703	9,280
Juvenile Court				
Personal Services	326,898	326,898	324,230	2,668
Contractual Services	27,200	29,900	25,591	4,309
Other	5,000	3,500	2,701	799
Fringe Benefits	2,900	2,900	-	2,900
Probate Court				
Personal Services	128,016	128,016	124,636	3,380
Supplies	21,000	22,000	21,157	843
Contractual Services	15,300	13,100	8,505	4,595
Other	1,700	1,700	893	807
Clerk of Courts				
Personal Services	235,423	235,423	233,766	1,657
Supplies	47,006	47,006	47,006	-
Contractual Services	23,236	23,187	22,738	449
Other	3,049	3,049	3,025	24
Public Defender				
Contractual Services	382,850	397,850	388,862	8,988
Other	570	1,517	1,387	130
Law Library				
Contractual Services	41,366	41,366	41,166	200
Other	3,300	3,300	2,593	707
District Court of Appeals				
Personal Services	1,000	1,000	-	1,000
Other	14,000	14,000	12,207	1,793
Jury Commission				
Personal Services	720	720	720	-
Supplies	1,000	1,000	393	607
County Court				
Personal Services	70,250	70,250	60,277	9,973
Contractual Services	9,000	9,000	3,020	5,980
Juvenile Probation				
Personal Services	86,523	86,523	86,410	113
Other	10,000	10,000	9,241	759
Total General Government - Judicial	<u>1,846,008</u>	<u>1,870,996</u>	<u>1,800,120</u>	<u>70,876</u>

Continued

UNION COUNTY, OHIO

*Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
General Fund (continued)
FOR THE YEAR ENDED DECEMBER 31, 2006*

	Original	Final	Actual	Variance With Final Budget Over (Under)
Public Safety				
Coroner				
Personal Services	40,680	40,680	37,386	3,294
Supplies	3,000	3,000	669	2,331
Contractual Services	42,000	42,000	29,014	12,986
Capital Outlay	3,500	3,500	969	2,531
Other	9,500	9,500	8,520	980
Sheriff				
Personal Services	2,930,917	2,796,599	2,757,430	39,169
Supplies	232,009	234,296	228,802	5,494
Contractual Services	1,447,400	1,445,956	1,426,049	19,907
Other	149,814	159,867	154,686	5,181
Fringe Benefits	3,000	-	-	-
Pursuit / Sheriff				
Other	10,868	15,315	13,988	1,327
Detention Home				
Contractual Services	547,381	561,109	561,109	-
Total Public Safety	5,420,069	5,311,822	5,218,622	93,200
Public Works				
Engineer				
Personal Services	112,476	112,476	112,362	114
Contractual Services	7,300	7,292	7,125	167
Total Public Works	119,776	119,768	119,487	281
Health				
Agriculture				
Contractual Services	1,200	1,200	1,200	-
Other	540	540	-	540
Humane Society				
Other	53,000	53,000	53,000	-
Other Health				
Crippled Children contractual svc.	50,000	50,000	21,030	28,970
Senior Outreach contractual svc.	62,500	62,500	62,500	-
Council on Aging	66,000	66,000	66,000	-
Health Fair/Wellness Claims	11,364	11,364	8,609	2,755
Other	2,000	2,000	939	1,061
Total Health	246,604	246,604	213,278	33,326
Human Services				
Veterans Services				
Personal Services	137,197	137,197	128,101	9,096
Supplies	13,000	13,000	8,937	4,063
Contractual Services	114,020	108,589	65,308	43,281
Other	239,253	238,851	109,892	128,959
Capital Outlay	29,000	29,000	2,631	26,369
Children's Services				
Children's Trust - Other	8,500	8,500	-	8,500
Children / Families First - Other	14,000	14,000	14,000	-
Juvenile Rehab / Treatment - Other	170,000	224,000	224,000	-

Continued

UNION COUNTY, OHIO

*Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
General Fund (continued)
FOR THE YEAR ENDED DECEMBER 31, 2006*

	Original	Final	Actual	Variance With Final Budget Over (Under)
Human Services (continued)				
Other Services				
Victims of Crimes	20,000	20,000	20,000	-
ABLE	41,147	41,147	41,147	-
Transportation	28,500	78,500	78,500	-
Cultural Arts	5,000	5,000	-	5,000
Public Assistance				
Other	911,074	1,041,074	1,037,083	3,991
Total Human Services	<u>1,730,691</u>	<u>1,958,858</u>	<u>1,729,599</u>	<u>229,259</u>
Economic Development				
Contractual Services-CIC	-	15,000	15,000	-
Contractual Services- Director	124,183	124,183	124,183	-
Contractual Services-Airport	78,400	78,400	78,400	-
Total Economic Development	<u>202,583</u>	<u>217,583</u>	<u>217,583</u>	<u>-</u>
Other				
Agriculture				
Other	269,687	269,687	269,687	-
Conservation & Recreation				
Other	240,500	243,500	235,625	7,875
Historical Society				
Other	20,000	50,000	50,000	-
Miscellaneous				
Other	570,482	104,512	7,045	97,467
Total Other	<u>1,100,669</u>	<u>667,699</u>	<u>562,357</u>	<u>105,342</u>
<i>Total Expenditures</i>	<u>19,851,940</u>	<u>19,808,133</u>	<u>18,252,069</u>	<u>1,556,064</u>
Excess of Revenues Over (Under) Expenditures	<u>(3,115,193)</u>	<u>(2,453,076)</u>	<u>508,995</u>	<u>2,962,071</u>
Other Financing Sources (Uses)				
Operating Advance - Out	-	-	(8,000)	(8,000)
Operating Transfers - In	-	-	22,650	22,650
Operating Transfers - Out	(748,638)	(748,638)	(748,638)	-
Sales of Capital Assets	468,000	468,000	537,301	69,301
<i>Total Other Financing Sources (Uses)</i>	<u>(280,638)</u>	<u>(280,638)</u>	<u>(196,687)</u>	<u>83,951</u>
<i>Net Change in Fund Balance</i>	<u>(3,395,831)</u>	<u>(2,733,714)</u>	<u>312,308</u>	<u>3,046,022</u>
<i>Fund Balance Beginning of Year</i>	3,841,280	3,841,280	3,841,280	-
Prior encumbrances Appropriated	<u>367,639</u>	<u>367,639</u>	<u>367,639</u>	<u>-</u>
<i>Fund Balance End of Year</i>	<u>\$ 813,088</u>	<u>\$ 1,475,205</u>	<u>\$ 4,521,227</u>	<u>\$ 3,046,022</u>

UNION COUNTY, OHIO

*Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
MRDD
For the Year Ended December 31, 2006*

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	Variance With Final Budget Over (Under)
<u>REVENUES:</u>				
Taxes	\$5,573,206	\$5,573,206	\$6,286,868	\$713,662
Intergovernmental	1,896,527	1,896,527	1,908,942	12,415
Other	136,000	136,000	145,023	9,023
Total Revenues	<u>7,605,733</u>	<u>7,605,733</u>	<u>8,340,833</u>	<u>735,100</u>
<u>EXPENDITURES:</u>				
Current:				
General Government:				
Human Services				
Personal Services	3,178,561	3,178,561	2,990,024	188,537
Contractual Services	3,602,559	3,594,951	3,082,631	512,320
Materials/Supplies	63,287	62,091	56,598	5,493
Capital Outlay	113,558	115,205	87,845	27,360
Other	3,109,399	3,149,272	275,414	2,873,858
Fringe Benefits	579,334	579,334	535,620	43,714
<i>Total human services</i>	<u>10,646,698</u>	<u>10,679,414</u>	<u>7,028,132</u>	<u>3,651,282</u>
Total Expenditures	10,646,698	10,679,414	7,028,132	3,651,282
Excess of Revenues Over (Under) Expenditures	(3,040,965)	(3,073,681)	1,312,701	4,386,382
<u>OTHER FINANCING SOURCES (USES):</u>				
Transfers - In	0	0	63,255	63,255
Transfers - Out	(275,000)	(298,810)	(61,010)	237,800
Total Other Financing Sources (Uses)	<u>(275,000)</u>	<u>(298,810)</u>	<u>2,245</u>	<u>301,055</u>
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(3,315,965)	(3,372,491)	1,314,946	4,687,437
Fund Balance, January 1	5,114,845	5,114,845	5,114,845	0
Prior year encumbrances appropriated	91,122	91,122	91,122	0
Fund Balance, December 31	<u><u>\$1,890,002</u></u>	<u><u>\$1,833,476</u></u>	<u><u>\$6,520,913</u></u>	<u><u>\$4,687,437</u></u>

UNION COUNTY, OHIO

Nonmajor Governmental Funds – Fund Descriptions

Nonmajor Special Revenue Funds

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

Real Estate Assessment Fund: To account for state mandated county-wide real estate reappraisals that are funded by charges to the County's political subdivisions.

Computerized Legal Research Fund: To account for filing fees collected by the Courts used for legal research computerization.

Revolving Loan Fund: To account for loans made by the County to local business and subsequent repayment of these loans.

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

Treasurer Prepaid Interest Fund: To account for interest earned from real estate tax prepayments to be used for the tax repayment program.

Federal Chip Fund: To account for grant revenues and distribution for this home repair program.

Court Security Grant: To account for funds used to strengthen and enhance security in the courthouse.

Probate Court Conduct of Business Fund: To account for the fees assessed on marriage licenses pursuant to Section 2101.19(A) of the Ohio Revised Code. This fund is used by the Probate court to pay for costs incurred by the court.

Indigent Guardianship Fund: To account for probate court fees charged according to Section 2101.16(B) of the Ohio Revised Code. These monies are used for attorney fees, evaluations, and investigation expenditures related to indigent individuals.

Probate / Juvenile Special Projects Fund: To account for fees collected by the Probate and Juvenile Courts used for special projects.

Clerk of Courts Computerization Fund: To account for fees collected by the Clerk of Courts used for computerization of the Court System

Probate and Juvenile Court Computerization Fund: To account for fees collected by the Probate and Juvenile Courts used for computerization.

Probate and Juvenile Court Computer Research Fund: To account for fees collected by the Probate and Juvenile Courts used for legal research computerization.

Juvenile Court Indigent Offenders Fund: To account for state monies used for the treatment and rehabilitation of indigent offenders.

Certificate Title Administration Fund: To account for fees collected by the Clerk of Courts. These monies are used for costs associated with the processing of titles

UNION COUNTY, OHIO

Nonmajor Special Revenue Funds (continued)

Economic Development Fund: To account for Joint revenues between the County and the City of Marysville to maintain a director of Economic Development.

Convention and Tourist Bureau Fund: To account for monies collected and distributed related to the “County Bed Tax”.

Driving Under Influence Fund (DUI): To account for fines collected through the courts from offenders operating motor vehicles under the influence of alcohol or drugs. These monies are used for enforcement and education programs.

Sheriff CCW Rotary Fund: To account for the collection and distribution of fees associated with the issuance of concealed handgun licenses.

Sheriff Policing Rotary Fund: To account for contract fees collected for services which include patrols, dispatching, and the shooting range.

Dare Community Education Fund: To account for grants, fundraising and expenditure activity for various education projects including DARE and Safety Town.

Youth Services Subsidy Fund: To account for state grant monies received from the Ohio Department of Youth Services and used for placement of children, diversion program-juvenile delinquency prevention, and other related activities.

9-1-1 Emergency Fund: To account for the 9-1-1 emergency phone system for the County, funded by a county-wide property tax.

Local Emergency Planning Fund: To account for state monies and local revenues used to operate the County emergency program and increase community awareness of emergency plans.

Juvenile Tobacco: To account for revenues and expenditures with the Juvenile Court smoking cessation program.

Law Enforcement Memorial Fund: To account for contribution and grant money received for the construction of a Union County Law Enforcement Memorial.

Juvenile Special Projects: To account for court costs collected and expenditure activity for various court projects as determined necessary by the court.

Motor Vehicle and Gasoline Tax Fund: To account for revenues derived from the sale of motor vehicle licenses, gasoline taxes, and interest. Expenditures are restricted by state law to county road and bridge repair/improvement programs.

Road and Bridge Fund: To account for revenues derived from court fines. Monies are used for a law enforcement officer’s salary, scales, fleet insurance, and traffic control signs.

Ditch Rotary Fund: To pay for equipment, materials, and labor related to the general maintenance of water courses within the county.

UNION COUNTY, OHIO

Nonmajor Special Revenue Funds (continued)

Ditch Maintenance Fund: To account for special assessment revenues which are used to provide irrigation ditches and maintain existing ditches.

Dog and Kennel Fund: To account for the dog warden's operation that is financed by sales of dog tags and kennel permits, and fine collections.

Alcohol, Drug and Mental Health (ADAMH): To account for a county-wide property tax levy and federal and state grants used to fund the costs of various services related to alcohol and drug dependencies and mental health consultation and support.

Preschool Grant Fund: To account for grant expenses associated with preschool for the mentally retarded.

Community Support Services Fund: To account for grant revenue of ODMH and HUD funds and all related expenses. This fund also contains activity related to the Wings Enrichment Center and housing rentals for the disabled

Public Assistance Fund: To account for various federal and state grants as well as transfers from the General fund used to provide public assistance to general relief recipients and for certain public social services.

Coordination Transportation: To provide transportation services to seniors or disadvantaged citizens.

Child Support Enforcement Agency Fund (CSEA): To account for poundage fees on child support payments and other local, state, and federal revenues used to administer the County Child Support Enforcement Agency.

Children Services Fund: To account for various monies received from federal, state, and local grants used for children's support programs, including: emergency care, medical costs, counseling, foster care, parental counseling and training and education costs.

Adult Basic Literacy Education Grant Fund (ABLE): To account for state and federal grants and local revenues used to pay for adult basic literacy education.

Union County Council on Aging: To account for revenues and expenditures related to the newly created Council on Aging.

Workplace Investment Act Fund: To account for revenues and expenditures associated with the Workforce Investment Act of 1998. This was included in the Public Assistance fund prior to 2004.

Collaborative Family Risk Fund: To account for revenues and expenditures associated with FFT and MST programs.

Other special Revenue Funds - smaller special revenue funds operated by the County and subsidized in part by local, state, and federal funds as well as miscellaneous sources. These funds are listed as follows:

WWII Memorial Fund	Grant Mediation
Dispute Resolution	Forfeitures
Prison / Jail Diversion	VOCA Grant
VAWA Grant	

UNION COUNTY, OHIO

Nonmajor Debt Service Funds

The debt service funds are used to account for the accumulation of resources for, and the payment of, general long-term debt principal and interest.

Bond Retirement Fund: To account for the retirement of debt.

Sales Tax Debt Fund: To account for activity related to debt issued specifically for construction of a new sheriff's facility and Renovation of the London Avenue property. The County's permissive sales tax supports repayment of this debt.

Nonmajor Capital Projects Funds

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

Capital Improvements: To account for various capital improvements to County facilities and other assets.

Federal Grant Fund and Recapture CDBG: To account for federal grant monies received for payments to individuals/companies for community development block grant capital projects.

Ditch Construction Fund: To account for special assessments and/or note proceeds used for activities related to the construction of ditches.

MRDD Capital Fund: To account for various capital improvements at the MRDD school and workshop.

Sheriff's Facility Construction: To account for various capital improvements to Sheriff Facilities and other assets.

Ag Center: To account for building renovation costs.

Courthouse Renovation Fund: To account for the proceeds of bonds and/or notes used to remodel and repair the Courthouse.

London Avenue Government Building: To account for funds used to purchase and refurbish an office building.

Main Street Building: To account for funds used to purchase and remodel the Heilig-Myers building.

Capital Projects Issue II: To account for funds received for Issue II certified projects.

Union County, Ohio

*Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2006*

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Assets				
Equity in Pooled Cash and Equivalents..	\$ 5,329,976	\$ 147,595	\$ 912,312	\$ 6,389,883
Cash and Cash Equivalents:				
In Segregated Accounts.....	26,269	-	519,657	545,926
Material and Supplies Inventory.....	4,957	-	-	4,957
Accounts Receivable.....	70,480	-	-	70,480
Intergovernmental Receivable.....	3,777,212	-	934,767	4,711,979
Prepaid Items.....	73,075	-	-	73,075
Interest Receivable.....	2,040	-	760	2,800
Property Taxes Receivable.....	1,110,000	-	-	1,110,000
Total Assets	\$ 10,394,009	\$ 147,595	\$ 2,367,496	\$ 12,909,100
Liabilities				
Accounts Payable.....	\$ 509,693	\$ -	\$ 934,767	\$ 1,444,460
Wages Payable.....	196,889	-	-	196,889
Intergovernmental Payable.....	199,082	-	-	199,082
Unearned Revenue.....	3,831,326	-	-	3,831,326
Interfund Payable.....	8,000	-	-	8,000
Total Liabilities	4,744,990	-	934,767	5,679,757
Fund Balances				
Reserved for Encumbrances.....	524,991	-	129,313	654,304
Reserved for Prepayments.....	73,075	-	-	73,075
Reserved for Debt Service.....	-	147,595	-	147,595
Reserved for Inventory.....	4,957	-	-	4,957
Unreserved, Undesignated, Reported in:				
Special Revenue Funds.....	5,045,996	-	-	5,045,996
Capital Projects Funds.....	-	-	1,303,416	1,303,416
Total Fund Balances	5,649,019	147,595	1,432,729	7,229,343
Total Liabilities and Fund Balances	\$ 10,394,009	\$ 147,595	\$ 2,367,496	\$ 12,909,100

Union 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 Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Revenues:				
Property Taxes.....	\$ 968,844	\$ -	\$ -	\$ 968,844
Charges For Services.....	2,720,826	-	-	2,720,826
Licenses and Permits.....	92,915	-	-	92,915
Fines and Forfeitures.....	60,604	-	-	60,604
Intergovernmental.....	14,571,292	-	2,582,202	17,153,494
Special Assessments.....	88,551	-	-	88,551
Interest.....	90,877	-	30,382	121,259
Other - Rent.....	91,425	-	-	91,425
Other.....	718,291	126,427	6,030	850,748
Total Revenues.....	19,403,625	126,427	2,618,614	22,148,666
Expenditures:				
Current:				
General Government:				
Legislative and Executive.....	3,660,536	-	518,976	4,179,512
Judicial.....	207,312	-	-	207,312
Public Safety.....	1,257,036	-	9,878	1,266,914
Public Works.....	4,396,318	-	2,464,802	6,861,120
Health.....	3,677,902	-	-	3,677,902
Human Services.....	5,518,116	-	458	5,518,574
Economic Development.....	88,322	-	-	88,322
Other.....	104,464	350	-	104,814
Capital Outlay.....	-	-	45,914	45,914
Debt Service:				
Principal Retirement.....	16,771	595,000	-	611,771
Interest and Fiscal Charges.....	5,561	376,562	-	382,123
Total Expenditures.....	18,932,338	971,912	3,040,028	22,944,278
Excess of Revenues Over (Under) Expenditures.....	471,287	(845,485)	(421,414)	(795,612)
Other Financing Sources (Uses):				
Transfers In.....	45,647	856,931	3,657	906,235
Transfers Out.....	(147,174)	-	(35,318)	(182,492)
Total Other Financing Sources (Uses)....	(101,527)	856,931	(31,661)	723,743
Net Change in Fund Balances.....	369,760	11,446	(453,075)	(71,869)
Fund Balances Beginning of Year	5,276,168	136,149	1,885,804	7,298,121
Increase (Decrease) in Reserve for Inventory	3,091	-	-	3,091
Fund Balances End of Year.....	\$ 5,649,019	\$ 147,595	\$ 1,432,729	\$ 7,229,343

Union County, Ohio

*Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2006*

	Real Estate Assessment	Computer Legal Research Service	Delinquent Real Estate Tax Collection	Treasurer Prepaid Interest	Federal Chip
<u>ASSETS:</u>					
Equity In Pooled Cash and Cash Equivalents	\$ 647,036	\$ 23,479	\$ 212,220	\$ 50,863	\$ 66,817
Cash In Segregated Accounts	-	-	-	-	-
Materials & Supplies Inventory	-	-	-	-	-
Accounts Receivable	-	200	-	-	500
Intergovernmental Receivable	-	-	-	-	-
Prepaid Items	3,521	-	347	-	-
Interest Receivable	-	-	-	610	-
Property Taxes Receivable	-	-	-	-	-
TOTAL ASSETS	\$ 650,557	\$ 23,679	\$ 212,567	\$ 51,473	\$ 67,317
 <u>LIABILITIES:</u>					
Accounts Payable	\$ -	\$ -	\$ -	\$ 24	\$ -
Accrued Wages & Benefits Payable	8,080	-	5,404	184	-
Interfund Payable	-	-	-	-	-
Intergovernmental Payable	8,727	-	3,495	188	-
Unearned Revenue	-	-	-	-	-
TOTAL LIABILITIES	16,807	-	8,899	396	-
 <u>FUND BALANCES:</u>					
Reserved For Encumbrances	28	-	-	-	-
Reserved For Prepayments	3,521	-	347	-	-
Reserved For Inventory	-	-	-	-	-
Unreserved: Undesignated:	630,201	23,679	203,321	51,077	67,317
TOTAL FUND BALANCES	633,750	23,679	203,668	51,077	67,317
TOTAL LIABILITIES AND FUND BALANCES	\$ 650,557	\$ 23,679	\$ 212,567	\$ 51,473	\$ 67,317

<u>Probate Court Conduct Business</u>	<u>Indigent Guardianship</u>	<u>Probate Juvenile Special Project</u>	<u>Clerk Of Courts Computer</u>	<u>Probate/Juv Court Computer</u>	<u>Probate/Juv Court Computer Research</u>
\$ 1,954	\$ 2,422	\$ 7,200	\$ 74,092	\$ 13,206	\$ 5,944
-	-	-	-	-	-
-	-	-	-	-	-
20	340	160	950	750	160
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 1,974</u>	<u>\$ 2,762</u>	<u>\$ 7,360</u>	<u>\$ 75,042</u>	<u>\$ 13,956</u>	<u>\$ 6,104</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
1,974	2,762	7,360	75,042	13,956	6,104
<u>1,974</u>	<u>2,762</u>	<u>7,360</u>	<u>75,042</u>	<u>13,956</u>	<u>6,104</u>
<u>\$ 1,974</u>	<u>\$ 2,762</u>	<u>\$ 7,360</u>	<u>\$ 75,042</u>	<u>\$ 13,956</u>	<u>\$ 6,104</u>

CONTINUED

Union County, Ohio

*Combining Balance Sheet
Nonmajor Special Revenue Funds (continued)
December 31, 2006*

	Juvenile Court Indigent Offenders	Certificate Title Admin	Dispute Resolution	Economic Development	Convention & Tourist Bureau
<u>ASSETS:</u>					
Equity In Pooled Cash and Cash Equivalents	\$ 1,063	\$ 134,759	\$ 58,482	\$ 22,671	\$ 65,904
Cash In Segregated Accounts	-	-	-	-	-
Materials & Supplies Inventory	-	-	-	-	-
Accounts Receivable	-	14,910	-	-	-
Intergovernmental Receivable	-	-	-	-	20,640
Prepaid Items	-	394	-	-	-
Interest Receivable	-	-	60	-	-
Property Taxes Receivable	-	-	-	-	-
TOTAL ASSETS	\$ 1,063	\$ 150,063	\$ 58,542	\$ 22,671	\$ 86,544
 <u>LIABILITIES:</u>					
Accounts Payable	\$ -	\$ 736	\$ -	\$ -	\$ -
Accrued Wages & Benefits Payable	-	5,388	-	2,866	-
Interfund Payable	-	-	-	-	-
Intergovernmental Payable	-	5,619	-	2,822	-
Unearned Revenue	-	-	-	-	-
TOTAL LIABILITIES	-	11,743	-	5,688	-
 <u>FUND BALANCES:</u>					
Reserved For Encumbrances	-	3,202	-	-	-
Reserved For Prepayments	-	394	-	-	-
Reserved For Inventory	-	-	-	-	-
Unreserved: Undesignated:	1,063	134,724	58,542	16,983	86,544
TOTAL FUND BALANCES	1,063	138,320	58,542	16,983	86,544
TOTAL LIABILITIES AND FUND BALANCES	\$ 1,063	\$ 150,063	\$ 58,542	\$ 22,671	\$ 86,544

<u>DUI</u>	<u>Forfeitures</u>	<u>Sheriff CCW Rotary</u>	<u>Sheriff Policing Rotary</u>	<u>Dare Community Education</u>	<u>Youth Services Subsidy Grant</u>
\$ 15,247	\$ 2,024	\$ 12,483	\$ 70,838	\$ 79,638	\$ 214,027
26,269	-	-	-	-	-
-	-	-	-	-	-
400	-	-	1,810	-	-
-	-	-	5,360	19,820	-
-	-	-	-	8	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 41,916</u>	<u>\$ 2,024</u>	<u>\$ 12,483</u>	<u>\$ 78,008</u>	<u>\$ 99,466</u>	<u>\$ 214,027</u>
\$ -	\$ -	\$ 120	\$ 79	\$ 77	\$ 3,552
-	-	-	892	-	3,797
-	-	-	-	-	-
-	-	-	1,310	-	3,528
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>120</u>	<u>2,281</u>	<u>77</u>	<u>10,877</u>
-	-	205	4,448	1,631	-
-	-	-	-	8	-
-	-	-	-	-	-
<u>41,916</u>	<u>2,024</u>	<u>12,158</u>	<u>71,279</u>	<u>97,750</u>	<u>203,150</u>
<u>41,916</u>	<u>2,024</u>	<u>12,363</u>	<u>75,727</u>	<u>99,389</u>	<u>203,150</u>
<u>\$ 41,916</u>	<u>\$ 2,024</u>	<u>\$ 12,483</u>	<u>\$ 78,008</u>	<u>\$ 99,466</u>	<u>\$ 214,027</u>

CONTINUED

Union County, Ohio

*Combining Balance Sheet
Nonmajor Special Revenue Funds (continued)
December 31, 2006*

	911 Emergency	Local Emergency Planning	Juvenile Tobacco	Law Enforce- ment Memorial	Juvenile Special Projects
<u>ASSETS:</u>					
Equity In Pooled Cash and Cash Equivalents	\$ 486,307	\$ 50,976	\$ 455	\$ 276	\$ 25,982
Cash In Segregated Accounts	-	-	-	-	-
Materials & Supplies Inventory	-	-	-	-	-
Accounts Receivable	-	-	-	-	940
Intergovernmental Receivable	23,533	-	-	-	-
Prepaid Items	3,383	-	-	-	-
Interest Receivable	-	-	-	-	-
Property Taxes Receivable	590,000	-	-	-	-
TOTAL ASSETS	\$ 1,103,223	\$ 50,976	\$ 455	\$ 276	\$ 26,922
 <u>LIABILITIES:</u>					
Accounts Payable	\$ 56,552	\$ -	\$ -	\$ -	\$ -
Accrued Wages & Benefits Payable	13,267	180	-	-	-
Interfund Payable	-	-	-	-	-
Intergovernmental Payable	13,025	187	-	-	-
Unearned Revenue	613,533	-	-	-	-
TOTAL LIABILITIES	696,377	367	-	-	-
 <u>FUND BALANCES:</u>					
Reserved For Encumbrances	24,231	-	-	86	2,768
Reserved For Prepayments	3,383	-	-	-	-
Reserved For Inventory	-	-	-	-	-
Unreserved: Undesignated:	379,232	50,609	455	190	24,154
TOTAL FUND BALANCES	406,846	50,609	455	276	26,922
TOTAL LIABILITIES AND FUND BALANCES	\$ 1,103,223	\$ 50,976	\$ 455	\$ 276	\$ 26,922

<u>Voca Grant</u>	<u>Vawa Grant</u>	<u>Motor Vehicle/Gas Tax</u>	<u>Road & Bridge</u>	<u>Ditch Rotary</u>	<u>Ditch Maintenance</u>
\$ 32,248	\$ 726	\$ 1,483,379	\$ 55,863	\$ 11,673	\$ 249,687
-	-	-	-	-	-
243	-	-	-	-	-
-	-	-	-	-	-
-	-	2,022,027	-	-	-
16	-	2,605	-	-	-
-	-	1,370	-	-	-
-	-	-	-	-	-
<u>\$ 32,507</u>	<u>\$ 726</u>	<u>\$ 3,509,381</u>	<u>\$ 55,863</u>	<u>\$ 11,673</u>	<u>\$ 249,687</u>
\$ 186	\$ -	\$ 66,130	\$ -	\$ -	\$ -
2,210	1,236	50,748	850	-	-
-	8,000	-	-	-	-
2,766	905	53,443	890	-	-
-	-	1,696,278	-	-	-
<u>5,162</u>	<u>10,141</u>	<u>1,866,599</u>	<u>1,740</u>	<u>-</u>	<u>-</u>
-	-	482,115	-	-	-
16	-	2,605	-	-	-
243	-	-	-	-	-
<u>27,086</u>	<u>(9,415)</u>	<u>1,158,062</u>	<u>54,123</u>	<u>11,673</u>	<u>249,687</u>
<u>27,345</u>	<u>(9,415)</u>	<u>1,642,782</u>	<u>54,123</u>	<u>11,673</u>	<u>249,687</u>
<u>\$ 32,507</u>	<u>\$ 726</u>	<u>\$ 3,509,381</u>	<u>\$ 55,863</u>	<u>\$ 11,673</u>	<u>\$ 249,687</u>

CONTINUED

Union County, Ohio

*Combining Balance Sheet
Nonmajor Special Revenue Funds (continued)
December 31, 2006*

	Dog/Kennel	ADAMH	Preschool Grant	Community Support Services
<u>ASSETS:</u>				
Equity In Pooled Cash and Cash Equivalents	\$ 49,825	\$ 570,231	\$ 18,858	\$ 53,309
Cash In Segregated Accounts	-	-	-	-
Materials & Supplies Inventory	-	1,269	-	-
Accounts Receivable	30	-	-	-
Intergovernmental Receivable	-	1,497,962	-	-
Prepaid Items	-	30,524	-	23,031
Interest Receivable	-	-	-	-
Property Taxes Receivable	-	520,000	-	-
TOTAL ASSETS	\$ 49,855	\$ 2,619,986	\$ 18,858	\$ 76,340
 <u>LIABILITIES:</u>				
Accounts Payable	\$ 219	\$ 11,670	\$ -	\$ 3,897
Accrued Wages & Benefits Payable	-	8,264	-	-
Interfund Payable	-	-	-	-
Intergovernmental Payable	511	8,531	-	-
Unearned Revenue	-	1,521,515	-	-
TOTAL LIABILITIES	730	1,549,980	-	3,897
 <u>FUND BALANCES:</u>				
Reserved For Encumbrances	-	-	-	-
Reserved For Prepayments	-	30,524	-	23,031
Reserved For Inventory	-	1,269	-	-
Unreserved: Undesignated:	49,125	1,038,213	18,858	49,412
TOTAL FUND BALANCES	49,125	1,070,006	18,858	72,443
TOTAL LIABILITIES AND FUND BALANCES	\$ 49,855	\$ 2,619,986	\$ 18,858	\$ 76,340

<u>Public Assistance</u>	<u>Coordination Transportation</u>	<u>Child Support Enforcement Agency</u>	<u>Children Services</u>	<u>Adult Basic Literacy Grant</u>
\$ 50,527	\$ 33,501	\$ 47,429	\$ 115,561	\$ 21,011
-	-	-	-	-
2,979	184	-	-	-
-	37,630	11,680	-	-
152,640	-	-	34,370	-
8,945	12	-	-	279
-	-	-	-	-
-	-	-	-	-
<u>\$ 215,091</u>	<u>\$ 71,327</u>	<u>\$ 59,109</u>	<u>\$ 149,931</u>	<u>\$ 21,290</u>
\$ 179,556	\$ -	\$ 43,871	\$ 104,644	\$ 180
61,808	12,903	13,661	-	2,042
-	-	-	-	-
61,499	12,293	13,675	-	2,452
-	-	-	-	-
<u>302,863</u>	<u>25,196</u>	<u>71,207</u>	<u>104,644</u>	<u>4,674</u>
-	-	-	-	75
8,945	12	-	-	279
2,979	184	-	-	-
<u>(99,696)</u>	<u>45,935</u>	<u>(12,098)</u>	<u>45,287</u>	<u>16,262</u>
<u>(87,772)</u>	<u>46,131</u>	<u>(12,098)</u>	<u>45,287</u>	<u>16,616</u>
<u>\$ 215,091</u>	<u>\$ 71,327</u>	<u>\$ 59,109</u>	<u>\$ 149,931</u>	<u>\$ 21,290</u>

CONTINUED

Union County, Ohio

*Combining Balance Sheet
Nonmajor Special Revenue Funds (continued)
December 31, 2006*

	Council On Aging	WIA	Collaborative Family Risk	TOTAL
<u>ASSETS:</u>				
Equity In Pooled Cash and Cash Equivalents	\$ 45,663	\$ 19,900	\$ 124,220	\$ 5,329,976
Cash In Segregated Accounts	-	-	-	26,269
Materials & Supplies Inventory	282	-	-	4,957
Accounts Receivable	-	-	-	70,480
Intergovernmental Receivable	860	-	-	3,777,212
Prepaid Items	10	-	-	73,075
Interest Receivable	-	-	-	2,040
Property Taxes Receivable	-	-	-	1,110,000
TOTAL ASSETS	\$ 46,815	\$ 19,900	\$ 124,220	\$ 10,394,009
 <u>LIABILITIES:</u>				
Accounts Payable	\$ 43	\$ 60	\$ 38,097	\$ 509,693
Accrued Wages & Benefits Payable	3,109	-	-	196,889
Interfund Payable	-	-	-	8,000
Intergovernmental Payable	3,216	-	-	199,082
Unearned Revenue	-	-	-	3,831,326
TOTAL LIABILITIES	6,368	60	38,097	4,744,990
 <u>FUND BALANCES:</u>				
Reserved For Encumbrances	6,202	-	-	524,991
Reserved For Prepayments	10	-	-	73,075
Reserved For Inventory	282	-	-	4,957
Unreserved: Undesignated:	33,953	19,840	86,123	5,045,996
TOTAL FUND BALANCES	40,447	19,840	86,123	5,649,019
TOTAL LIABILITIES AND FUND BALANCES	\$ 46,815	\$ 19,900	\$ 124,220	\$ 10,394,009

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Union County, Ohio

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

	<u>Real Estate Assessment</u>	<u>Computer Legal Research Service</u>	<u>Revolving Loan</u>	<u>Delinquent Real Estate Tax Collection</u>	<u>Treasurer Prepaid Interest</u>
REVENUES:					
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Charges For Services	552,475	2,772	-	93,708	-
Licenses & Permits	115	-	-	-	-
Fines & Forfeitures	600	-	-	-	-
Intergovernmental	-	-	-	-	-
Special Assessments	-	-	-	-	-
Interest	-	-	-	-	22,076
Other Revenue - Rent	-	-	-	-	-
Other	3,364	-	-	1,829	7
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total Revenues	556,554	2,772	-	95,537	22,083
EXPENDITURES:					
Current:					
General Government:					
Legislative & Executive	576,943	-	-	107,250	6,458
Judicial	-	-	-	-	-
Public Safety	-	-	-	-	-
Public Works	-	-	-	-	-
Health	-	-	-	-	-
Human Services	-	-	-	-	-
Economic Development	-	-	-	-	-
Other	-	-	-	-	-
Debt Service					
Principal Retirement	-	-	-	-	-
Interest and Fiscal Charges	-	-	-	-	-
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Total Expenditures	576,943	-	-	107,250	6,458
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(20,389)	2,772	-	(11,713)	15,625
OTHER FINANCING SOURCES (USES):					
Transfers In	-	-	-	-	-
Transfers Out	-	-	(185)	-	-
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total Other Financing Sources (Uses)	-	-	(185)	-	-
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER FINANCING SOURCES (USES)	(20,389)	2,772	(185)	(11,713)	15,625
Fund Balances, January 1	654,139	20,907	185	215,381	35,452
Incr. (Decr.) In Inventory Reserve	-	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Fund Balances (Deficits), December 31, 2006	<u>\$ 633,750</u>	<u>\$ 23,679</u>	<u>\$ -</u>	<u>\$ 203,668</u>	<u>\$ 51,077</u>

<u>Federal Chip</u>	<u>WWII Memorial Fund</u>	<u>Court Security Grant</u>	<u>Probate Court Conduct Business</u>	<u>Indigent Guardianship</u>	<u>Probate Juvenile Special Project</u>	<u>Clerk Of Courts Computer</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	304	4,857	2,560	14,561
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
500	-	-	-	-	-	-
-	-	-	-	-	-	-
35,156	15,756	-	-	-	-	-
<u>35,656</u>	<u>15,756</u>	<u>-</u>	<u>304</u>	<u>4,857</u>	<u>2,560</u>	<u>14,561</u>
34,320	15,756	-	-	-	-	-
-	-	-	-	2,950	-	2,448
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>34,320</u>	<u>15,756</u>	<u>-</u>	<u>-</u>	<u>2,950</u>	<u>-</u>	<u>2,448</u>
1,336	-	-	304	1,907	2,560	12,113
31,661	-	-	-	-	-	-
-	-	(22,465)	-	-	-	-
<u>31,661</u>	<u>-</u>	<u>(22,465)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
32,997	-	(22,465)	304	1,907	2,560	12,113
34,320	-	22,465	1,670	855	4,800	62,929
-	-	-	-	-	-	-
<u>\$ 67,317</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,974</u>	<u>\$ 2,762</u>	<u>\$ 7,360</u>	<u>\$ 75,042</u>

CONTINUED

Union County, Ohio

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

	Probate/Juv Court Computer	Probate/Juv Court Computer Research	Juvenile Court Indigent Offenders	Certificate Title Admin	Grant Mediation
REVENUES:					
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Charges For Services	11,023	2,406	-	194,401	-
Licenses & Permits	-	-	-	-	-
Fines & Forfeitures	-	-	113	-	-
Intergovernmental	-	-	-	-	-
Special Assessments	-	-	-	-	-
Interest	-	-	-	-	-
Other Revenue - Rent	-	-	-	-	-
Other	-	-	-	1,076	-
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total Revenues	11,023	2,406	113	195,477	-
EXPENDITURES:					
Current:					
General Government:					
Legislative & Executive	-	-	-	-	-
Judicial	4,350	1,795	-	195,538	5
Public Safety	-	-	-	-	-
Public Works	-	-	-	-	-
Health	-	-	-	-	-
Human Services	-	-	-	-	-
Economic Development	-	-	-	-	-
Other	-	-	-	-	-
Debt Service					
Principal Retirement	-	-	-	-	-
Interest and Fiscal Charges	-	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total Expenditures	4,350	1,795	-	195,538	5
EXCESS OF REVENUES OVER EXPENDITURES	6,673	611	113	(61)	(5)
OTHER FINANCING SOURCES (USES):					
Transfers In	-	-	-	13,986	-
Transfers Out	-	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total Other Financing Sources (Uses)	-	-	-	13,986	-
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING SOURCES (USES)	6,673	611	113	13,925	(5)
Fund Balances, January 1	7,283	5,493	950	124,395	5
Incr. (Decr.) In Inventory Reserve	-	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Fund Balances (Deficits), December 31, 2006	\$ 13,956	\$ 6,104	\$ 1,063	\$ 138,320	\$ -

<u>Dispute Resolution</u>	<u>Economic Development</u>	<u>Convention & Tourist Bureau</u>	<u>DUI</u>	<u>Forfeitures</u>	<u>Sheriff CCW Rotary</u>	<u>Sheriff Policing Rotary</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
10,445	20,621	-	500	-	544	20,681
-	-	-	-	-	4,007	-
-	-	-	689	-	-	-
-	88,881	116,254	-	-	-	52,412
-	-	-	-	-	-	-
2,490	-	-	-	-	-	-
-	-	-	-	-	-	-
-	98	-	7,489	-	-	8,190
<u>12,935</u>	<u>109,600</u>	<u>116,254</u>	<u>8,678</u>	<u>-</u>	<u>4,551</u>	<u>81,283</u>
-	-	-	-	-	-	-
226	-	-	-	-	-	-
-	-	-	-	-	2,633	90,811
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	88,322	-	-	-	-	-
-	-	104,464	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>226</u>	<u>88,322</u>	<u>104,464</u>	<u>-</u>	<u>-</u>	<u>2,633</u>	<u>90,811</u>
12,709	21,278	11,790	8,678	-	1,918	(9,528)
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
12,709	21,278	11,790	8,678	-	1,918	(9,528)
45,833	(4,295)	74,754	33,238	2,024	10,445	85,255
-	-	-	-	-	-	-
<u>\$ 58,542</u>	<u>\$ 16,983</u>	<u>\$ 86,544</u>	<u>\$ 41,916</u>	<u>\$ 2,024</u>	<u>\$ 12,363</u>	<u>\$ 75,727</u>

CONTINUED

Union County, Ohio

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

	<u>Dare Community Education</u>	<u>Youth Services Subsidy Grant</u>	<u>911 Emergency</u>	<u>Local Emergency Planning</u>	<u>Juvenile Tobacco</u>
REVENUES:					
Property Taxes	\$ -	\$ -	\$ 527,662	\$ -	\$ -
Charges For Services	-	-	-	-	50
Licenses & Permits	-	-	-	-	-
Fines & Forfeitures	-	-	-	-	-
Intergovernmental	60,785	231,623	212,853	15,735	-
Special Assessments	-	-	-	-	-
Interest	-	-	-	-	-
Other Revenue - Rent	-	-	-	-	-
Other	32,376	113	413	7	-
Total Revenues	93,161	231,736	740,928	15,742	50
EXPENDITURES:					
Current:					
General Government:					
Legislative & Executive	-	-	-	-	-
Judicial	-	-	-	-	-
Public Safety	72,760	250,668	681,881	9,019	-
Public Works	-	-	-	-	-
Health	-	-	-	-	-
Human Services	-	-	-	-	-
Economic Development	-	-	-	-	-
Other	-	-	-	-	-
Debt Service					
Principal Retirement	-	-	-	-	-
Interest and Fiscal Charges	-	-	-	-	-
Total Expenditures	72,760	250,668	681,881	9,019	-
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	20,401	(18,932)	59,047	6,723	50
OTHER FINANCING SOURCES (USES):					
Transfers In	-	-	-	-	-
Transfers Out	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER FINANCING SOURCES (USES)	20,401	(18,932)	59,047	6,723	50
Fund Balances, January 1	78,988	222,082	347,799	43,886	405
Incr. (Decr.) in Inventory Reserve	-	-	-	-	-
Fund Balances (Deficits), December 31, 2006	\$ 99,389	\$ 203,150	\$ 406,846	\$ 50,609	\$ 455

<u>Law Enforcement Memorial</u>	<u>Juvenile Special Projects</u>	<u>Prison/Jail Diversion</u>	<u>Voca Grant</u>	<u>Vawa Grant</u>	<u>Motor Vehicle/Gas Tax</u>	<u>Road & Bridge</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	13,282	-	-	-	584,548	-
-	-	-	-	-	4,620	-
-	-	-	-	-	-	55,425
-	-	-	120,226	29,174	4,726,946	-
-	-	-	-	-	-	-
-	-	-	-	-	65,811	-
-	-	-	-	-	-	-
75	-	-	1,060	-	104,626	32
<u>75</u>	<u>13,282</u>	<u>-</u>	<u>121,286</u>	<u>29,174</u>	<u>5,486,551</u>	<u>55,457</u>
-	-	-	-	-	681,231	-
-	-	-	-	-	-	-
412	4,483	113	105,137	39,119	-	-
-	-	-	-	-	4,196,172	36,898
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>412</u>	<u>4,483</u>	<u>113</u>	<u>105,137</u>	<u>39,119</u>	<u>4,877,403</u>	<u>36,898</u>
(337)	8,799	(113)	16,149	(9,945)	609,148	18,559
-	-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(122,279)</u>	<u>-</u>
-	-	-	-	-	(122,279)	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(122,279)</u>	<u>-</u>
(337)	8,799	(113)	16,149	(9,945)	486,869	18,559
613	18,123	113	10,953	530	1,155,913	35,564
-	-	-	243	-	-	-
<u>\$ 276</u>	<u>\$ 26,922</u>	<u>\$ -</u>	<u>\$ 27,345</u>	<u>\$ (9,415)</u>	<u>\$ 1,642,782</u>	<u>\$ 54,123</u>

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Union County, Ohio

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

	<u>Ditch Rotary</u>	<u>Ditch Maintenance</u>	<u>Dog/Kennel</u>	<u>ADAMH</u>	<u>Preschool Grant</u>
REVENUES:					
Property Taxes	\$ -	\$ -	\$ -	\$ 441,182	\$ -
Charges For Services	-	-	-	-	-
Licenses & Permits	-	-	84,173	-	-
Fines & Forfeitures	-	-	3,777	-	-
Intergovernmental	-	-	-	2,604,014	26,574
Special Assessments	-	88,551	-	-	-
Interest	-	-	-	-	-
Other Revenue - Rent	-	-	-	28,810	-
Other	53,350	-	103	43,550	-
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total Revenues	53,350	88,551	88,053	3,117,556	26,574
EXPENDITURES:					
Current:					
General Government:					
Legislative & Executive	-	-	-	-	-
Judicial	-	-	-	-	-
Public Safety	-	-	-	-	-
Public Works	51,018	112,230	-	-	-
Health	-	-	68,037	3,056,826	24,295
Human Services	-	-	-	-	-
Economic Development	-	-	-	-	-
Other	-	-	-	-	-
Debt Service					
Principal Retirement	-	-	-	16,771	-
Interest and Fiscal Charges	-	-	-	5,561	-
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total Expenditures	51,018	112,230	68,037	3,079,158	24,295
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	2,332	(23,679)	20,016	38,398	2,279
OTHER FINANCING SOURCES (USES):					
Transfers In	-	-	-	-	-
Transfers Out	-	-	-	-	(2,245)
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total Other Financing Sources (Uses)	-	-	-	-	(2,245)
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER FINANCING SOURCES (USES)	2,332	(23,679)	20,016	38,398	34
Fund Balances, January 1	9,341	273,366	29,109	1,031,517	18,824
Incr. (Decr.) In Inventory Reserve	-	-	-	91	-
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Fund Balances (Deficits), December 31, 2006	<u>\$ 11,673</u>	<u>\$ 249,687</u>	<u>\$ 49,125</u>	<u>\$ 1,070,006</u>	<u>\$ 18,858</u>

<u>Community Support Services</u>	<u>Public Assistance</u>	<u>Coordination Transportation</u>	<u>Child Support Enforcement Agency</u>	<u>Children Services</u>
\$ -	\$ -	\$ -	\$ -	\$ -
-	790,051	256,630	144,407	-
-	-	-	-	-
-	-	-	-	-
250,524	3,120,929	154,853	655,617	1,533,035
-	-	-	-	-
62,615	-	-	-	-
-	138,124	673	16,072	67,368
<u>313,139</u>	<u>4,049,104</u>	<u>412,156</u>	<u>816,096</u>	<u>1,600,403</u>
-	2,238,578	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
528,744	-	-	-	-
-	1,899,661	428,916	837,093	1,699,610
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>528,744</u>	<u>4,138,239</u>	<u>428,916</u>	<u>837,093</u>	<u>1,699,610</u>
(215,605)	(89,135)	(16,760)	(20,997)	(99,207)
-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-	-
(215,605)	(89,135)	(16,760)	(20,997)	(99,207)
288,048	(1,155)	62,857	8,899	144,494
-	2,518	34	-	-
<u>\$ 72,443</u>	<u>\$ (87,772)</u>	<u>\$ 46,131</u>	<u>\$ (12,098)</u>	<u>\$ 45,287</u>

CONTINUED

Union County, Ohio

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

	<u>Adult Basic Literacy Grant</u>	<u>Council On Aging</u>	<u>WIA</u>	<u>Collaborative Family Risk</u>	<u>TOTAL</u>
REVENUES:					
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ 968,844
Charges For Services	-	-	-	-	2,720,826
Licenses & Permits	-	-	-	-	92,915
Fines & Forfeitures	-	-	-	-	60,604
Intergovernmental	88,872	211,026	46,959	224,000	14,571,292
Special Assessments	-	-	-	-	88,551
Interest	-	-	-	-	90,877
Other Revenue - Rent	-	-	-	-	91,425
Other	4,822	1,885	180,677	-	718,291
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total Revenues	93,694	212,911	227,636	224,000	19,403,625
EXPENDITURES:					
Current:					
General Government:					
Legislative & Executive	-	-	-	-	3,660,536
Judicial	-	-	-	-	207,312
Public Safety	-	-	-	-	1,257,036
Public Works	-	-	-	-	4,396,318
Health	-	-	-	-	3,677,902
Human Services	83,928	197,013	209,018	162,877	5,518,116
Economic Development	-	-	-	-	88,322
Other	-	-	-	-	104,464
Debt Service					
Principal Retirement	-	-	-	-	16,771
Interest and Fiscal Charges	-	-	-	-	5,561
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total Expenditures	83,928	197,013	209,018	162,877	18,932,338
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES					
	9,766	15,898	18,618	61,123	471,287
OTHER FINANCING SOURCES (USES):					
Transfers In	-	-	-	-	45,647
Transfers Out	-	-	-	-	(147,174)
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total Other Financing Sources (Uses)	-	-	-	-	(101,527)
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER FINANCING SOURCES (USES)					
	9,766	15,898	18,618	61,123	369,760
Fund Balances, January 1					
Incr. (Decr.) In Inventory Reserve	6,850	24,344	1,222	25,000	5,276,168
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Fund Balances (Deficits), December 31, 2006	\$ 16,616	\$ 40,447	\$ 19,840	\$ 86,123	\$ 5,649,019

UNION COUNTY, OHIO

*Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
Real Estate Assessment
For the Year Ended December 31, 2006*

	Original	Final	Actual	Variance With Final Budget Over (Under)
<u>REVENUES:</u>				
Charges for Services	\$400,000	\$400,000	\$552,475	\$152,475
Licenses and Permits	100	100	115	15
Fines and Forfeitures	0	0	600	600
Other	2,000	2,000	3,394	1,394
Total Revenues	402,100	402,100	556,584	154,484
<u>EXPENDITURES:</u>				
Current:				
General Government:				
<i>Legislative and Executive</i>				
Personal Services	225,000	225,000	210,270	14,730
Contractual Services	490,000	490,000	260,549	229,451
Materials/Supplies	10,000	10,000	8,094	1,906
Other	164,861	164,861	27,130	137,731
Fringe Benefits	96,300	96,300	78,536	17,764
<i>Total legislative and executive</i>	986,161	986,161	584,579	401,582
Total Expenditures	986,161	986,161	584,579	401,582
Excess of Revenues Over (Under) Expenditures	(584,061)	(584,061)	(27,995)	556,066
Fund Balance, January 1	666,143	666,143	666,143	0
Prior year encumbrances appropriated	8,861	8,861	8,861	0
Fund Balance, December 31	\$90,943	\$90,943	\$647,009	\$556,066

UNION COUNTY, OHIO

*Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
Computer Legal Research Service
For the Year Ended December 31, 2006*

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance With Final Budget Over (Under)</u>
REVENUES:				
Charges for Services	\$2,000	\$2,000	\$2,752	\$752
Total Revenues	<u>2,000</u>	<u>2,000</u>	<u>2,752</u>	<u>752</u>
EXPENDITURES:				
Total Expenditures	0	0	0	0
Excess of Revenues Over Expenditures	2,000	2,000	2,752	752
Fund Balance, January 1	20,727	20,727	20,727	0
Prior year encumbrances appropriated	0	0	0	0
Fund Balance, December 31	<u><u>\$22,727</u></u>	<u><u>\$22,727</u></u>	<u><u>\$23,479</u></u>	<u><u>\$752</u></u>

UNION COUNTY, OHIO

*Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
Revolving Loan
For the Year Ended December 31, 2006*

	Original	Final	Actual	Variance With Final Budget Over (Under)
<u>REVENUES:</u>				
Total Revenues	\$0	\$0	\$0	\$0
<u>EXPENDITURES:</u>				
Total Expenditures	0	0	0	0
Excess of Revenues Over Expenditures	0	0	0	0
<u>OTHER FINANCING SOURCES (USES):</u>				
Transfers - Out	0	(185)	(185)	0
Total Other Sources (Uses)	0	(185)	(185)	0
Deficiency of revenues and other financing sources (under) expenditures and other sources (uses)	0	(185)	(185)	0
Fund Balance, January 1	185	185	185	0
Prior year encumbrances appropriated	0	0	0	0
Fund Balance, December 31	\$185	\$0	\$0	\$0

UNION COUNTY, OHIO

*Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
Delinquent Real Estate Tax Collection
For the Year Ended December 31, 2006*

	Original	Final	Actual	Variance With Final Budget Over (Under)
REVENUES:				
Charges for Services	\$120,000	\$120,000	\$93,708	(\$26,292)
Other	0	0	1,829	1,829
Total Revenues	120,000	120,000	95,537	(24,463)
EXPENDITURES:				
Current:				
General Government:				
<i>Legislative and Executive</i>				
Personal Services	84,927	84,927	84,562	365
Contractual Services	1,000	1,000	473	527
Materials/Supplies	1,200	1,200	1,142	58
Capital Outlay	2,000	2,000	180	1,820
Other	89,450	89,450	2,603	86,847
Fringe Benefits	25,257	25,257	20,102	5,155
<i>Total legislative and executive</i>	203,834	203,834	109,062	94,772
Total Expenditures	203,834	203,834	109,062	94,772
Excess of Revenues Over (Under) Expenditures	(83,834)	(83,834)	(13,525)	70,309
Fund Balance, January 1	225,745	225,745	225,745	0
Prior year encumbrances appropriated	0	0	0	0
Fund Balance, December 31	\$141,911	\$141,911	\$212,220	\$70,309

UNION COUNTY, OHIO

*Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
Treasurer Prepaid Interest
For the Year Ended December 31, 2006*

	Original	Final	Actual	Variance With Final Budget Over (Under)
REVENUES:				
Interest	\$1,100	\$13,510	\$21,556	\$8,046
Other	0	0	7	7
Total Revenues	1,100	13,510	21,563	8,053
EXPENDITURES:				
Current:				
General Government:				
<i>Legislative and Executive</i>				
Personal Services	4,800	4,800	4,792	8
Materials/Supplies	600	855	854	1
Fringe Benefits	855	855	810	45
<i>Total legislative and executive</i>	6,255	6,510	6,456	54
Total Expenditures	6,255	6,510	6,456	54
Excess of Revenues Over (Under) Expenditures	(5,155)	7,000	15,107	8,107
Fund Balance, January 1	35,732	35,732	35,732	0
Prior year encumbrances appropriated	0	0	0	0
Fund Balance, December 31	\$30,577	\$42,732	\$50,839	\$8,107

UNION COUNTY, OHIO

*Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
Federal Chip Grant
For the Year Ended December 31, 2006*

	Original	Final	Actual	Variance With Final Budget Over (Under)
REVENUES:				
Other	\$0	\$19,599	\$35,156	\$15,557
Total Revenues	0	19,599	35,156	15,557
EXPENDITURES:				
Current:				
General Government:				
<i>Legislative and Executive</i>				
Contractual Services	41,948	41,948	41,948	0
<i>Total legislative and executive</i>	41,948	41,948	41,948	0
Total Expenditures	41,948	41,948	41,948	0
Excess of Revenues Over (Under) Expenditures	(41,948)	(22,349)	(6,792)	15,557
OTHER FINANCING SOURCES:				
Transfers - In	0	0	31,661	31,661
Total Other Sources	0	0	31,661	31,661
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other (uses)	(41,948)	(22,349)	24,869	47,218
Fund Balance, January 1	34,320	34,320	34,320	0
Prior year encumbrances appropriated	7,628	7,628	7,628	0
Fund Balance, December 31	\$0	\$19,599	\$66,817	\$47,218

UNION COUNTY, OHIO

*Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
WWII Memorial Fund
For the Year Ended December 31, 2006*

	Original	Final	Actual	Variance With Final Budget Over (Under)
REVENUES:				
Other	\$0	\$15,756	\$15,756	\$0
Total Revenues	0	15,756	15,756	0
EXPENDITURES:				
Current:				
General Government:				
Contractual Services	0	15,000	15,000	0
Other	0	756	756	0
<i>Total legislative and executive</i>	0	15,756	15,756	0
Total Expenditures	0	15,756	15,756	0
Excess of Revenues Over Expenditures	0	0	0	0
Fund Balance, January 1	0	0	0	0
Prior year encumbrances appropriated	0	0	0	0
Fund Balance, December 31	\$0	\$0	\$0	\$0

UNION COUNTY, OHIO

*Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
Court Security Grant
For the Year Ended December 31, 2006*

	Original	Final	Actual	Variance With Final Budget Over (Under)
<u>REVENUES:</u>				
Total Revenues	\$0	\$0	\$0	\$0
<u>EXPENDITURES:</u>				
Total Expenditures	0	0	0	0
Excess of Revenues Over (Under) Expenditures	0	0	0	0
<u>OTHER FINANCING SOURCES (USES):</u>				
Transfers - Out	0	(22,465)	(22,465)	0
Total Other Sources (Uses)	0	(22,465)	(22,465)	0
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other (uses)	0	(22,465)	(22,465)	0
Fund Balance, January 1	22,465	22,465	22,465	0
Prior year encumbrances appropriated	0	0	0	0
Fund Balance, December 31	\$22,465	\$0	\$0	\$0

UNION COUNTY, OHIO

*Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
Probate Court Conduct Businesss
For the Year Ended December 31, 2006*

	Original	Final	Actual	Variance With Final Budget Over (Under)
REVENUES:				
Charges for Services	\$300	\$300	\$294	(\$6)
Total Revenues	300	300	294	(6)
EXPENDITURES:				
Total Expenditures	0	0	0	0
Excess of Revenues Over (Under) Expenditures	300	300	294	(6)
Fund Balance, January 1	1,660	1,660	1,660	0
Prior year encumbrances appropriated	0	0	0	0
Fund Balance, December 31	\$1,960	\$1,960	\$1,954	(\$6)

UNION COUNTY, OHIO

*Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
Indigent Guardianship
For the Year Ended December 31, 2006*

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance With Final Budget Over (Under)</u>
REVENUES:				
Charges for Services	\$5,500	\$5,500	\$4,787	(\$713)
Total Revenues	<u>5,500</u>	<u>5,500</u>	<u>4,787</u>	<u>(713)</u>
EXPENDITURES:				
Current:				
General Government:				
<i>Judicial</i>				
Contractual Services	5,860	5,860	2,950	2,910
<i>Total judicial</i>	<u>5,860</u>	<u>5,860</u>	<u>2,950</u>	<u>2,910</u>
Total Expenditures	5,860	5,860	2,950	2,910
Excess of Revenues Over (Under) Expenditures	(360)	(360)	1,837	2,197
Fund Balance, January 1	585	585	585	0
Prior year encumbrances appropriated	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance, December 31	<u><u>\$225</u></u>	<u><u>\$225</u></u>	<u><u>\$2,422</u></u>	<u><u>\$2,197</u></u>

UNION COUNTY, OHIO

*Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
Probate Special Projects
For the Year Ended December 31, 2006*

	Original	Final	Actual	Variance With Final Budget Over (Under)
REVENUES:				
Charges for Services	\$2,000	\$2,000	\$2,520	\$520
Total Revenues	2,000	2,000	2,520	520
EXPENDITURES:				
Current:				
General Government:				
<i>Judicial</i>				
Other	20	20	0	20
<i>Total judicial</i>	20	20	0	20
Total Expenditures	20	20	0	20
Excess of Revenues Over Expenditures	1,980	1,980	2,520	540
Fund Balance, January 1	4,680	4,680	4,680	0
Prior year encumbrances appropriated	0	0	0	0
Fund Balance, December 31	\$6,660	\$6,660	\$7,200	\$540

UNION COUNTY, OHIO

*Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
Clerk of Courts Computerization
For the Year Ended December 31, 2006*

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance With Final Budget Over (Under)</u>
REVENUES:				
Charges for Services	\$13,500	\$13,500	\$14,751	\$1,251
Total Revenues	<u>13,500</u>	<u>13,500</u>	<u>14,751</u>	<u>1,251</u>
EXPENDITURES:				
Current:				
General Government:				
<i>Judicial</i>				
Capital Outlay	411	47,898	2,448	45,450
<i>Total judicial</i>	<u>411</u>	<u>47,898</u>	<u>2,448</u>	<u>45,450</u>
Total Expenditures	411	47,898	2,448	45,450
Excess of Revenues Over (Under) Expenditures	13,089	(34,398)	12,303	46,701
Fund Balance, January 1	61,789	61,789	61,789	0
Prior year encumbrances appropriated	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance, December 31	<u><u>\$74,878</u></u>	<u><u>\$27,391</u></u>	<u><u>\$74,092</u></u>	<u><u>\$46,701</u></u>

UNION COUNTY, OHIO

*Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
Probate and Juvenile Court Computerization
For the Year Ended December 31, 2006*

	Original	Final	Actual	Variance With Final Budget Over (Under)
REVENUES:				
Charges for Services	\$9,500	\$9,500	\$11,023	\$1,523
Total Revenues	9,500	9,500	11,023	1,523
EXPENDITURES:				
Current:				
General Government:				
<i>Judicial</i>				
Other	10,000	10,000	4,351	5,649
<i>Total judicial</i>	10,000	10,000	4,351	5,649
Total Expenditures	10,000	10,000	4,351	5,649
Excess of Revenues Over (Under) Expenditures	(500)	(500)	6,672	7,172
Fund Balance, January 1	6,533	6,533	6,533	0
Prior year encumbrances appropriated	0	0	0	0
Fund Balance, December 31	\$6,033	\$6,033	\$13,205	\$7,172

UNION COUNTY, OHIO

*Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
Probate and Juvenile Court Computer Research
For the Year Ended December 31, 2006*

	Original	Final	Actual	Variance With Final Budget Over (Under)
REVENUES:				
Charges for Services	\$2,350	\$2,350	\$2,436	\$86
Total Revenues	2,350	2,350	2,436	86
EXPENDITURES:				
Current:				
General Government:				
<i>Judicial</i>				
Other	2,000	2,000	1,795	205
<i>Total judicial</i>	2,000	2,000	1,795	205
Total Expenditures	2,000	2,000	1,795	205
Excess of Revenues Over Expenditures	350	350	641	291
Fund Balance, January 1	5,303	5,303	5,303	0
Prior year encumbrances appropriated	0	0	0	0
Fund Balance, December 31	\$5,653	\$5,653	\$5,944	\$291

UNION COUNTY, OHIO

*Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
Juvenile Court Indigent Drivers
For the Year Ended December 31, 2006*

	Original	Final	Actual	Variance With Final Budget Over (Under)
REVENUES:				
Fines and Forfeitures	\$0	\$0	\$113	\$113
Total Revenues	0	0	113	113
EXPENDITURES:				
Total Expenditures	0	0	0	0
Excess of Revenues Over Expenditures	0	0	113	113
Fund Balance, January 1	950	950	950	0
Prior year encumbrances appropriated	0	0	0	0
Fund Balance, December 31	\$950	\$950	\$1,063	\$113

UNION COUNTY, OHIO

*Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
Certificate Title Administration
For the Year Ended December 31, 2006*

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance With Final Budget Over (Under)</u>
REVENUES:				
Charges for Services	\$190,000	\$190,000	\$193,321	\$3,321
Other	0	0	1,076	1,076
Total Revenues	<u>190,000</u>	<u>190,000</u>	<u>194,397</u>	<u>4,397</u>
EXPENDITURES:				
Current:				
General Government:				
<i>Judicial</i>				
Personal Services	144,140	144,140	142,873	1,267
Contractual Services	11,300	11,129	8,277	2,852
Materials/Supplies	12,143	14,076	14,076	0
Capital Outlay	2,000	2,100	2,066	34
Other	542	542	385	157
Fringe Benefits	41,756	39,256	34,499	4,757
<i>Total judicial</i>	<u>211,881</u>	<u>211,243</u>	<u>202,176</u>	<u>9,067</u>
Total Expenditures	211,881	211,243	202,176	9,067
Excess of Revenues Over (Under) Expenditures	(21,881)	(21,243)	(7,779)	13,464
OTHER FINANCING SOURCES (USES):				
Transfers - In	0	0	13,986	13,986
Total Other Sources (Uses)	<u>0</u>	<u>0</u>	<u>13,986</u>	<u>13,986</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other (uses)	(21,881)	(21,243)	6,207	27,450
Fund Balance, January 1	105,345	105,345	105,345	0
Prior year encumbrances appropriated	5,284	5,284	5,284	0
Fund Balance, December 31	<u>\$88,748</u>	<u>\$89,386</u>	<u>\$116,836</u>	<u>\$27,450</u>

UNION COUNTY, OHIO

Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
Grant Mediation
For the Year Ended December 31, 2006

	Original	Final	Actual	Variance With Final Budget Over (Under)
REVENUES:				
Total Revenues	\$0	\$0	\$0	\$0
EXPENDITURES:				
Current:				
General Government:				
<i>Judicial</i>				
Other	0	5	5	0
<i>Total judicial</i>	0	5	5	0
Total Expenditures	0	5	5	0
Excess of Revenues (Under) Expenditures	0	(5)	(5)	0
Fund Balance, January 1	5	5	5	0
Prior year encumbrances appropriated	0	0	0	0
Fund Balance, December 31	\$5	\$0	\$0	\$0

UNION COUNTY, OHIO

*Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
Dispute Resolution
For the Year Ended December 31, 2006*

	Original	Final	Actual	Variance With Final Budget Over (Under)
REVENUES:				
Charges for Services	\$9,500	\$9,500	\$11,285	\$1,785
Interest	2,000	2,000	2,440	440
Total Revenues	11,500	11,500	13,725	2,225
EXPENDITURES:				
Current:				
<i>Judicial</i>				
Other	0	226	226	0
<i>Total judicial</i>	0	226	226	0
Total Expenditures	0	226	226	0
Excess of Revenues Over Expenditures	11,500	11,274	13,499	2,225
Fund Balance, January 1	44,983	44,983	44,983	0
Prior year encumbrances appropriated	0	0	0	0
Fund Balance, December 31	\$56,483	\$56,257	\$58,482	\$2,225

UNION COUNTY, OHIO

*Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
Economic Development
For the Year Ended December 31, 2006*

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance With Final Budget Over (Under)</u>
REVENUES:				
Charges for Services	\$25,150	\$25,150	\$20,621	(\$4,529)
Intergovernmental	72,000	72,000	88,881	16,881
Other	0	0	98	98
Total Revenues	<u>97,150</u>	<u>97,150</u>	<u>109,600</u>	<u>12,450</u>
EXPENDITURES:				
Current:				
Economic Development				
Personal Services	72,350	72,350	72,339	11
Fringe Benefits	16,533	16,533	15,858	675
<i>Total Economic Development</i>	<u>88,883</u>	<u>88,883</u>	<u>88,197</u>	<u>686</u>
Total Expenditures	88,883	88,883	88,197	686
Excess of Revenues Over Expenditures	8,267	8,267	21,403	13,136
Fund Balance, January 1	1,268	1,268	1,268	0
Prior year encumbrances appropriated	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance, December 31	<u><u>\$9,535</u></u>	<u><u>\$9,535</u></u>	<u><u>\$22,671</u></u>	<u><u>\$13,136</u></u>

UNION COUNTY, OHIO

*Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
Convention / Tourist Bureau
For the Year Ended December 31, 2006*

	Original	Final	Actual	Variance With Final Budget Over (Under)
REVENUES:				
Intergovernmental	\$85,000	\$85,000	\$95,614	\$10,614
Total Revenues	85,000	85,000	95,614	10,614
EXPENDITURES:				
Current:				
Economic Development				
Contract Services	92,000	138,000	104,464	33,536
<i>Total economic development</i>	92,000	138,000	104,464	33,536
Total Expenditures	92,000	138,000	104,464	33,536
Excess of Revenues Over (Under) Expenditures	(7,000)	(53,000)	(8,850)	44,150
Fund Balance, January 1	74,754	74,754	74,754	0
Prior year encumbrances appropriated	0	0	0	0
Fund Balance, December 31	\$67,754	\$21,754	\$65,904	\$44,150

UNION COUNTY, OHIO

*Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
DUI
For the Year Ended December 31, 2006*

	Original	Final	Actual	Variance With Final Budget Over (Under)
REVENUES:				
Charges for Services	\$1,250	\$1,250	\$600	(\$650)
Fines and Forfeitures	2,800	2,800	489	(2,311)
Total Revenues	4,050	4,050	1,089	(2,961)
EXPENDITURES:				
Current:				
Public Safety				
Personal Services	15,000	15,000	0	15,000
Fringe Benefits	3,181	3,181	0	3,181
<i>Total public safety</i>	18,181	18,181	0	18,181
Total Expenditures	18,181	18,181	0	18,181
Excess of Revenues Over (Under) Expenditures	(14,131)	(14,131)	1,089	15,220
Fund Balance, January 1	14,158	14,158	14,158	0
Prior year encumbrances appropriated	0	0	0	0
Fund Balance, December 31	\$27	\$27	\$15,247	\$15,220

UNION COUNTY, OHIO

*Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
Forfeitures
For the Year Ended December 31, 2006*

	Original Budget	Final Budget	Actual	Variance: Favorable (Unfavorable)
REVENUES:				
Total Revenues	\$0	\$0	\$0	\$0
EXPENDITURES:				
Current:				
General Government:				
Public Safety				
Capital Outlay	2,024	2,024	0	2,024
Total public safety	2,024	2,024	0	2,024
Total Expenditures	2,024	2,024	0	2,024
Excess of Revenues (Under) Expenditures	(2,024)	(2,024)	0	2,024
Fund Balance, January 1	2,024	2,024	2,024	0
Prior year encumbrances appropriated	0	0	0	0
Fund Balance, December 31	\$0	\$0	\$2,024	\$2,024

UNION COUNTY, OHIO

*Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
Sheriff CCW Rotary
For the Year Ended December 31, 2006*

	Original Budget	Final Budget	Actual	Variance: Favorable (Unfavorable)
<u>REVENUES:</u>				
Charges for Services	\$3,600	\$3,600	\$544	\$(3,056)
Licenses and Permits	5,600	5,600	4,007	(1,593)
Total Revenues	9,200	9,200	4,551	(4,649)
<u>EXPENDITURES:</u>				
Current:				
Public Safety				
Contractual Services	10,600	10,140	2,427	7,713
Materials/Supplies	2,000	2,000	426	1,574
<i>Total public safety</i>	12,600	12,140	2,853	9,287
Total Expenditures	12,600	12,140	2,853	9,287
Excess of Revenues Over (Under) Expenditures	(3,400)	(2,940)	1,698	4,638
Fund Balance, January 1	9,985	9,985	9,985	0
Prior year encumbrances appropriated	600	600	600	0
Fund Balance, December 31	\$7,185	\$7,645	\$12,283	\$4,638

UNION COUNTY, OHIO

*Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
Sheriff Policing Rotary
For the Year Ended December 31, 2006*

	Original	Final	Actual	Variance With Final Budget Over (Under)
<u>REVENUES:</u>				
Charges for Services	\$18,070	\$18,070	\$23,951	\$5,881
Intergovernmental	40,000	40,000	51,932	11,932
Other	8,000	8,000	8,860	860
Total Revenues	66,070	66,070	84,743	18,673
<u>EXPENDITURES:</u>				
Current:				
Public Safety				
Personal Services	55,500	55,500	35,826	19,674
Contractual Services	7,265	12,156	9,323	2,833
Materials/Supplies	2,500	2,500	1,900	600
Capital Outlay	57,842	48,614	44,151	4,463
Other	6,030	6,000	1,714	4,286
Fringe Benefits	12,100	12,100	6,946	5,154
<i>Total public safety</i>	141,237	136,870	99,860	37,010
Total Expenditures	141,237	136,870	99,860	37,010
Excess of Revenues Over (Under) Expenditures	(75,167)	(70,800)	(15,117)	55,683
Fund Balance, January 1	73,290	73,290	73,290	0
Prior year encumbrances appropriated	8,137	8,137	8,137	0
Fund Balance, December 31	\$6,260	\$10,627	\$66,310	\$55,683

UNION COUNTY, OHIO

*Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
Dare Community Education
For the Year Ended December 31, 2006*

	Original	Final	Actual	Variance With Final Budget Over (Under)
REVENUES:				
Intergovernmental	\$100,327	\$100,327	\$48,515	\$(51,812)
Other	20,000	20,000	32,376	12,376
Total Revenues	120,327	120,327	80,891	(39,436)
EXPENDITURES:				
Current:				
Public Safety				
Personal Services	91,656	91,656	34,628	57,028
Contractual Services	21,475	13,708	10,923	2,785
Materials/Supplies	18,178	28,851	25,530	3,321
Capital Outlay	10,705	7,347	2,812	4,535
Other	11,693	11,301	2,469	8,832
Fringe Benefits	9,042	9,042	1,832	7,210
<i>Total public safety</i>	162,749	161,905	78,194	83,711
Total Expenditures	162,749	161,905	78,194	83,711
Excess of Revenues Over (Under) Expenditures	(42,422)	(41,578)	2,697	44,275
Fund Balance, January 1	70,522	70,522	70,522	0
Prior year encumbrances appropriated	4,711	4,711	4,711	0
Fund Balance, December 31	\$32,811	\$33,655	\$77,930	\$44,275

UNION COUNTY, OHIO

*Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
Youth Services Subsidy Grant
For the Year Ended December 31, 2006*

	Original	Final	Actual	Variance With Final Budget Over (Under)
REVENUES:				
Intergovernmental	\$252,000	\$252,000	\$231,623	(\$20,377)
Other	0	0	113	113
Total Revenues	252,000	252,000	231,736	(20,264)
EXPENDITURES:				
Current:				
Public Safety				
Personal Services	59,681	67,387	66,264	1,123
Contractual Services	177,255	173,049	160,216	12,833
Other	12,500	9,000	7,576	1,424
Fringe Benefits	13,043	13,043	12,376	667
<i>Total public safety</i>	262,479	262,479	246,432	16,047
Total Expenditures	262,479	262,479	246,432	16,047
Excess of Revenues (Under) Expenditures	(10,479)	(10,479)	(14,696)	(4,217)
Fund Balance, January 1	228,723	228,723	228,723	0
Prior year encumbrances appropriated	0	0	0	0
Fund Balance, December 31	\$218,244	\$218,244	\$214,027	(\$4,217)

UNION COUNTY, OHIO

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

	Original	Final	Actual	Variance With Final Budget Over (Under)
<u>REVENUES:</u>				
Taxes	\$457,887	\$457,887	\$527,662	\$69,775
Intergovernmental	187,549	187,549	212,853	25,304
Other	12,000	12,000	413	(11,587)
Total Revenues	657,436	657,436	740,928	83,492
<u>EXPENDITURES:</u>				
Current:				
Public Safety				
Personal Services	376,540	376,540	298,375	78,165
Contractual Services	251,967	278,518	216,953	61,565
Materials/Supplies	3,717	4,253	4,207	46
Capital Outlay	167,513	136,752	60,709	76,043
Other	24,760	22,797	19,382	3,415
Fringe Benefits	150,137	150,137	102,067	48,070
<i>Total public safety</i>	974,634	968,997	701,693	267,304
Total Expenditures	974,634	968,997	701,693	267,304
Excess of Revenues Over (Under) Expenditures	(317,198)	(311,561)	39,235	350,796
Fund Balance, January 1	319,280	319,280	319,280	0
Prior year encumbrances appropriated	80,021	80,021	80,021	0
Fund Balance, December 31	\$82,103	\$87,740	\$438,536	\$350,796

UNION COUNTY, OHIO

*Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
Local Emergency Planning
For the Year Ended December 31, 2006*

	Original	Final	Actual	Variance With Final Budget Over (Under)
REVENUES:				
Intergovernmental	\$18,000	\$18,000	\$15,735	\$(2,265)
Other	0	0	7	7
Total Revenues	18,000	18,000	15,742	(2,258)
EXPENDITURES:				
Current:				
Public Safety				
Personal Services	4,550	4,550	4,550	0
Contractual Services	1,500	1,500	0	1,500
Materials/Supplies	1,000	1,000	298	702
Capital Outlay	6,000	6,000	2,441	3,559
Other	5,000	5,000	952	4,048
Fringe Benefits	825	825	775	50
<i>Total public safety</i>	18,875	18,875	9,016	9,859
Total Expenditures	18,875	18,875	9,016	9,859
Excess of Revenues Over (Under) Expenditures	(875)	(875)	6,726	7,601
Fund Balance, January 1	44,249	44,249	44,249	0
Prior year encumbrances appropriated	0	0	0	0
Fund Balance, December 31	\$43,374	\$43,374	\$50,975	\$7,601

UNION COUNTY, OHIO

*Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
Juvenile Tobacco
For the Year Ended December 31, 2006*

	Original	Final	Actual	Variance With Final Budget Over (Under)
REVENUES:				
Charges for Services	\$0	\$0	\$50	\$50
Total Revenues	0	0	50	50
EXPENDITURES:				
Total Expenditures	0	0	0	0
Excess of Revenues Over Expenditures	0	0	50	50
Fund Balance, January 1	405	405	405	0
Prior year encumbrances appropriated	0	0	0	0
Fund Balance, December 31	\$405	\$405	\$455	\$50

UNION COUNTY, OHIO

*Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
Law Enforcement Memorial Fund
For the Year Ended December 31, 2006*

	Original Budget	Final Budget	Actual	Variance: Favorable (Unfavorable)
REVENUES:				
Other	\$5,000	\$5,000	\$75	\$(4,925)
Total Revenues	5,000	5,000	75	(4,925)
EXPENDITURES:				
Current:				
General Government:				
Public Safety				
Contractual Services	5,000	5,000	498	4,502
<i>Total public safety</i>	5,000	5,000	498	4,502
Total Expenditures	5,000	5,000	498	4,502
Excess of Revenues (Under) Expenditures	0	0	(423)	(423)
Fund Balance, January 1	613	613	613	0
Prior year encumbrances appropriated	0	0	0	0
Fund Balance, December 31	\$613	\$613	\$190	(\$423)

UNION COUNTY, OHIO

*Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
Juvenile Special Projects
For the Year Ended December 31, 2006*

	Original Budget	Final Budget	Actual	Variance: Favorable (Unfavorable)
<u>REVENUES:</u>				
Charges for Services	\$10,000	\$10,000	\$13,402	\$3,402
Total Revenues	10,000	10,000	13,402	3,402
<u>EXPENDITURES:</u>				
Current:				
General Government:				
Other	25	8,525	7,251	1,274
<i>Total public safety</i>	25	8,525	7,251	1,274
Total Expenditures	25	8,525	7,251	1,274
Excess of Revenues Over Expenditures	9,975	1,475	6,151	4,676
Fund Balance, January 1	17,063	17,063	17,063	0
Prior year encumbrances appropriated	0	0	0	0
Fund Balance, December 31	\$27,038	\$18,538	\$23,214	\$4,676

UNION COUNTY, OHIO

*Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
Prison / Jail Diversion
For the Year Ended December 31, 2006*

	Original	Final	Actual	Variance With Final Budget Over (Under)
REVENUES:				
Total Revenues	\$0	\$0	\$0	\$0
EXPENDITURES:				
Current:				
Public Safety				
Other	0	113	113	0
<i>Total public safety</i>	0	113	113	0
Total Expenditures	0	113	113	0
Excess of Revenues (Under) Expenditures	0	(113)	(113)	0
Fund Balance, January 1	113	113	113	0
Prior year encumbrances appropriated	0	0	0	0
Fund Balance, December 31	\$113	\$0	\$0	\$0

UNION COUNTY, OHIO

*Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
VOCA Grant
For the Year Ended December 31, 2006*

	Original	Final	Actual	Variance With Final Budget Over (Under)
<u>REVENUES:</u>				
Intergovernmental	\$108,948	\$108,948	\$120,226	\$11,278
Other	2,000	2,000	1,060	(940)
Total Revenues	110,948	110,948	121,286	10,338
<u>EXPENDITURES:</u>				
Current:				
Public Safety				
Personal Services	89,128	87,393	83,118	4,275
Contractual Services	2,774	2,774	2,160	614
Materials/Supplies	3,500	3,500	3,464	36
Other	2,350	2,350	2,099	251
Fringe Benefits	16,149	17,884	16,877	1,007
<i>Total public safety</i>	<i>113,901</i>	<i>113,901</i>	<i>107,718</i>	<i>6,183</i>
Total Expenditures	113,901	113,901	107,718	6,183
Excess of Revenues Over (Under) Expenditures	(2,953)	(2,953)	13,568	16,521
Fund Balance, January 1	18,679	18,679	18,679	0
Prior year encumbrances appropriated	0	0	0	0
Fund Balance, December 31	\$15,726	\$15,726	\$32,247	\$16,521

UNION COUNTY, OHIO

*Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
VAWA Grant
For the Year Ended December 31, 2006*

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance With Final Budget Over (Under)</u>
REVENUES:				
Intergovernmental	\$34,000	\$36,974	\$28,555	\$(8,419)
Other	200	200	619	419
Total Revenues	<u>34,200</u>	<u>37,174</u>	<u>29,174</u>	<u>(8,000)</u>
EXPENDITURES:				
Current:				
Public Safety				
Personal Services	13,594	11,584	11,556	28
Contractual Services	5,064	4,039	4,039	0
Materials/Supplies	1,000	1,637	1,204	433
Capital Outlay	8,000	18,153	17,920	233
Other	2,037	863	863	0
Fringe Benefits	2,342	1,678	1,647	31
<i>Total public safety</i>	<u>32,037</u>	<u>37,954</u>	<u>37,229</u>	<u>725</u>
Total Expenditures	32,037	37,954	37,229	725
Excess of Revenues Over (Under) Expenditures	2,163	(780)	(8,055)	(7,275)
OTHER FINANCING SOURCES (USES):				
Advances - In	0	0	8,000	8,000
Total Other Sources (Uses)	<u>0</u>	<u>0</u>	<u>8,000</u>	<u>8,000</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other (uses)	2,163	(780)	(55)	725
Fund Balance, January 1	744	744	744	0
Prior year encumbrances appropriated	<u>37</u>	<u>37</u>	<u>37</u>	<u>0</u>
Fund Balance, December 31	<u><u>\$2,944</u></u>	<u><u>\$1</u></u>	<u><u>\$726</u></u>	<u><u>\$725</u></u>

UNION COUNTY, OHIO

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

	Original	Final	Actual	Variance With Final Budget Over (Under)
REVENUES:				
Charges for Services	\$442,000	\$442,000	\$584,548	\$142,548
Licenses and Permits	5,500	5,500	4,620	(880)
Intergovernmental	4,234,790	4,234,790	4,716,303	481,513
Interest	28,000	28,000	64,551	36,551
Other	56,100	56,100	104,626	48,526
Total Revenues	4,766,390	4,766,390	5,474,648	708,258
EXPENDITURES:				
Current:				
General Government:				
<i>Legislative and Executive</i>				
Personal Services	382,130	382,130	361,707	20,423
Contractual Services	146,336	225,986	199,022	26,964
Materials/Supplies	31,454	31,454	30,699	755
Capital Outlay	15,000	15,000	4,850	10,150
Other	24,454	24,454	16,930	7,524
Fringe Benefits	92,000	92,422	85,124	7,298
<i>Total legislative and executive</i>	691,374	771,446	698,332	73,114
Public Works				
Personal Services	1,150,000	1,150,000	1,007,870	142,130
Contractual Services	2,073,862	1,965,243	1,922,874	42,369
Materials/Supplies	1,000,814	1,004,777	997,474	7,303
Capital Outlay	261,000	254,598	252,913	1,685
Principal	121,000	0	0	0
Other	225,000	383,000	379,447	3,553
Fringe Benefits	378,000	371,701	325,072	46,629
<i>Total public works</i>	5,209,676	5,129,319	4,885,650	243,669
Total Expenditures	5,901,050	5,900,765	5,583,982	316,783
Excess of Revenues Over (Under) Expenditures	(1,134,660)	(1,134,375)	(109,334)	1,025,041
OTHER FINANCING SOURCES (USES):				
Transfers - In	322,000	322,000	0	(322,000)
Transfers - Out	(230,000)	(191,829)	(122,279)	69,550
Total Other Financing Sources (Uses)	92,000	130,171	(122,279)	(252,450)
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(1,042,660)	(1,004,204)	(231,613)	772,591
Fund Balance, January 1	778,380	778,380	778,380	0
Prior year encumbrances appropriated	412,675	412,675	412,675	0
Fund Balance, December 31	\$148,395	\$186,851	\$959,442	\$772,591

UNION COUNTY, OHIO

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

	Original	Final	Actual	Variance With Final Budget Over (Under)
REVENUES:				
Fines and Forfeitures	\$45,000	\$45,000	\$55,425	\$10,425
Other	0	0	32	32
Total Revenues	45,000	45,000	55,457	10,457
EXPENDITURES:				
Current:				
Public Works				
Personal Services	27,000	27,000	25,888	1,112
Capital Outlay	20,000	20,000	3,373	16,627
Fringe Benefits	8,300	8,300	7,571	729
<i>Total public works</i>	55,300	55,300	36,832	18,468
Total Expenditures	55,300	55,300	36,832	18,468
Excess of Revenues Over (Under) Expenditures	(10,300)	(10,300)	18,625	28,925
Fund Balance, January 1	37,237	37,237	37,237	0
Prior year encumbrances appropriated	0	0	0	0
Fund Balance, December 31	\$26,937	\$26,937	\$55,862	\$28,925

UNION COUNTY, OHIO

*Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
Ditch Rotary Fund
For the Year Ended December 31, 2006*

	Original Budget	Final Budget	Actual	Variance: Favorable (Unfavorable)
REVENUES:				
Other	\$51,000	\$51,000	\$53,350	\$2,350
Total Revenues	51,000	51,000	53,350	2,350
EXPENDITURES:				
Current:				
General Government:				
Public Works				
Personal Services	10,456	11,456	10,897	559
Materials/Supplies	1,000	1,000	251	749
Capital Outlay	40,600	40,600	39,406	1,194
Other	4,000	3,000	464	2,536
<i>Total public works</i>	56,056	56,056	51,018	5,038
Total Expenditures	56,056	56,056	51,018	5,038
Excess of Revenues Over (Under) Expenditures	(5,056)	(5,056)	2,332	7,388
Fund Balance, January 1	9,341	9,341	9,341	0
Prior year encumbrances appropriated	0	0	0	0
Fund Balance, December 31	\$4,285	\$4,285	\$11,673	\$7,388

UNION COUNTY, OHIO

*Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
Ditch Maintenance
For the Year Ended December 31, 2006*

	Original	Final	Actual	Variance With Final Budget Over (Under)
<u>REVENUES:</u>				
Special Assessments	\$74,738	\$74,738	\$88,551	\$13,813
Total Revenues	74,738	74,738	88,551	13,813
<u>EXPENDITURES:</u>				
Current:				
Public Works				
Contractual Services	348,104	348,104	112,230	235,874
<i>Total public works</i>	348,104	348,104	112,230	235,874
Total Expenditures	348,104	348,104	112,230	235,874
Excess of Revenues Over (Under) Expenditures	(273,366)	(273,366)	(23,679)	249,687
Fund Balance, January 1	273,366	273,366	273,366	0
Prior year encumbrances appropriated	0	0	0	0
Fund Balance, December 31	\$0	\$0	\$249,687	\$249,687

UNION COUNTY, OHIO

*Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
Dog and Kennel
For the Year Ended December 31, 2006*

	Original	Final	Actual	Variance With Final Budget Over (Under)
REVENUES:				
Licenses and Permits	\$76,000	\$76,000	\$84,173	\$8,173
Fines and Forfeitures	4,000	4,000	3,747	(253)
Other	0	0	103	103
Total Revenues	80,000	80,000	88,023	8,023
EXPENDITURES:				
Current:				
Health				
Personal Services	44,865	45,105	33,398	11,707
Contractual Services	17,823	19,859	17,133	2,726
Materials/Supplies	5,500	5,551	5,006	545
Capital Outlay	4,000	2,869	2,869	0
Other	2,500	1,355	1,149	206
Fringe Benefits	18,400	18,400	12,057	6,343
<i>Total health</i>	93,088	93,139	71,612	21,527
Total Expenditures	93,088	93,139	71,612	21,527
Excess of Revenues Over (Under) Expenditures	(13,088)	(13,139)	16,411	29,550
Fund Balance, January 1	32,540	32,540	32,540	0
Prior year encumbrances appropriated	823	823	823	0
Fund Balance, December 31	\$20,275	\$20,224	\$49,774	\$29,550

UNION COUNTY, OHIO

*Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
ADAMH
For the Year Ended December 31, 2006*

	Original	Final	Actual	Variance With Final Budget Over (Under)
<u>REVENUES:</u>				
Taxes	\$369,411	\$369,411	\$441,182	\$71,771
Charges for Services	36,730	36,730	28,810	(7,920)
Intergovernmental	2,169,518	2,419,373	2,593,841	174,468
Other	25,000	54,917	43,550	(11,367)
Total Revenues	2,600,659	2,880,431	3,107,383	226,952
<u>EXPENDITURES:</u>				
Current:				
Health				
Personal Services	190,000	210,414	208,414	2,000
Contractual Services	2,377,000	2,751,586	2,730,727	20,859
Materials/Supplies	7,000	12,000	8,215	3,785
Capital Outlay	8,000	9,000	6,420	2,580
Other	43,929	42,299	35,857	6,442
Principal	16,700	16,700	16,648	52
Interest	6,200	6,200	5,684	516
Fringe Benefits	53,300	58,035	54,584	3,451
<i>Total health</i>	<i>2,702,129</i>	<i>3,106,234</i>	<i>3,066,549</i>	<i>39,685</i>
Total Expenditures	2,702,129	3,106,234	3,066,549	39,685
Excess of Revenues Over (Under) Expenditures	(101,470)	(225,803)	40,834	266,637
<u>OTHER FINANCING SOURCES (USES):</u>				
Transfers - Out	(8,000)	0	0	0
Total Other Financing Sources (Uses)	(8,000)	0	0	0
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(109,470)	(225,803)	40,834	266,637
Fund Balance, January 1	529,397	529,397	529,397	0
Prior year encumbrances appropriated	0	0	0	0
Fund Balance, December 31	\$419,927	\$303,594	\$570,231	\$266,637

UNION COUNTY, OHIO

*Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
Preschool Grant
For the Year Ended December 31, 2006*

	Original	Final	Actual	Variance With Final Budget Over (Under)
<u>REVENUES:</u>				
Intergovernmental	\$26,000	\$26,000	\$26,574	\$574
Total Revenues	26,000	26,000	26,574	574
<u>EXPENDITURES:</u>				
Current:				
Health				
Contractual Services	24,295	24,295	24,295	0
<i>Total health</i>	24,295	24,295	24,295	0
Total Expenditures	24,295	24,295	24,295	0
Excess of Revenues Over Expenditures	1,705	1,705	2,279	574
<u>OTHER FINANCING SOURCES (USES):</u>				
Transfers - Out	0	(2,245)	(2,245)	0
Total Other Sources (Uses)	0	(2,245)	(2,245)	0
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other (uses)	1,705	(540)	34	574
Fund Balance, January 1	18,824	18,824	18,824	0
Prior year encumbrances appropriated	0	0	0	0
Fund Balance, December 31	\$20,529	\$18,284	\$18,858	\$574

UNION COUNTY, OHIO

*Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
Community Support Services
For the Year Ended December 31, 2006*

	Original	Final	Actual	Variance With Final Budget Over (Under)
<u>REVENUES:</u>				
Charges for Services	\$70,000	\$70,000	\$62,615	(\$7,385)
Intergovernmental	342,000	342,000	250,524	(91,476)
Total Revenues	412,000	412,000	313,139	(98,861)
<u>EXPENDITURES:</u>				
Current:				
Health				
Contractual Services	400,000	555,000	541,849	13,151
Capital Outlay	8,000	8,000	0	8,000
Other	4,000	4,000	282	3,718
<i>Total health</i>	412,000	567,000	542,131	24,869
Total Expenditures	412,000	567,000	542,131	24,869
Excess of Revenues (Under) Expenditures	0	(155,000)	(228,992)	(73,992)
Fund Balance, January 1	282,300	282,300	282,300	0
Prior year encumbrances appropriated	0	0	0	0
Fund Balance, December 31	\$282,300	\$127,300	\$53,308	(\$73,992)

UNION COUNTY, OHIO

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

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	Variance With Final Budget Over (Under)
REVENUES:				
Charges for Services	\$900,000	\$900,000	\$790,051	\$(109,949)
Intergovernmental	2,585,694	2,821,508	3,004,229	182,721
Other	185,000	199,845	138,124	(61,721)
Total Revenues	<u>3,670,694</u>	<u>3,921,353</u>	<u>3,932,404</u>	<u>11,051</u>
EXPENDITURES:				
Current:				
General Government:				
<i>Legislative and Executive</i>				
Personal Services	858,754	858,754	854,703	4,051
Contractual Services	697,108	799,316	790,790	8,526
Materials/Supplies	35,000	32,500	32,305	195
Capital Outlay	2,500	0	0	0
Other	214,100	167,200	166,998	202
Fringe Benefits	470,696	336,496	331,262	5,234
<i>Total legislative and executive</i>	<u>2,278,158</u>	<u>2,194,266</u>	<u>2,176,058</u>	<u>18,208</u>
Human Services				
Personal Services	540,051	633,051	629,871	3,180
Contractual Services	576,842	917,200	906,791	10,409
Materials/Supplies	1,000	0	0	0
Capital Outlay	1,000	0	0	0
Other	102,000	71,200	71,134	66
Fringe Benefits	140,485	172,410	167,384	5,026
<i>Total human services</i>	<u>1,361,378</u>	<u>1,793,861</u>	<u>1,775,180</u>	<u>18,681</u>
Total Expenditures	<u>3,639,536</u>	<u>3,988,127</u>	<u>3,951,238</u>	<u>36,889</u>
Excess of Revenues Over (Under) Expenditures	31,158	(66,774)	(18,834)	47,940
Fund Balance, January 1	67,519	67,519	67,519	0
Prior year encumbrances appropriated	1,842	1,842	1,842	0
Fund Balance, December 31	<u>\$100,519</u>	<u>\$2,587</u>	<u>\$50,527</u>	<u>\$47,940</u>

UNION COUNTY, OHIO

*Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
Coordination Transportation
For the Year Ended December 31, 2006*

	Original	Final	Actual	Variance With Final Budget Over (Under)
REVENUES:				
Charges for Services	\$288,500	\$288,500	\$220,810	\$(67,690)
Intergovernmental	104,853	104,853	154,853	50,000
Other	1,000	1,000	673	(327)
Total Revenues	394,353	394,353	376,336	(18,017)
EXPENDITURES:				
Current:				
Human Services				
Personal Services	260,000	290,000	289,347	653
Contractual Services	28,000	23,750	17,833	5,917
Materials/Supplies	4,000	4,000	3,148	852
Capital Outlay	5,000	1,000	410	590
Other	41,500	46,375	44,418	1,957
Fringe Benefits	62,100	72,175	69,230	2,945
<i>Total human services</i>	400,600	437,300	424,386	12,914
Total Expenditures	400,600	437,300	424,386	12,914
Excess of Revenues (Under) Expenditures	(6,247)	(42,947)	(48,050)	(5,103)
Fund Balance, January 1	81,552	81,552	81,552	0
Prior year encumbrances appropriated	0	0	0	0
Fund Balance, December 31	\$75,305	\$38,605	\$33,502	(\$5,103)

UNION COUNTY, OHIO

*Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
Child Support Enforcement Agency
For the Year Ended December 31, 2006*

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	Variance With Final Budget Over (Under)
<u>REVENUES:</u>				
Charges for Services	\$132,000	\$132,000	\$143,727	\$11,727
Intergovernmental	720,741	720,741	655,617	(65,124)
Other	12,315	12,315	16,462	4,147
Total Revenues	<u>865,056</u>	<u>865,056</u>	<u>815,806</u>	<u>(49,250)</u>
<u>EXPENDITURES:</u>				
Current:				
Human Services				
Personal Services	344,172	344,172	335,115	9,057
Contractual Services	367,000	367,000	332,153	34,847
Materials/Supplies	4,300	4,300	2,755	1,545
Other	18,500	20,400	20,226	174
Fringe Benefits	131,084	129,184	102,682	26,502
<i>Total human services</i>	<u>865,056</u>	<u>865,056</u>	<u>792,931</u>	<u>72,125</u>
Total Expenditures	865,056	865,056	792,931	72,125
Excess of Revenues Over Expenditures	0	0	22,875	22,875
Fund Balance, January 1	24,554	24,554	24,554	0
Prior year encumbrances appropriated	0	0	0	0
Fund Balance, December 31	<u>\$24,554</u>	<u>\$24,554</u>	<u>\$47,429</u>	<u>\$22,875</u>

UNION COUNTY, OHIO

*Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
Children's Services
For the Year Ended December 31, 2006*

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance With Final Budget Over (Under)</u>
REVENUES:				
Intergovernmental	\$1,220,500	\$1,467,713	\$1,518,345	\$50,632
Other	90,000	62,000	67,368	5,368
Total Revenues	<u>1,310,500</u>	<u>1,529,713</u>	<u>1,585,713</u>	<u>56,000</u>
EXPENDITURES:				
Current:				
Human Services				
Contractual Services	1,300,000	1,530,700	1,520,552	10,148
Materials/Supplies	1,000	300	294	6
Other	80,000	80,000	74,120	5,880
<i>Total human services</i>	<u>1,381,000</u>	<u>1,611,000</u>	<u>1,594,966</u>	<u>16,034</u>
Total Expenditures	<u>1,381,000</u>	<u>1,611,000</u>	<u>1,594,966</u>	<u>16,034</u>
Excess of Revenues Over (Under) Expenditures	(70,500)	(81,287)	(9,253)	72,034
Fund Balance, January 1	124,815	124,815	124,815	0
Prior year encumbrances appropriated	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance, December 31	<u><u>\$54,315</u></u>	<u><u>\$43,528</u></u>	<u><u>\$115,562</u></u>	<u><u>\$72,034</u></u>

UNION COUNTY, OHIO

*Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
Adult Basic Literacy Grant (ABLE)
For the Year Ended December 31, 2006*

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	Variance With Final Budget Over (Under)
<u>REVENUES:</u>				
Intergovernmental	\$90,647	\$90,647	\$88,872	\$(1,775)
Other	3,200	3,200	4,822	1,622
Total Revenues	<u>93,847</u>	<u>93,847</u>	<u>93,694</u>	<u>(153)</u>
<u>EXPENDITURES:</u>				
Current:				
Human Services				
Personal Services	66,237	66,130	62,757	3,373
Contractual Services	2,779	2,670	1,794	876
Materials/Supplies	4,535	4,467	3,239	1,228
Capital Outlay	3,350	4,080	1,988	2,092
Other	5,963	5,304	3,677	1,627
Fringe Benefits	12,023	12,130	11,346	784
<i>Total human services</i>	<u>94,887</u>	<u>94,781</u>	<u>84,801</u>	<u>9,980</u>
Total Expenditures	94,887	94,781	84,801	9,980
Excess of Revenues Over (Under) Expenditures	(1,040)	(934)	8,893	9,827
Fund Balance, January 1	10,756	10,756	10,756	0
Prior year encumbrances appropriated	1,207	1,207	1,207	0
Fund Balance, December 31	<u><u>\$10,923</u></u>	<u><u>\$11,029</u></u>	<u><u>\$20,856</u></u>	<u><u>\$9,827</u></u>

UNION COUNTY, OHIO

*Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
Council On Aging
For the Year Ended December 31, 2006*

	Original Budget	Final Budget	Actual	Variance: Favorable (Unfavorable)
<u>REVENUES:</u>				
Intergovernmental	\$162,862	\$198,862	\$210,166	\$11,304
Other	2,000	2,000	1,885	(115)
Total Revenues	164,862	200,862	212,051	11,189
<u>EXPENDITURES:</u>				
Current:				
General Government:				
Human Services				
Personal Services	62,500	74,975	73,378	1,597
Contractual Services	16,600	14,600	12,459	2,141
Materials/Supplies	6,000	9,000	7,737	1,263
Capital Outlay	1,000	500	124	376
Other	62,987	93,487	84,137	9,350
Fringe Benefits	27,400	25,525	24,486	1,039
<i>Total human services</i>	176,487	218,087	202,321	15,766
Total Expenditures	176,487	218,087	202,321	15,766
Excess of Revenues Over (Under) Expenditures	(11,625)	(17,225)	9,730	26,955
Fund Balance, January 1	29,731	29,731	29,731	0
Prior year encumbrances appropriated	0	0	0	0
Fund Balance, December 31	\$18,106	\$12,506	\$39,461	\$26,955

UNION COUNTY, OHIO

*Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
Workplace Investment Act
For the Year Ended December 31, 2006*

	Original Budget	Final Budget	Actual	Variance: Favorable (Unfavorable)
<u>REVENUES:</u>				
Intergovernmental	\$0	\$38,479	\$46,959	\$8,480
Other	187,500	187,500	180,677	(6,823)
Total Revenues	187,500	225,979	227,636	1,657
<u>EXPENDITURES:</u>				
Current:				
Human Services				
Contractual Services	92,000	41,800	30,000	11,800
Other	95,564	184,700	178,958	5,742
<i>Total human services</i>	187,564	226,500	208,958	17,542
Total Expenditures	187,564	226,500	208,958	17,542
Excess of Revenues Over (Under) Expenditures	(64)	(521)	18,678	19,199
Fund Balance, January 1	1,158	1,158	1,158	0
Prior year encumbrances appropriated	64	64	64	0
Fund Balance, December 31	\$1,158	\$701	\$19,900	\$19,199

UNION COUNTY, OHIO

*Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
Collaborative Family Risk Fund
For the Year Ended December 31, 2006*

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance With Final Budget Over (Under)</u>
REVENUES:				
Intergovernmental	\$170,000	\$224,000	\$224,000	\$0
Total Revenues	<u>170,000</u>	<u>224,000</u>	<u>224,000</u>	<u>-</u>
EXPENDITURES:				
Current:				
Human Services				
Contractual Services	170,000	224,000	124,780	99,220
<i>Total human services</i>	<u>170,000</u>	<u>224,000</u>	<u>124,780</u>	<u>99,220</u>
Total Expenditures	170,000	224,000	124,780	99,220
Excess of Revenues Over Expenditures	0	0	99,220	99,220
Fund Balance, January 1	25,000	25,000	25,000	0
Prior year encumbrances appropriated	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance, December 31	<u><u>\$25,000</u></u>	<u><u>\$25,000</u></u>	<u><u>\$124,220</u></u>	<u><u>\$99,220</u></u>

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UNION COUNTY, OHIO

Combining Balance Sheet
Nonmajor Debt Service Funds
December 31, 2006

	<u>BOND RETIREMENT FUND</u>	<u>SALES TAX DEBT FUND</u>	<u>TOTAL</u>
<u>ASSETS:</u>			
Equity in Pooled Cash and Cash Equivalents	\$ -	\$ 147,595	\$ 147,595
TOTAL ASSETS	-	147,595	147,595
 <u>LIABILITIES:</u>			
 <u>FUND BALANCES:</u>			
Reserved for Debt Service	-	147,595	147,595
TOTAL FUND BALANCES	-	147,595	147,595
 TOTAL LIABILITIES AND FUND BALANCES	 \$ -	 \$ 147,595	 \$ 147,595

UNION COUNTY, OHIO

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances

Nonmajor Debt Service Funds

For the Year Ended December 31, 2006

	BOND RETIREMENT FUND	SALES TAX DEBT FUND	TOTAL
<u>REVENUES:</u>			
Other Resources	\$ 126,427	\$ -	\$ 126,427
Total Revenues	126,427	-	126,427
<u>EXPENDITURES:</u>			
Debt Service:			
Other	-	350	350
Principal Retirement	345,000	250,000	595,000
Interest & fiscal charges	143,958	232,604	376,562
Total Expenditures	488,958	482,954	971,912
EXCESS OF REVENUES (UNDER) EXPENDITURES	(362,531)	(482,954)	(845,485)
<u>OTHER FINANCING SOURCES (USES):</u>			
Transfers In	362,531	494,400	856,931
Total Other Financing Sources (Uses)	362,531	494,400	856,931
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER FINANCING SOURCES (USES)	-	11,446	11,446
Fund Balance January 1	-	136,149	136,149
Fund Balance December 31	\$ -	\$ 147,595	\$ 147,595

UNION COUNTY, OHIO

*Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
Bond Retirement Fund
For the Year Ended December 31, 2006*

	Original	Final	Actual	Variance With Final Budget Over (Under)
REVENUES:				
Other	\$126,427	\$126,427	\$126,427	\$0
Total Revenues	126,427	126,427	126,427	0
EXPENDITURES:				
Current:				
Debt Service:				
Principal Retirement	345,000	345,000	345,000	0
Interest and Fiscal Charges	143,958	143,958	143,958	0
Total Expenditures	488,958	488,958	488,958	0
Excess of Revenues (Under) Expenditures	(362,531)	(362,531)	(362,531)	0
OTHER FINANCING SOURCES (USES):				
Transfers In	362,531	362,531	362,531	0
Total Other Financing Sources (Uses)	362,531	362,531	362,531	0
Excess of Revenues and Other Financing Sources Over Expenditures and Other Financing (Uses)	0	0	0	0
Fund Balance, January 1	0	0	0	0
Prior year encumbrances appropriated	0	0	0	0
Fund Balance, December 31	\$0	\$0	\$0	\$0

UNION COUNTY, OHIO

*Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
Sales Tax Debt Fund
For the Year Ended December 31, 2006*

	Original	Final	Actual	Variance With Final Budget Over (Under)
REVENUES:				
Total Revenues	\$0	\$0	\$0	\$0
EXPENDITURES:				
Current:				
Debt Service:				
Other	350	350	350	0
Principal Retirement	250,000	250,000	250,000	0
Interest and Fiscal Charges	241,970	241,970	232,604	9,366
Total Expenditures	492,320	492,320	482,954	9,366
Excess of Revenues Over (Under) Expenditures	(492,320)	(492,320)	(482,954)	9,366
OTHER FINANCING SOURCES (USES):				
Transfers In	494,400	494,400	494,400	0
Total Other Financing Sources (Uses)	494,400	494,400	494,400	0
Excess of Revenues and Other Financing Sources Over Expenditures and Other Financing (Uses)	2,080	2,080	11,446	9,366
Fund Balance, January 1	136,149	136,149	136,149	0
Prior year encumbrances appropriated	0	0	0	0
Fund Balance, December 31	\$138,229	\$138,229	\$147,595	\$9,366

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UNION COUNTY, OHIO

*Combining Balance Sheet
Nonmajor Capital Projects Funds
December 31, 2006*

	CAPITAL IMPROVEMENTS	FEDERAL GRANT / RECAPTURE CPBG FUND	DITCH CONSTRUCTION
<u>ASSETS:</u>			
Equity in Pooled Cash and Cash Equivalents	\$ 575,678	\$ 5,274	\$ 38,812
Cash In Segregated Accounts	-	-	-
Intergovernmental Receivable	-	-	-
Interest Receivable	-	-	-
TOTAL ASSETS	\$ 575,678	\$ 5,274	\$ 38,812
<u>LIABILITIES:</u>			
Accounts payable	\$ -	\$ -	\$ -
TOTAL LIABILITIES	-	-	-
<u>FUND BALANCES:</u>			
Reserved for encumbrances	-	-	-
Unreserved, unrestricted	575,678	5,274	38,812
TOTAL FUND BALANCES	575,678	5,274	38,812
TOTAL LIABILITIES AND FUND BALANCES	\$ 575,678	\$ 5,274	\$ 38,812

CONTINUED

UNION COUNTY, OHIO

Combining Balance Sheet (continued)
Nonmajor Capital Projects Funds
December 31, 2006

	MRDD CAPITAL FUND	SHERIFF'S FACILITY CONSTRUCTION	AG CENTER
ASSETS:			
Equity in Pooled Cash and Cash Equivalents	\$ 15,952	\$ 3,807	\$ 325
Cash In Segregated Accounts	-	233,183	-
Intergovernmental Receivable	-	-	-
Interest Receivable	-	-	-
TOTAL ASSETS	\$ 15,952	\$ 236,990	\$ 325
LIABILITIES:			
Accounts payable	\$ -	\$ -	\$ -
TOTAL LIABILITIES	-	-	-
FUND BALANCES:			
Reserved for encumbrances	129,313	-	-
Undesignated	(113,361)	236,990	325
TOTAL FUND BALANCES	15,952	236,990	325
TOTAL LIABILITIES AND FUND BALANCES	\$ 15,952	\$ 236,990	\$ 325

CONTINUED

<u>LONDON AVE. GOVT. BLDG.</u>	<u>MAIN STREET BUILDING</u>	<u>CAPITAL PROJECTS ISSUE II</u>	<u>TOTAL</u>
\$ 172,788	\$ 99,676	\$ -	\$ 912,312
286,474	-	-	519,657
-	-	934,767	934,767
760	-	-	760
<u>\$ 460,022</u>	<u>\$ 99,676</u>	<u>\$ 934,767</u>	<u>\$ 2,367,496</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 934,767</u>	<u>\$ 934,767</u>
<u>-</u>	<u>-</u>	<u>934,767</u>	<u>934,767</u>
-	-	-	129,313
<u>460,022</u>	<u>99,676</u>	<u>-</u>	<u>1,303,416</u>
<u>460,022</u>	<u>99,676</u>	<u>-</u>	<u>1,432,729</u>
<u>\$ 460,022</u>	<u>\$ 99,676</u>	<u>\$ 934,767</u>	<u>\$ 2,367,496</u>

UNION COUNTY, OHIO

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

	CAPITAL IMPROVEMENTS	FEDERAL GRANT / RECAPTURE CPBG FUND	DITCH CONSTRUCTION
<u>REVENUES:</u>			
Intergovernmental	\$ -	\$ 117,400	\$ -
Investment Earnings / Interest	-	-	-
Other Resources	-	6,030	-
Total Revenues	-	123,430	-
<u>EXPENDITURES:</u>			
Current:			
General Government			
Legislative & Executive	-	117,901	-
Public Safety	-	-	-
Public Works	-	-	-
Human Services	-	-	-
Capital Outlay	-	-	-
Total Expenditures	-	117,901	-
EXCESS OF REVENUES OVER/ (UNDER) EXPENDITURES	-	5,529	-
<u>OTHER FINANCING SOURCES (USES):</u>			
Transfers In	6,804	3,657	-
Transfers Out	(500,000)	(35,318)	-
Total Other Financing Sources (Uses)	(493,196)	(31,661)	-
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER FINANCING (USES)	(493,196)	(26,132)	-
Fund Balance January 1	1,068,874	31,406	38,812
Fund Balance (Deficits), December 31	\$ 575,678	\$ 5,274	\$ 38,812

<u>MRDD CAPITAL FUND</u>	<u>SHERIFF'S FACILITY CONSTRUCTION</u>	<u>AG CENTER</u>	<u>COURTHOUSE RENOVATION</u>	<u>LONDON AVE. GOVT. BLDG.</u>
\$ -	\$ -	\$ -	\$ -	\$ -
-	9,157	-	-	21,225
-	-	-	-	-
-	9,157	-	-	21,225
-	-	-	-	751
-	9,878	-	-	-
-	-	-	-	-
458	-	-	-	-
-	-	-	-	45,914
458	9,878	-	-	46,665
(458)	(721)	-	-	(25,440)
-	-	-	-	-
-	-	-	(6,804)	-
-	-	-	(6,804)	-
(458)	(721)	-	(6,804)	(25,440)
16,410	237,711	325	6,804	485,462
<u>\$ 15,952</u>	<u>\$ 236,990</u>	<u>\$ 325</u>	<u>\$ -</u>	<u>\$ 460,022</u>

CONTINUED

UNION COUNTY, OHIO

*Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Capital Projects Funds (continued)
For the Year Ended December 31, 2006*

	MAIN STREET BUILDING	CAPITAL PROJECTS ISSUE II	OTHER CAPITAL PROJECTS	TOTAL
REVENUES:				
Intergovernmental	\$ -	\$ 2,464,802	\$ -	\$ 2,582,202
Investment Earnings / Interest	-	-	-	30,382
Other Resources	-	-	-	6,030
Total Revenues	-	2,464,802	-	2,618,614
EXPENDITURES:				
Current:				
General Government				
Legislative & Executive	400,324	-	-	518,976
Public Safety	-	-	-	9,878
Public Works	-	2,464,802	-	2,464,802
Human Services	-	-	-	458
Capital Outlay	-	-	-	45,914
Total Expenditures	400,324	2,464,802	-	3,040,028
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(400,324)	-	-	(421,414)
OTHER FINANCING SOURCES (USES):				
Transfers In	500,000	-	(506,804)	3,657
Transfers Out	-	-	506,804	(35,318)
Total Other Financing Sources (Uses)	500,000	-	-	(31,661)
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER / (UNDER) EXPENDITURES AND OTHER FINANCING (USES)	99,676	-	-	(453,075)
Fund Balance January 1	-	-	-	1,885,804
Fund Balance (Deficits), December 31	<u>\$ 99,676</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,432,729</u>

UNION COUNTY, OHIO

*Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
Capital Improvements
For the Year Ended December 31, 2006*

	Original	Final	Actual	Variance With Final Budget Over (Under)
REVENUES:				
Total Revenues	\$0	\$0	\$0	\$0
EXPENDITURES:				
Total Expenditures	0	0	0	0
Excess of Revenues Over Expenditures	0	0	0	0
OTHER FINANCING SOURCES (USES):				
Transfers - In	0	0	6,804	6,804
Transfers - Out	(500,000)	(500,000)	(500,000)	0
Total other financing sources (uses)	(500,000)	(500,000)	(493,196)	6,804
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing (Uses)	(500,000)	(500,000)	(493,196)	6,804
Fund Balance, January 1	1,068,874	1,068,874	1,068,874	0
Prior year encumbrances appropriated	0	0	0	0
Fund Balance, December 31	\$568,874	\$568,874	\$575,678	\$6,804

UNION COUNTY, OHIO

*Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
Federal Grant Fund and Recapture CBDG
For the Year Ended December 31, 2006*

	Original	Final	Actual	Variance With Final Budget Over (Under)
REVENUES:				
Intergovernmental	\$0	\$117,400	\$117,400	\$0
Other	0	6,030	6,030	0
Total Revenues	0	123,430	123,430	0
EXPENDITURES:				
Current:				
Other	20,519	119,518	117,900	1,618
Total Expenditures	20,519	119,518	117,900	1,618
Excess of Revenues Over (Under) Expenditures	(20,519)	3,912	5,530	1,618
OTHER FINANCING SOURCES (USES):				
Transfers - In	0	0	3,657	3,657
Transfers - Out	0	(35,318)	(35,318)	0
Total other financing sources (uses)	0	(35,318)	(31,661)	3,657
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other uses	(20,519)	(31,406)	(26,131)	5,275
Fund Balance, January 1	31,406	31,406	31,406	0
Prior year encumbrances appropriated	0	0	0	0
Fund Balance, December 31	\$10,887	\$0	\$5,275	\$5,275

UNION COUNTY, OHIO

*Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
Ditch Construction Fund
For the Year Ended December 31, 2006*

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance With Final Budget Over (Under)</u>
<u>REVENUES:</u>				
Total Revenues	\$0	\$0	\$0	\$0
EXPENDITURES:				
Total Expenditures	0	0	0	0
Excess of Revenues Over Expenditures	0	0	0	0
Fund Balance, January 1	38,812	38,812	38,812	0
Prior year encumbrances appropriated	0	0	0	0
Fund Balance, December 31	<u>\$38,812</u>	<u>\$38,812</u>	<u>\$38,812</u>	<u>\$0</u>

UNION COUNTY, OHIO

*Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
Board of MRDD Capital Fund
For the Year Ended December 31, 2006*

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance With Final Budget Over (Under)</u>
<u>REVENUES:</u>				
Total Revenues	\$0	\$0	\$0	\$0
EXPENDITURES:				
Current:				
Contractual Services	159,745	145,128	58,005	87,123
Capital Outlay	55,900	55,098	35,098	20,000
Total Expenditures	215,645	200,226	93,103	107,123
Excess of Revenues Over (Under) Expenditures	(215,645)	(200,226)	(93,103)	107,123
OTHER FINANCING SOURCES (USES):				
Transfers - In	122,500	122,500	0	(122,500)
Total other financing sources (uses)	122,500	122,500	0	(122,500)
Excess of Revenues and Other Financing Sources (Under) Expenditures and Other Financing (Uses)	(93,145)	(77,726)	(93,103)	(15,377)
Fund Balance, January 1	16,411	16,411	16,411	0
Prior year encumbrances appropriated	92,645	92,645	92,645	0
Fund Balance, December 31	\$15,911	\$31,330	\$15,953	(\$15,377)

UNION COUNTY, OHIO

*Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
Sheriff's Facilities Construction
For the Year Ended December 31, 2006*

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance With Final Budget Over (Under)</u>
REVENUES:				
Total Revenues	\$0	\$0	\$0	\$0
EXPENDITURES:				
Total Expenditures	0	0	0	0
Excess of Revenues (Under) Expenditures	0	0	0	0
Fund Balance, January 1	3,807	3,807	3,807	0
Prior year encumbrances appropriated	0	0	0	0
Fund Balance, December 31	<u>\$3,807</u>	<u>\$3,807</u>	<u>\$3,807</u>	<u>\$0</u>

UNION COUNTY, OHIO

*Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
Ag Center
For the Year Ended December 31, 2006*

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance With Final Budget Over (Under)</u>
<u>REVENUES:</u>				
Total Revenues	\$0	\$0	\$0	\$0
EXPENDITURES:				
Current:				
Contractual Services	1,665	1,665	1,665	-
Total Expenditures	1,665	1,665	1,665	-
Excess of Revenues (Under) Expenditures	(1,665)	(1,665)	(1,665)	0
Fund Balance, January 1	324	324	324	0
Prior year encumbrances appropriated	1,665	1,665	1,665	0
Fund Balance, December 31	\$324	\$324	\$324	\$0

UNION COUNTY, OHIO

*Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
Courthouse Renovation Fund
For the Year Ended December 31, 2006*

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance With Final Budget Over (Under)</u>
<u>REVENUES:</u>				
Total Revenues	\$0	\$0	\$0	\$0
EXPENDITURES:				
Total Expenditures	0	0	0	0
Excess of Revenues Over Expenditures	0	0	0	0
OTHER FINANCING SOURCES (USES):				
Transfers - Out	0	(6,804)	(6,804)	0
Total other financing sources (uses)	0	(6,804)	(6,804)	0
Excess (deficiency) of revenues and other financing sources (under) expenditures and other uses	0	(6,804)	(6,804)	0
Fund Balance, January 1	6,804	6,804	6,804	0
Prior year encumbrances appropriated	0	0	0	0
Fund Balance, December 31	<u>\$6,804</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

UNION COUNTY, OHIO

*Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
London Avenue Government Building
For the Year Ended December 31, 2006*

	Original	Final	Actual	Variance With Final Budget Over (Under)
REVENUES:				
Investment Income	\$0	\$5,508	\$10,115	\$4,607
Total Revenues	0	5,508	10,115	4,607
EXPENDITURES:				
Current:				
Contractual Services	0	70,289	45,914	24,375
Total Expenditures	0	70,289	45,914	24,375
Excess of Revenues				
Over (Under) Expenditures	0	(64,781)	(35,799)	28,982
Fund Balance, January 1	208,587	208,587	208,587	0
Prior year encumbrances appropriated	0	0	0	0
Fund Balance, December 31	\$208,587	\$143,806	\$172,788	\$28,982

UNION COUNTY, OHIO

*Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
Main Street Building Acquisition and Remodel
For the Year Ended December 31, 2006*

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	Variance With Final Budget Over (Under)
<u>REVENUES:</u>				
Total Revenues	\$0	\$0	\$0	\$0
EXPENDITURES:				
Contractual Services	500,000	500,000	400,324	99,676
Total Expenditures	500,000	500,000	400,324	99,676
Excess of Revenues Over (Under) Expenditures	(500,000)	(500,000)	(400,324)	99,676
OTHER FINANCING SOURCES (USES):				
Transfers - In	500,000	500,000	500,000	0
Total other financing sources (uses)	500,000	500,000	500,000	0
Excess of Revenues and Other Financing Sources Over Expenditures and Other Financing (Uses)	0	0	99,676	99,676
Fund Balance, January 1	0	0	0	0
Prior year encumbrances appropriated	0	0	0	0
Fund Balance, December 31	\$0	\$0	\$99,676	\$99,676

UNION COUNTY, OHIO

*Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
Capital Project Issue II Funds
For the Year Ended December 31, 2006*

	Original	Final	Actual	Variance With Final Budget Over (Under)
<u>REVENUES:</u>				
Intergovernmental	\$196,106	\$1,726,141	\$1,726,141	\$0
Total Revenues	196,106	1,726,141	1,726,141	0
<u>EXPENDITURES:</u>				
Current:				
Contractual Services	196,106	1,726,141	1,726,141	0
Total Expenditures	196,106	1,726,141	1,726,141	0
Excess of Revenues				
(Under) Expenditures	0	0	0	0
Fund Balance, January 1	0	0	0	0
Prior year encumbrances appropriated	0	0	0	0
Fund Balance, December 31	\$0	\$0	\$0	\$0

UNION COUNTY, OHIO

Nonmajor Proprietary Funds – Fund Descriptions

Enterprise funds are established to account for operations that are financed and operated in a manner similar to private business enterprises where the intent is that the costs (expenses, including depreciation) of providing goods or services to the general public be financed or recovered primarily through user charges.

Sanitary Sewer Fund

To account for the operations of the sewer collection system within the County.

Water District Fund

To account for the operations of the water distribution system within the County.

Building and Development Fund

To account for fees collected from the general public for building and construction permits.

UNION COUNTY, OHIO

*Combining Statement of Net Assets
Nonmajor Proprietary Funds
DECEMBER 31, 2006*

	Sanitary Sewer District	Water District	Building and Development	Total
<u>ASSETS:</u>				
Current Assets				
and Cash Equivalent	\$ 992,671	\$ 524,613	\$ 114,660	\$ 1,631,944
Receivables				
Accrued Interest	990	520	-	1,510
Prepaid Items	1,411	-	29	1,440
<i>Total Current Assets</i>	995,072	525,133	114,689	1,634,894
Noncurrent Assets				
Capital Assets:				
Nondepreciable Capital Assets	28,541	-	-	28,541
Depreciable Capital Assets, Net	141,366	-	61,056	202,422
<i>Total Noncurrent Assets</i>	169,907	-	61,056	230,963
TOTAL ASSETS	1,164,979	525,133	175,745	1,865,857
<u>LIABILITIES:</u>				
Current Liabilities:				
Wages Payable	2,451	-	17,554	20,005
Contracts Payable	2,206	447	-	2,653
Intergovernmental Payable	2,753	-	21,663	24,416
Compensated Absences Payable	4,366	-	60,943	65,309
<i>Total Current Liabilities</i>	11,776	447	100,160	112,383
Long-Term Liabilities:				
Compensated Absences Payable	311	-	4,349	4,660
<i>Total Long-Term Liabilities</i>	311	-	4,349	4,660
TOTAL LIABILITIES	12,087	447	104,509	117,043
<u>Net Assets:</u>				
Invested in Capital Assets, Net of				
Related Debt	169,907	-	61,056	230,963
Unrestricted	982,985	524,686	10,180	1,517,851
<i>Total Net Assets</i>	\$ 1,152,892	\$ 524,686	\$ 71,236	\$ 1,748,814

UNION COUNTY, OHIO

*Combining Statement of Revenues, Expenses, and Changes in Fund Net Assets
Nonmajor Proprietary Funds
For the Year Ended December 31, 2006*

OPERATING REVENUES:	Sanitary Sewer District	Water District	Building and Development	Total
Charges For Services	\$ 283,905	\$ 52,293	\$ 732,793	\$ 1,068,991
License and Permits	850	150	33,640	34,640
Tap-in Fees	2,550	2,250	-	4,800
Special Assessments	45,579	9,538	-	55,117
Other	1,601	78	3,241	4,920
<i>Total operating revenue</i>	<u>334,485</u>	<u>64,309</u>	<u>769,674</u>	<u>1,168,468</u>
 OPERATING EXPENSES:				
Personal Services	84,187	3,903	729,984	818,074
Contract Services	105,442	24,979	156,385	286,806
Materials and Supplies	31,621	638	21,766	54,025
Depreciation and Amortization	19,003	22	17,256	36,281
Other Operating Expenses	264,047	159,536	26,294	449,877
<i>Total Operating Expenses</i>	<u>504,300</u>	<u>189,078</u>	<u>951,685</u>	<u>1,645,063</u>
OPERATING LOSS	(169,815)	(124,769)	(182,011)	(476,595)
 NON-OPERATING REVENUES (EXPENSES):				
Interest income	83,535	58,499	-	142,034
Gain (Loss) on Sale of Capital Assets	-	-	(3,298)	(3,298)
Interest and Fiscal Charges	(33,175)	(31,026)	-	(64,201)
Total Non-Operating Revenue (Expenses)	50,360	27,473	(3,298)	74,535
 Special Item:				
Gain (Loss) on Sale of Capital Assets	(571,763)	460,169	-	(111,594)
<i>Change in Net Assets</i>	(691,218)	362,873	(185,309)	(513,654)
<i>Net Assets - Beginning of Year</i>	<u>1,844,110</u>	<u>161,813</u>	<u>256,545</u>	<u>2,262,468</u>
<i>Net Assets - End of Year</i>	<u>\$ 1,152,892</u>	<u>\$ 524,686</u>	<u>\$ 71,236</u>	<u>\$ 1,748,814</u>

UNION COUNTY, OHIO

Combining Statement of Cash Flows
Nonmajor Proprietary Funds
For the Year Ended December 31, 2006

	Sanitary Sewer District	Water District	Building and Development	Total
Increase (Decrease) in Cash and Cash Equivalents				
Cash flows from operating activities:				
Cash received from sales/service charges.....	\$ 287,305	\$ 54,693	\$ 766,433	\$ 1,108,431
Cash payments for operating services.....	(98,781)	(7,404)	(690,704)	(796,889)
Cash payments for contract services.....	(136,975)	(24,532)	(156,385)	(317,892)
Cash payments for supplies and materials.....	(9,957)	(496)	(4,572)	(15,025)
Other cash (payments)/receipts.....	(246,315)	(149,920)	(39,570)	(435,805)
<i>Net Cash Used in Operating Activities</i>	(204,723)	(127,659)	(124,798)	(457,180)
Cash flows from capital and related financing activities:				
Principal retirement.....	(2,082,500)	(1,952,500)	-	(4,035,000)
Interest and fiscal charges.....	(66,455)	(62,306)	-	(128,761)
Proceeds from sale of fixed assets.....	2,082,500	1,952,500	-	4,035,000
<i>Net Cash Used In Capital and Related Financing Activities</i>	(66,455)	(62,306)	-	(128,761)
Cash flows from investing activities:				
Interest income.....	82,725	58,069	-	140,794
<i>Net Cash Used in Investing Activities</i>	82,725	58,069	-	140,794
Net decrease in cash and cash equivalents.....	(188,453)	(131,896)	(124,798)	(445,147)
Cash and cash equivalents at beginning of year.....	1,181,124	656,509	239,458	2,077,091
Cash and cash equivalents at end of year.....	992,671	524,613	114,660	1,631,944
Reconciliation of operating loss to net cash used in operating activities:				
Operating Loss.....	(169,815)	(124,769)	(182,011)	(476,595)
Adjustments to reconcile operating loss to net cash used in operating activities...				
Depreciation and amortization.....	19,003	22	17,256	36,281
Changes in assets and liabilities:				
Other	(8,341)	-	-	(8,341)
Prepayments.....	557	142	677	1,376
Contracts payable.....	(31,533)	447	-	(31,086)
Accrued wages and benefits.....	(104)	(1,531)	17,554	15,919
Compensated absences payable.....	(14,220)	-	24,476	10,256
Due to other governments.....	(270)	(1,970)	(2,750)	(4,990)
Net cash used in operating activities.....	\$ (204,723)	\$ (127,659)	\$ (124,798)	\$ (457,180)

UNION COUNTY, OHIO

*Schedule of Revenues, Expenses, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
Sanitary Sewer District
For the Year Ended December 31, 2006*

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance With Final Budget Over (Under)</u>
REVENUES:				
Charges for Services	\$265,000	\$265,000	\$283,905	\$18,905
Tap in Fees	30,000	30,000	2,550	(27,450)
License/Permits	1,000	1,000	850	(150)
Special Assessment	40,000	40,000	45,579	5,579
Interest	22,000	22,000	82,725	60,725
Other	1,000	1,000	1,601	601
Total Operating Revenues	<u>359,000</u>	<u>359,000</u>	<u>417,210</u>	<u>58,210</u>
EXPENSES:				
Personal Services	84,357	84,357	74,310	10,047
Contractual Services	205,676	206,081	137,066	69,015
Material and Supplies	24,435	24,257	10,002	14,255
Capital Outlay	61,282	51,941	29,448	22,493
Fringe Benefits	31,538	31,538	24,471	7,067
Other Operating Expenses	263,546	265,546	264,048	1,498
Interest & Fiscal Charges	77,500	77,500	0	77,500
Total Expenses	<u>748,334</u>	<u>741,220</u>	<u>539,345</u>	<u>201,875</u>
Operating income (loss)	(389,334)	(382,220)	(122,135)	260,085
NONOPERATING REVENUES (EXPENSES):				
Transfers in	0	0	595	595
Transfers out	(86,200)	(86,795)	(595)	86,200
Principal	(2,082,500)	(2,082,500)	(2,082,500)	0
Interest & Fiscal Charges	(67,600)	(67,600)	(66,455)	1,145
Intergovernmental Revenue	2,082,500	2,082,500	2,082,500	0
Other Financing Sources	1,500	1,500	0	(1,500)
Total nonoperating revenues (expenses)	<u>(152,300)</u>	<u>(152,895)</u>	<u>(66,455)</u>	<u>86,440</u>
Net income (loss)	(541,634)	(535,115)	(188,590)	346,525
Fund Balance, January 1	1,147,384	1,147,384	1,147,384	0
Prior year encumbrances appropriated	33,739	33,739	33,739	0
Fund Balance, December 31	<u>\$639,489</u>	<u>\$646,008</u>	<u>\$992,533</u>	<u>\$346,525</u>

UNION COUNTY, OHIO

*Schedule of Revenues, Expenses, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
Water District
For the Year Ended December 31, 2006*

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance With Final Budget Over (Under)</u>
REVENUES:				
Charges for Services	\$60,000	\$60,000	\$52,293	\$(7,707)
Tap in Fees	15,000	15,000	2,250	(12,750)
License/Permits	0	0	150	150
Special Assessments	1,000	1,000	9,538	8,538
Investment Income	1,300	1,300	58,069	56,769
Other	0	0	78	78
Total Operating Revenues	<u>77,300</u>	<u>77,300</u>	<u>122,378</u>	<u>45,078</u>
EXPENSES:				
Personal Services	8,000	8,000	4,590	3,410
Contractual Services	36,000	36,000	24,532	11,468
Material and Supplies	1,000	1,000	496	504
Capital Outlay	100	100	0	100
Fringe Benefits	3,690	3,690	2,814	876
Other Operating Expenses	160,600	160,600	159,536	1,064
Interest & Fiscal Charges	2,500	2,500	0	2,500
Total Expenses	<u>211,890</u>	<u>211,890</u>	<u>191,968</u>	<u>19,922</u>
Operating income (loss)	(134,590)	(134,590)	(69,590)	65,000
NONOPERATING REVENUES (EXPENSES):				
Debt Service:				
Transfers in	0	0	30,897	30,897
Transfers out	(46,000)	(46,000)	(30,897)	15,103
Principal	(1,952,500)	(1,952,500)	(1,952,500)	0
Interest & Fiscal Charges	(63,600)	(63,600)	(62,306)	1,294
Intergovernmental Revenue	1,952,500	1,998,396	1,952,500	(45,896)
Other Financing Sources	1,250	1,250	0	(1,250)
Total nonoperating revenues (expenses)	<u>(108,350)</u>	<u>(62,454)</u>	<u>(62,306)</u>	<u>148</u>
Net Income (loss)	(242,940)	(197,044)	(131,896)	65,148
Fund Balance, January 1	656,509	656,509	656,509	0
Prior year encumbrances appropriated	0	0	0	0
Fund Balance, December 31	<u>\$413,569</u>	<u>\$459,465</u>	<u>\$524,613</u>	<u>\$65,148</u>

UNION COUNTY, OHIO

*Schedule of Revenues, Expenses, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
Building and Development
For the Year Ended December 31, 2006*

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance With Final Budget Over (Under)</u>
REVENUES:				
Charges for Services	\$829,500	\$829,500	\$732,793	\$(96,707)
Licenses/Permits	38,000	38,000	33,640	(4,360)
Other	1,000	1,000	3,241	2,241
Total Operating Revenues	<u>868,500</u>	<u>868,500</u>	<u>769,674</u>	<u>(98,826)</u>
EXPENSES:				
Personal Services	636,000	636,000	545,396	90,604
Contractual Services	206,466	209,039	156,385	52,654
Material and Supplies	8,321	7,821	4,954	2,867
Capital Outlay	55,485	47,485	16,517	30,968
Fringe Benefits	167,100	167,100	145,308	21,792
Other Operating Expenses	27,500	28,000	26,294	1,706
Total Expenses	<u>1,100,872</u>	<u>1,095,445</u>	<u>894,854</u>	<u>200,591</u>
Operating income (loss)	(232,372)	(226,945)	(125,180)	101,765
NONOPERATING REVENUES (EXPENSES)				
Transfers out	(3,000)	(3,000)	0	3,000
Total nonoperating revenues (expenses)	<u>(3,000)</u>	<u>(3,000)</u>	<u>0</u>	<u>3,000</u>
Net income (loss)	(235,372)	(229,945)	(125,180)	104,765
Fund Balance, January 1	217,186	217,186	217,186	0
Prior year encumbrances appropriated	22,272	22,272	22,272	0
Fund Balance, December 31	<u><u>\$4,086</u></u>	<u><u>\$9,513</u></u>	<u><u>\$114,278</u></u>	<u><u>\$104,765</u></u>

UNION COUNTY, OHIO

Nonmajor Fiduciary Funds – Fund Descriptions

Agency Funds

Agency funds are used to account for assets held by the County as an agent for individuals, private organizations, other governmental units, and/or other funds. Agency funds are purely custodial and thus do not involve the measurement of operations.

Tax Collections Fund: To account for the collection of various property taxes. These taxes are periodically distributed to local governments in the County including Union County itself.

Central Ohio Youth Center Fund: To account for monies received and expended for a five county joint juvenile detention center for which the Union County Auditor serves as fiscal agent.

General Health District Fund: To account for the funds and sub-funds of the Board of Health for which the County Auditor serves as ex-officio fiscal agent.

Soil and Water Conservation District Fund: To account for monies received and expended for the Soil and Water Conservation District for which the County Auditor serves as fiscal agent.

Marriage License Fund: To account for monies collected on each marriage license to be used for a battered spouse program provided by Turning Point and Choices, Inc.

Indigent Counsel / Restitution Fund: To account for court monies ordered reimbursed to the County or subdivision for attorney fees related to cases involving indigent clients.

Domestic Violence Fund: To account for fees collected on each divorce and dissolution case to be used for a battered spouse program provided by Turning Point and Choices, Inc.

County Courts Fund: To account for Clerk of Courts, Probate Court, and Juvenile Court receipts which are distributed to various agencies.

Alimony and Child Support Fund: To account for the collection of alimony and child support payments and the distribution of such monies to the court designated agencies.

Payroll Fund: To account for the payroll taxes and other related payroll deductions accumulated from all funds for distribution to the appropriate governmental unit and/or private organization.

Joint Recreation Board: To account for receipts and expenditures associated with this joint activity among Union County, the City of Marysville, and Paris township.

Housing Trust Fund: To account for the increased funds collected by the Recorder's office in accordance with House Bill 95.

Union County Family / Children First: To account for the revenues and expenditures of the council that administers various social programs within the County.

UNION COUNTY, OHIO

Agency Funds (continued)

Other Agency Funds - smaller agency funds operated by the County funded by miscellaneous sources. These funds are listed as follows:

Medical and Dental Insurance
Humane Society

Ohio Child's Trust
Help Me Grow

UNION COUNTY, OHIO

Combining Statement of Changes in Assets and Liabilities

All Agency Funds

For the Year Ended December 31, 2006

	Balance 12/31/2005	Additions	Reductions	Balance 12/31/2006
<u>Tax Collections</u>				
<u>Assets:</u>				
Equity in Pooled Cash and Cash Equivalents	\$3,233,712	\$80,424,012	\$79,165,017	\$4,492,707
Intergovernmental Receivable	1,706,716	1,729,232	1,706,716	1,729,232
Taxes Receivable	65,953,225	63,201,119	65,953,225	63,201,119
Total Assets	\$70,893,653	\$145,354,363	\$146,824,958	\$69,423,058
<u>Liabilities:</u>				
Undistributed Assets	\$70,893,653	\$145,354,363	\$146,824,958	\$69,423,058
Total Liabilities	\$70,893,653	\$145,354,363	\$146,824,958	\$69,423,058
 <u>Central Ohio Youth Center</u>				
<u>Assets:</u>				
Equity in Pooled Cash and Cash Equivalents	\$414,525	\$2,666,616	\$2,706,484	\$374,657
Total Assets	\$414,525	\$2,666,616	\$2,706,484	\$374,657
<u>Liabilities:</u>				
Undistributed Assets	\$414,525	\$2,666,616	\$2,706,484	\$374,657
Total Liabilities	\$414,525	\$2,666,616	\$2,706,484	\$374,657
 <u>Health Department</u>				
<u>Assets:</u>				
Equity in Pooled Cash and Cash Equivalents	\$2,585,973	2,690,414	2,759,311	\$2,517,076
Intergovernmental Receivable	49,476	52,256	49,476	52,256
Cash in Segregated Accounts	133,388	126,106	133,388	126,106
Total Assets	\$2,768,837	\$2,868,776	\$2,942,175	\$2,695,438
<u>Liabilities:</u>				
Undistributed Assets	\$2,768,837	\$2,868,776	\$2,942,175	\$2,695,438
Total Liabilities	\$2,768,837	\$2,868,776	\$2,942,175	\$2,695,438
 <u>Soil & Water Conservation</u>				
<u>Assets:</u>				
Equity in Pooled Cash and Cash Equivalents	\$110,160	\$401,376	\$397,439	\$114,097
Total Assets	\$110,160	\$401,376	\$397,439	\$114,097
<u>Liabilities:</u>				
Undistributed Assets	\$110,160	\$401,376	\$397,439	\$114,097
Total Liabilities	\$110,160	\$401,376	\$397,439	\$114,097

CONTINUED

UNION COUNTY, OHIO

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

	Balance 12/31/2005	Additions	Reductions	Balance 12/31/2006
<u>Marriage Licenses</u>				
<u>Assets:</u>				
Equity in Pooled Cash and Cash Equivalents	\$3,077	\$4,998	\$5,049	\$3,026
Total Assets	\$3,077	\$4,998	\$5,049	\$3,026
<u>Liabilities:</u>				
Undistributed Assets	\$3,077	\$4,998	\$5,049	\$3,026
Total Liabilities	\$3,077	\$4,998	\$5,049	\$3,026
<u>Indigent Counsel/Restitution</u>				
<u>Assets:</u>				
Equity in Pooled Cash and Cash Equivalents	\$29,569	\$9,509	\$34,818	\$4,260
Total Assets	\$29,569	\$9,509	\$34,818	\$4,260
<u>Liabilities:</u>				
Undistributed Assets	\$29,569	\$9,509	\$34,818	\$4,260
Total Liabilities	\$29,569	\$9,509	\$34,818	\$4,260
<u>Domestic Violence</u>				
<u>Assets:</u>				
Equity in Pooled Cash and Cash Equivalents	\$2,939	\$6,949	\$6,112	\$3,776
Total Assets	\$2,939	\$6,949	\$6,112	\$3,776
<u>Liabilities:</u>				
Undistributed Assets	\$2,939	\$6,949	\$6,112	\$3,776
Total Liabilities	\$2,939	\$6,949	\$6,112	\$3,776
<u>County Courts</u>				
<u>Assets:</u>				
Cash in Segregated Accounts	\$299,240	\$392,184	\$299,240	\$392,184
Total Assets	\$299,240	\$392,184	\$299,240	\$392,184
<u>Liabilities:</u>				
Undistributed Assets	\$299,240	\$392,184	\$299,240	\$392,184
Total Liabilities	\$299,240	\$392,184	\$299,240	\$392,184
<u>Alimony & Child Support</u>				
<u>Assets:</u>				
Cash in Segregated Accounts	\$6,036	\$2,073	\$6,036	\$2,073
Total Assets	\$6,036	\$2,073	\$6,036	\$2,073
<u>Liabilities:</u>				
Undistributed Assets	\$6,036	\$2,073	\$6,036	\$2,073
Total Liabilities	\$6,036	\$2,073	\$6,036	\$2,073

CONTINUED

UNION COUNTY, OHIO

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

	Balance 12/31/2005	Additions	Reductions	Balance 12/31/2006
<u>Payroll</u>				
<u>Assets:</u>				
Equity in Pooled Cash and Cash Equivalents	\$122,623	\$17,941,533	\$17,941,244	\$122,912
Total Assets	\$122,623	\$17,941,533	\$17,941,244	\$122,912
<u>Liabilities:</u>				
Undistributed Assets	\$122,623	\$17,941,533	\$17,941,244	\$122,912
Total Liabilities	\$122,623	\$17,941,533	\$17,941,244	\$122,912
<u>Joint Recreation Board</u>				
<u>Assets:</u>				
Equity in Pooled Cash and Cash Equivalents	\$26,218	\$63,710	\$55,113	\$34,815
Total Assets	\$26,218	\$63,710	\$55,113	\$34,815
<u>Liabilities:</u>				
Undistributed Assets	\$26,218	\$63,710	\$55,113	\$34,815
Total Liabilities	\$26,218	\$63,710	\$55,113	\$34,815
<u>Housing Trust Fund</u>				
<u>Assets:</u>				
Equity in Pooled Cash and Cash Equivalents	\$92,185	\$331,311	\$345,064	\$78,432
Total Assets	\$92,185	\$331,311	\$345,064	\$78,432
<u>Liabilities:</u>				
Undistributed Assets	\$92,185	\$331,311	\$345,064	\$78,432
Total Liabilities	\$92,185	\$331,311	\$345,064	\$78,432
<u>Union County Family / Children First</u>				
<u>Assets:</u>				
Equity in Pooled Cash and Cash Equivalents	\$27,083	\$108,096	\$77,721	\$57,458
Total Assets	\$27,083	\$108,096	\$77,721	\$57,458
<u>Liabilities:</u>				
Undistributed Assets	\$27,083	\$108,096	\$77,721	\$57,458
Total Liabilities	\$27,083	\$108,096	\$77,721	\$57,458
<u>Medical and Dental Insurance</u>				
<u>Assets:</u>				
Equity in Pooled Cash and Cash Equivalents	\$6,524	\$2,401,103	\$2,401,393	\$6,234
Total Assets	\$6,524	\$2,401,103	\$2,401,393	\$6,234
<u>Liabilities:</u>				
Undistributed Assets	\$6,524	\$2,401,103	\$2,401,393	\$6,234
Total Liabilities	\$6,524	\$2,401,103	\$2,401,393	\$6,234

CONTINUED

UNION COUNTY, OHIO

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

	Balance 12/31/2005	Additions	Reductions	Balance 12/31/2006
<u>Ohio Child Trust Fund</u>				
<u>Assets:</u>				
Equity in Pooled Cash and Cash Equivalents	\$9,805	\$15,000	\$21,144	\$3,661
Total Assets	\$9,805	\$15,000	\$21,144	\$3,661
<u>Liabilities:</u>				
Undistributed Assets	\$9,805	\$15,000	\$21,144	\$3,661
Total Liabilities	\$9,805	\$15,000	\$21,144	\$3,661
<u>Humane Society</u>				
<u>Assets:</u>				
Equity in Pooled Cash and Cash Equivalents	\$0	\$917	\$817	\$100
Total Assets	\$0	\$917	\$817	\$100
<u>Liabilities:</u>				
Undistributed Assets	\$0	\$917	\$817	\$100
Total Liabilities	\$0	\$917	\$817	\$100
<u>Help Me Grow</u>				
<u>Assets:</u>				
Equity in Pooled Cash and Cash Equivalents	\$41,280	\$202,929	\$211,924	\$32,285
Total Assets	\$41,280	\$202,929	\$211,924	\$32,285
<u>Liabilities:</u>				
Undistributed Assets	\$41,280	\$202,929	\$211,924	\$32,285
Total Liabilities	\$41,280	\$202,929	\$211,924	\$32,285
<u>All Agency Funds:</u>				
<u>Assets:</u>				
Equity in Pooled Cash and Cash Equivalents	\$6,705,673	\$107,268,473	\$106,128,650	\$7,845,496
Cash in Segregated Accounts	438,664	520,363	438,664	520,363
Intergovernmental Receivable	1,756,192	1,781,488	1,756,192	1,781,488
Taxes Receivable	65,953,225	63,201,119	65,953,225	63,201,119
Total Assets	\$74,853,754	\$172,771,443	\$174,276,731	\$73,348,466
<u>Liabilities:</u>				
Undistributed Assets	\$74,853,754	\$172,771,443	\$174,276,731	\$73,348,466
Total Liabilities	\$74,853,754	\$172,771,443	\$174,276,731	\$73,348,466

Union County, Ohio

Balance Sheet

Discretely Presented Component Unit

Union County Airport Authority

December 31, 2006

	Airport Authority
Assets:	
Equity in Pooled Cash and Cash Equivalents.....	\$ 556,453
Prepaid Items.....	985
Interest Receivable.....	90
Total Assets	\$ 557,528
Liabilities:	
Contracts Payable.....	2,040
Wages Payable.....	175
Intergovernmental Payable.....	186
Total Liabilities	2,401
Fund Balances:	
Reserved for Encumbrances.....	5,177
Reserved for Prepayments.....	985
Unreserved, Unrestricted.....	548,965
Total Fund Balances	555,127
Total Liabilities and Fund Balances	\$ 557,528

*Reconciliation of Total Airport Authority Fund Balance to
Net Assets of Airport Authority Component Unit Activities*

Total Airport Authority Fund Balances	\$ 555,127
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Amounts reported for governmental activities in the statement of net assets are different because of the following:

Capital assets used in governmental type component unit activities are not financial resources and, therefore, are not reported in the funds.	2,309,962
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Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds:	
Accrued Interest Payable	(1,735)
General Obligation Bonds Payable	(131,262)

<i>Net Assets of The Union County Airport Authority</i>	\$ 2,732,092
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Union County, Ohio

*Statement of Revenues, Expenditures, and Changes in Fund Balances
Discretely Presented Component Unit
Union County Airport Authority
For The Year Ended December 31, 2006*

	Airport Authority
Revenues:	
Charges For Services.....	\$127,140
Intergovernmental.....	304,111
Interest.....	4,142
Other.....	24,721
Total Revenues.....	460,114
Expenditures:	
Current:	
Other.....	190,231
Debt Service:	
Principal Retirement.....	58,442
Interest and Fiscal Charges.....	28,665
Total Expenditures.....	277,338
Net Change in Fund Balances.....	182,776
Fund Balances Beginning of Year.....	372,351
Fund Balances End of Year.....	\$555,127

*Reconciliation of Statement of Revenues, Expenditures, and Changes in Fund Balances
of Airport Authority Component Unit Funds to Statement of Activities*

Net Change in Airport Authority Fund Balances	\$ 182,776
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**Amounts reported for discretely presented component units
on the statement of activities are different because:**

Governmental type component unit 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 capital outlays exceeded depreciation in the current period.

Capital Outlay - Depreciable Capital Assets	154,776	
Depreciation	(71,228)	83,548

Repayment of bond principal is an expenditure in the governmental type component unit funds, but the repayment reduces long-term liabilities on the statement of net assets.

23,441

In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental type component unit funds, an interest expenditure is reported when due.

165

<i>Change in Net Assets of The Airport Authority</i>	\$ 289,930
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**Schedules of Capital Assets
Governmental Activities**

UNION COUNTY, OHIO

Capital Assets Used in the Operation of Governmental Funds

Schedule by Source

December 31, 2006

GOVERNMENT FUNDS CAPITAL ASSETS:

Land	\$934,813
Improvements	1,029,983
Buildings	26,029,800
Equipment	3,386,314
Furniture / Fixtures	849,407
Vehicles	4,953,181
Infrastructure	44,079,409
Construction In Progress	742,817
TOTAL	<u><u>\$82,005,724</u></u>

SOURCE OF INVESTMENT IN GOVERNMENTAL FUND ASSETS:-

General Fund Revenues	\$18,860,565
Note or Bonded Debt	17,974,783
Special Revenue Funds	20,154,251
State Grants	7,529,263
Federal Grants	13,579,001
Donations	3,900,861
Other	7,000
TOTAL	<u><u>\$82,005,724</u></u>

UNION COUNTY, OHIO
 Capital Assets Used in the Operation of Governmental Funds
 Schedule by Function
 December 31, 2006

<u>FUNCTION</u>	<u>TOTAL</u>	<u>LAND</u>	<u>IMPROVEMENTS</u>	<u>BUILDINGS</u>	<u>EQUIPMENT</u>	<u>FURNITURE/ FIXTURES</u>	<u>VEHICLES</u>	<u>INFRA- STRUCTURE</u>	<u>CONSTRUCTION IN PROGRESS</u>
General Government									
Legislative and Executive	\$19,698,379	\$494,540	\$916,147	\$16,112,120	\$1,179,980	\$244,269	\$137,358	\$0	\$613,965
Judicial	5,406,384	9,310	10,730	4,808,093	390,056	145,257	0	0	42,938
Public Safety	3,016,092	136,118	2,780	940,715	843,666	52,021	954,878	0	85,914
Public Works	48,150,526	2,060	7,230	14,964	467,238	87,056	3,492,569	44,079,409	0
Health	5,072,338	287,062	67,650	4,060,531	419,161	106,330	131,604	0	0
Human Services	662,005	5,723	25,446	93,377	86,213	214,474	236,772	0	0
Conservation/Recreation	0	0	0	0	0	0	0	0	0
	<u>\$82,005,724</u>	<u>\$934,813</u>	<u>\$1,029,983</u>	<u>\$26,029,800</u>	<u>\$3,386,314</u>	<u>\$849,407</u>	<u>\$4,953,181</u>	<u>\$44,079,409</u>	<u>\$742,817</u>

UNION COUNTY, OHIO
 Capital Assets Used in the Operation of Governmental Funds
 Schedule of Changes by Function
 December 31, 2006

<u>FUNCTION</u>	<u>BALANCE 12/31/2005</u>	<u>ADDITIONS</u>	<u>DELETIONS</u>	<u>BALANCE 12/31/2006</u>
General Government				
Legislative and Executive	\$18,797,458	\$1,390,088	\$489,167	\$19,698,379
Judicial	5,260,901	156,759	\$11,276	5,406,384
Public Safety	2,777,425	423,929	\$185,262	3,016,092
Public Works	43,999,791	4,199,233	\$48,498	48,150,526
Health	4,837,547	360,316	\$125,525	5,072,338
Human Services	651,628	92,770	\$82,393	662,005
	<u>\$76,324,750</u>	<u>\$6,623,095</u>	<u>\$942,121</u>	<u>\$82,005,724</u>

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Statistical Section

This part of the Union County'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</u>
Financial Trends	S- 3
These schedules contain trend information to help the reader understand how the County's financial performance and well-being have changed over time	
Revenue Capacity	S- 10
These schedules contain information to help the reader assess the affordability of the County's most significant local revenue source, the property tax.	
Debt Capacity	S- 14
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.	
Demographic and Economic Information	S- 21
These schedules offer demographic and economic indicators to help the reader understand the environment within which the County's financial activities take place.	
Operating Information	S- 23
These schedules contain service and infrastructure data to help the reader understand how the information in the County's financial reports relates to the services the County provides and the activities it performs.	

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual reports for the relevant year. The County implemented GASB Statement 34 for the year ended December 31, 2003; schedules presenting government wide information include information beginning in that year.

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UNION COUNTY

*Net Assets by Component
Last Four Years (1)
(accrual basis of accounting)*

	2006	2005	2004 Restated	2003
Government Activities:				
Invested in Capital Assets, Net of Unrelated Debt	\$ 56,089,685	\$ 50,863,277	\$ 49,042,618	\$ 45,104,941
Restricted For:				
Capital Projects	1,432,729	1,885,804	1,553,271	3,010,651
Debt Service	178,705	103,051	167,311	90,000
Human Service Programs	6,969,391	6,100,622	4,534,666	4,163,061
Public Works Programs	3,494,643	3,154,052	2,271,894	2,487,400
Health Programs	2,162,353	2,500,644	1,710,375	1,233,090
Other Purposes	2,287,368	2,133,744	1,833,401	682,415
Unrestricted	6,844,135	6,365,027	4,958,093	7,815,189
Total governmental activities net assets	<u>79,459,009</u>	<u>73,106,221</u>	<u>66,071,629</u>	<u>64,586,747</u>
Business-type Activities:				
Invested in Capital Assets, Net of Unrelated Debt	13,355,372	12,958,132	14,630,578	9,851,629
Restricted	3,648,108	1,914,465	4,827,773	8,933,332
Unrestricted	14,603,007	14,632,020	7,389,812	6,570,941
Total Business-type activities net assets	<u>31,606,487</u>	<u>29,504,617</u>	<u>26,848,163</u>	<u>25,355,902</u>
Primary Government:				
Invested in Capital Assets, Net of Unrelated Debt	69,445,057	63,821,409	63,673,196	54,956,570
Restricted For:				
Capital Projects	1,432,729	1,885,804	1,553,271	3,010,651
Debt Service	178,705	103,051	167,311	90,000
Human Service Programs	6,969,391	6,100,622	4,534,666	4,163,061
Public Works Programs	3,494,643	3,154,052	2,271,894	2,487,400
Health Programs	2,162,353	2,500,644	1,710,375	1,233,090
Other Purposes	5,935,476	4,048,209	6,661,174	9,615,747
Unrestricted	21,447,142	20,997,047	12,347,905	14,386,130
Total	<u>\$111,065,496</u>	<u>\$102,610,838</u>	<u>\$ 92,919,792</u>	<u>\$ 89,942,649</u>

UNION COUNTY

*Changes in Net Assets
Last Four Years (1)
(accrual basis of accounting)*

Expenses	Fiscal Year			
	2006	2005	2004	2003
Governmental activities:				
General Government:				
Legislative and Executive	\$ 11,776,677	\$ 11,058,550	\$ 11,245,559	\$ 9,250,525
Judicial	2,181,237	2,248,594	1,960,691	1,909,165
Public Safety	6,270,069	5,631,020	4,709,853	5,625,007
Public Works	3,089,442	3,427,498	4,554,528	1,464,972
Health	3,888,031	3,345,809	3,201,395	3,482,836
Human services	14,604,599	12,759,040	11,339,209	11,616,137
Economic Development	306,202	333,395	394,680	154,969
Other	-	-	1,782,748	666,332
Interest and Fiscal Charges	380,135	415,051	451,711	460,618
<i>Total Governmental Activities Expense</i>	<u>42,496,392</u>	<u>39,218,957</u>	<u>39,640,374</u>	<u>34,630,561</u>
Business-type Activities:				
Memorial Hospital	60,705,526	58,582,150	56,083,372	59,845,387
Nonmajor:				
Sanitary Sewer District	1,109,238	1,190,025	872,798	666,119
Water District	220,104	585,926	439,051	253,638
Building and Development	954,983	920,994	811,553	702,502
<i>Total Business-type Activities Expense</i>	<u>62,989,851</u>	<u>61,279,095</u>	<u>58,206,774</u>	<u>61,467,646</u>
<i>Total Primary Government Expenses</i>	<u>\$ 105,486,243</u>	<u>\$ 100,498,052</u>	<u>\$ 97,847,148</u>	<u>\$ 96,098,207</u>
Program Revenues				
Governmental Activities:				
Charges for Services:				
General Government:				
Legislative and Executive	3,023,987	3,056,333	2,843,582	2,107,002
Judicial	570,134	574,770	580,135	879,666
Public Safety	871,808	815,211	699,130	560,200
Public Works	644,593	618,410	644,370	798,534
Health	179,375	170,132	285,042	151,412
Human Services	1,191,088	1,380,394	1,346,464	1,220,303
Economic Development	20,621	20,621	20,620	79,774
Operating Grants and Contributions				
General Government:				
Legislative and Executive	636,094	813,542	798,429	552,417
Judicial	74,447	107,541	110,276	135,611
Public Safety	691,322	605,893	554,115	532,082
Health	2,551,355	2,400,984	2,480,982	2,235,583
Human Services	5,392,309	4,508,522	4,625,488	4,413,779
Capital Grants and Contributions				
General Government:				
Legislative and Executive	117,400	234,795	335,590	490,040
Public Works	2,464,802	785,013	1,826,860	1,548,851
Human Services	-	-	-	20,144
<i>Total Governmental Activities Program Revenues</i>	<u>18,429,335</u>	<u>16,092,161</u>	<u>17,151,083</u>	<u>15,725,398</u>

UNION COUNTY

*Changes in Net Assets
Last Four Years (1)
(accrual basis of accounting)*

Program Revenues (continued)	Fiscal Year			
	2006	2005	2004	2003
Business-type Activities:				
Charges for Services:				
Memorial Hospital	60,142,923	58,674,289	54,589,205	57,212,364
Nonmajor:				
Sanitary Sewer District	332,884	1,143,784	954,578	888,221
Water District	64,231	636,889	586,869	625,295
Building and Development	766,433	848,346	798,214	754,349
Capital Grants and Contributions				
Memorial Hospital	808,334	543,753	833,980	-
<i>Total Business-type Activities</i>				
Program Revenues	62,114,805	61,847,061	57,762,846	59,480,229
<i>Total Primary Government</i>				
Program Revenues	\$ 80,544,140	\$ 77,939,222	\$ 74,913,929	\$ 75,205,627
Net (expense)/revenue				
Governmental Activities	\$ (24,067,057)	\$ (23,126,796)	\$ (22,489,291)	\$ (18,905,163)
Business-type Activities	(875,046)	567,966	(443,928)	(1,987,417)
<i>Total Primary Government Net Expense</i>	\$ (24,942,103)	\$ (22,558,830)	\$ (22,933,219)	\$ (20,892,580)
General Revenues and Other Changes in Net Assets				
Governmental activities:				
Property Taxes	11,242,702	11,605,612	10,018,690	9,429,703
Sales Taxes	7,163,499	7,115,148	6,844,471	8,388,571
Unrestricted Grants and Contributions	9,108,618	9,157,542	6,239,807	7,232,467
Interest	1,542,329	903,077	527,910	542,185
Other	1,362,697	1,380,009	1,530,771	1,510,556
<i>Total Governmental Activities:</i>	30,419,845	30,161,388	25,161,649	27,103,482
Business-type Activities:				
Unrestricted Grants and Contributions	-	-	-	662,258
Interest	718,364	228,887	102,325	149,025
Gain on Sale of Capital Assets	460,169	-	-	-
Other	1,798,383	1,859,601	1,772,797	2,163,101
<i>Total Business-type Activities:</i>	2,976,916	2,088,488	1,875,122	2,974,384
<i>Total Primary Government</i>	\$ 33,396,761	\$ 32,249,876	\$ 27,036,771	\$ 30,077,866
Change in Net Assets				
Governmental Activities:	\$ 6,352,788	\$ 7,034,592	\$ 2,672,358	\$ 8,198,319
Business-type Activities:	2,101,870	2,656,454	1,431,194	986,967
<i>Total Primary Government</i>	\$ 8,454,658	\$ 9,691,046	\$ 4,103,552	\$ 9,185,286

(1) There are only four years of audited data available as 2003 was the conversion year.

UNION COUNTY

*Fund Balances, Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)*

	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>
General Fund					
Reserved	\$ 1,089,106	\$ 743,360	\$ 747,942	\$ 777,801	\$ 845,718
Unreserved	2,377,961	3,665,656	3,089,674	4,443,403	5,090,874
Total General Fund	<u>3,467,067</u>	<u>4,409,016</u>	<u>3,837,616</u>	<u>5,221,204</u>	<u>5,936,592</u>
All Other Governmental Funds					
Reserved	856,041	431,965	446,049	684,784	943,813
Unreserved, reported in:					
Special Revenue Funds	5,962,109	6,396,190	8,150,227	10,035,585	11,284,106
Capital Projects Fund	2,751,707	2,864,090	1,401,758	1,663,846	1,303,416
Total All Other Governmental Funds	<u>9,569,857</u>	<u>9,692,245</u>	<u>9,998,034</u>	<u>12,384,215</u>	<u>13,531,335</u>
Total Governmental Funds	<u>\$13,036,924</u>	<u>\$14,101,261</u>	<u>\$13,835,650</u>	<u>\$17,605,419</u>	<u>\$19,467,927</u>
<hr/>					
	<u>1997</u>	<u>1998</u>	<u>1999</u>	<u>2000</u>	<u>2001</u>
General Fund					
Reserved	\$ 555,451	\$ 675,437	\$ 491,641	\$ 431,927	\$ 3,548,189
Unreserved	2,780,430	1,701,013	3,184,071	3,387,401	
Total General Fund	<u>3,335,881</u>	<u>2,376,450</u>	<u>3,675,712</u>	<u>3,819,328</u>	<u>3,548,189</u>
All Other Governmental Funds					
Reserved	560,293	1,039,807	768,867	705,270	912,165
Unreserved, reported in:					
Special Revenue Funds	7,252,491	6,706,703	5,870,819	5,770,996	5,588,600
Capital Projects Fund	2,670,142	8,072,105	5,014,351	3,914,526	3,383,151
Total All Other Governmental Funds	<u>10,482,926</u>	<u>15,818,615</u>	<u>11,654,037</u>	<u>10,390,792</u>	<u>9,883,916</u>
Total Governmental Funds	<u>\$13,818,807</u>	<u>\$18,195,065</u>	<u>\$15,329,749</u>	<u>\$14,210,120</u>	<u>\$13,432,105</u>

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UNION COUNTY

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

	1997	1998	1999	2000
Revenues				
Property Taxes	\$ 5,875,329	\$ 5,401,451	\$ 6,863,037	\$ 7,318,784
Sales Taxes	3,884,070	4,354,822	4,565,710	4,394,280
Charges for services	2,521,482	2,582,249	2,698,400	4,185,063
Licenses and permits	288,869	85,261	113,732	94,907
Fines and forfeitures	188,510	160,341	147,522	120,629
Intergovernmental	10,584,397	10,189,867	12,459,328	13,524,123
Special assessments	7,390	33,154	34,610	26,411
Investment earnings	965,879	1,290,064	1,311,588	1,633,319
Other - Rent	-	-	-	-
Other	969,192	1,445,181	2,776,321	1,191,178
Total Revenues	25,285,118	25,542,390	30,970,248	32,488,694
Expenditures				
General government:				
Legislative and executive	3,294,404	5,608,806	6,837,983	6,301,260
Judicial	817,905	999,959	1,210,768	1,400,100
Public safety	2,903,399	3,178,073	3,171,988	4,133,505
Public works	4,777,562	3,623,706	5,734,699	6,284,628
Health	2,173,321	6,083,577	2,733,691	2,242,986
Human services	5,125,314	2,592,474	8,329,001	8,318,217
Economic development	20,670	81,872	171,029	99,305
Employee fringe benefits (1)	939,644			
Other	622,567	1,053,033	479,329	638,934
Capital outlay	1,224,679	1,703,328	4,740,518	3,440,648
Intergovernmental	33,810	79	5,085	-
Debt service				
Principal retirement	162,927	302,927	367,927	375,600
Interest and fiscal charges	315,589	546,032	381,988	370,480
Total expenditures	22,411,791	25,773,866	34,164,006	33,605,663
Excess of revenues over (under) expenditures	2,873,327	(231,476)	(3,193,758)	(1,116,969)
Other financing sources (uses)				
Transfers in	4,248,950	3,458,691	2,537,650	2,956,219
Transfers out	(4,248,649)	(3,403,862)	(2,537,650)	(2,956,219)
Sale of capital assets	122,778	18,425	74,713	8,962
Issuance of Bonds/Other Sources	455,192	5,064,520	-	20,418
Total other financing sources (uses)	578,271	5,137,774	74,713	29,380
Net change in fund balance	\$ 3,451,598	\$ 4,906,298	\$ (3,119,045)	\$ (1,087,589)
Debt Service as a percentage of noncapital expenditures	2.3%	3.5%	2.5%	2.5%

(1) Allocated to functions prior to and after 1997.

TABLE 4

2001	2002	2003	2004	2005	2006
\$ 7,051,514	\$ 9,212,683	\$ 9,439,349	\$ 10,046,282	\$ 11,606,766	\$ 11,160,274
7,247,373	5,983,016	8,187,253	6,803,685	7,084,993	7,120,385
3,128,084	3,931,159	5,218,750	5,652,805	6,097,268	5,635,607
140,079	208,712	138,446	96,808	94,460	180,251
116,038	190,320	112,740	373,099	141,674	164,042
14,215,646	13,904,313	16,864,852	17,595,228	17,154,412	21,396,153
41,108	41,677	57,295	91,147	89,389	88,551
1,275,488	735,429	542,185	527,910	903,077	1,542,329
-	-	-	-	84,593	521,706
1,030,973	1,846,861	1,246,172	1,705,461	1,508,496	1,319,146
<u>34,246,303</u>	<u>36,054,170</u>	<u>41,807,042</u>	<u>42,892,425</u>	<u>44,765,128</u>	<u>49,128,444</u>
7,001,821	8,514,138	9,283,243	10,949,185	10,554,369	12,236,331
1,500,183	1,628,576	1,662,842	1,799,920	1,930,903	1,989,364
4,218,505	4,846,121	5,194,829	5,560,597	5,694,979	6,386,829
3,787,974	3,680,137	4,020,510	4,554,497	4,266,177	6,979,286
2,928,295	3,448,408	3,364,327	3,040,817	3,292,537	3,896,255
9,814,676	10,618,297	11,483,709	11,460,825	12,859,327	14,265,234
106,860	63,260	235,593	244,776	248,882	305,905
		-	-	-	-
739,153	618,982	663,205	1,176,961	335,732	667,141
3,429,797	5,466,427	4,254,021	3,354,540	861,815	45,914
24,756	30,590	-	-	-	-
462,927	648,804	542,511	565,363	585,557	611,771
438,696	427,969	454,318	460,281	416,828	382,123
<u>34,453,643</u>	<u>39,991,709</u>	<u>41,159,108</u>	<u>43,167,762</u>	<u>41,047,106</u>	<u>47,766,153</u>
<u>(207,340)</u>	<u>(3,937,539)</u>	<u>647,934</u>	<u>(275,337)</u>	<u>3,718,022</u>	<u>1,362,291</u>
6,686,942	2,459,007	3,545,026	3,176,210	1,500,530	931,130
(6,686,942)	(2,367,987)	(3,540,147)	(3,169,955)	(1,500,530)	(931,130)
-	16,890	253,647	25,512	18,936	537,301
-	3,435,000	-	-	-	-
<u>-</u>	<u>3,542,910</u>	<u>258,526</u>	<u>31,767</u>	<u>18,936</u>	<u>537,301</u>
<u>\$ (207,340)</u>	<u>\$ (394,629)</u>	<u>\$ 906,460</u>	<u>\$ (243,570)</u>	<u>\$ 3,736,958</u>	<u>\$ 1,899,592</u>
2.9%	3.1%	2.7%	2.6%	2.5%	2.1%

UNION COUNTY, OHIO

*Assessed Value and Estimated Actual Values of Taxable Property
Last Ten Fiscal Years*

Year	REAL PROPERTY		PERSONAL PROPERTY		Total		Assessed Value as a Percentage of Actual Value	Total Direct Tax Rate
	Residential Property	Commercial Property	General Tangible	Utility	Assessed Value	Estimated Actual Value		
1997	351,669,920	106,671,930	153,658,411	58,877,100	670,877,361	1,991,087,582	33.69%	9.1000
1998	364,169,170	115,160,330	164,509,690	66,373,960	710,213,150	2,102,976,572	33.77%	9.1000
1999	450,591,320	123,941,980	183,927,680	69,188,050	827,649,030	2,455,857,218	33.70%	9.1000
2000	475,679,830	136,991,250	188,527,150	70,435,110	871,633,340	2,584,637,297	33.72%	9.1000
2001	508,203,710	142,941,850	198,335,360	67,930,360	917,411,280	2,730,950,917	33.59%	10.6000
2002	605,098,020	160,071,330	201,889,553	49,373,040	1,016,431,943	3,066,342,862	33.15%	10.6000
2003	640,161,440	173,541,860	203,292,500	51,063,100	1,068,058,900	3,212,658,127	33.25%	10.6000
2004	667,252,290	179,445,910	238,986,460	52,013,960	1,137,698,620	3,453,699,426	32.94%	10.6000
2005	751,898,720	207,204,030	175,853,243	54,180,240	1,189,136,233	3,534,583,872	33.64%	10.6000
2006	804,078,830	218,700,810	102,984,000	54,697,210	1,180,460,850	3,413,483,463	34.58%	10.6000

10-\$

Property is assessed every year. 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. Other tangible personal property is assessed at 25 percent for everything except inventories, which are assessed at 23 percent. This is being phased out with a replacement amount provided by the State.

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.

Source: Union County Auditor

UNION COUNTY, OHIO

*Property Tax Rates - Direct and Overlapping Governments
(Per \$1,000 of Assessed Value)
Last Ten Years*

	<u>1997</u>	<u>1998</u>	<u>1999</u>	<u>2000</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>
<u>Union County</u>										
<i>County Unvoted Millage:</i>										
General	3.40	3.40	3.40	3.40	3.40	3.40	3.40	3.40	3.40	3.40
<i>County Voted Millage:</i>										
MR/DD	4.70	4.70	4.70	4.70	6.20	6.20	6.20	6.20	6.20	6.20
Mental Health	0.50	0.50	0.50	0.50	0.50	0.50	0.50	0.50	0.50	0.50
9-1-1	0.50	0.50	0.50	0.50	0.50	0.50	0.50	0.50	0.50	0.50
Total County	<u>9.10</u>	<u>9.10</u>	<u>9.10</u>	<u>9.10</u>	<u>10.60</u>	<u>10.60</u>	<u>10.60</u>	<u>10.60</u>	<u>10.60</u>	<u>10.60</u>
<u>Union County Health District</u>	0.50	0.50	1.25	1.25	1.25	1.25	1.25	1.25	1.25	1.25
<u>School Districts within the County</u>										
Fairbanks LSD	40.00	39.00	38.50	37.30	37.00	37.00	36.80	41.70	41.70	40.90
Marysville EVSD	42.86	47.71	47.71	47.56	47.56	47.56	52.56	52.56	52.56	54.06
North Union LSD	36.70	35.30	34.80	34.80	34.70	34.70	41.30	41.30	41.30	41.40
<u>Overlapping School Districts</u>										
Benjamin Logan LSD	36.90	36.90	36.70	42.95	41.90	41.65	41.65	39.70	39.70	39.40
Triad LSD	33.10	32.90	36.90	36.46	36.40	36.15	36.10	28.85	28.85	28.80
Jonathon Alder LSD	40.10	40.10	40.10	40.10	40.10	49.00	48.60	48.10	48.10	38.60
Hilliard CSD	59.96	59.71	59.71	65.61	65.61	64.44	64.44	74.40	74.40	73.14
Dublin CSD	57.90	65.50	65.22	65.22	65.22	64.60	64.60	64.60	64.60	72.50
Buckeye Valley LSD	36.05	36.00	34.75	34.40	34.33	33.95	33.52	33.20	33.20	33.06
<u>Corporations</u>										
Richwood	11.00	11.00	11.00	11.00	11.00	11.00	11.00	11.00	11.00	11.00
Unionville Center	3.95	3.95	3.95	3.95	3.95	3.95	3.95	3.95	3.95	3.95
Plain City	6.00	6.00	6.00	6.00	6.00	6.00	6.00	6.00	6.00	6.00
Magnetic Springs	15.90	5.90	5.90	5.90	5.90	5.90	5.90	5.90	5.90	5.90
Marysville	4.50	4.50	4.50	4.50	4.50	4.50	4.50	4.50	4.50	4.50
Milford Center	7.00	7.00	7.00	1.20	1.20	1.20	1.20	1.20	1.20	1.20
<u>Joint Vocational Schools</u>										
Tolles Career & Technical Center	1.60	1.60	1.60	1.10	1.10	0.50	0.50	0.50	0.50	0.50
Ohio Hi Point JVS	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
Tri-Rivers JVS	4.40	4.40	4.40	4.40	4.40	4.40	4.40	4.40	4.40	4.40
Delaware Co JVS	3.40	3.40	3.40	3.40	3.20	3.20	3.20	3.20	3.20	3.20
<u>Township / Fire</u>										
Allen	6.60	6.60	6.60	6.60	6.60	6.60	9.60	9.60	9.60	9.60
Claibourne	3.60	3.60	1.60	1.60	1.60	1.60	1.60	1.60	1.60	1.60
Darby	3.30	1.60	3.30	3.30	3.30	6.30	6.30	6.50	6.30	6.30
Dover	5.40	5.40	5.40	1.40	5.40	5.40	4.90	4.90	4.90	4.90
Jackson	4.65	4.65	1.40	1.40	1.40	1.40	1.40	1.40	1.40	1.40
Jerome	13.90	13.90	13.90	13.90	13.90	13.90	13.90	13.90	13.90	13.90
Leesburg	3.50	3.50	3.50	3.50	3.50	3.50	3.50	3.50	3.50	3.50
Liberty	3.65	5.40	5.40	5.40	6.40	6.40	6.40	5.40	5.40	7.15
Millcreek	6.95	6.95	6.95	6.95	6.95	6.50	6.50	6.20	6.20	6.20
Paris	4.40	4.40	4.40	4.40	5.00	5.00	5.00	5.00	5.00	5.00
Taylor	3.20	5.70	5.70	6.20	6.20	6.20	6.20	6.20	6.20	7.70
Union	8.60	8.50	8.38	7.55	8.30	8.30	8.30	8.30	8.30	8.30
Washington	5.20	5.20	4.20	4.20	4.20	4.20	4.20	4.20	4.20	4.20
York	3.90	4.90	4.90	5.40	5.40	5.40	5.40	5.40	5.40	8.90

Note: For Darby Twp, this is what is collected in district 7. For other districts in this Township, the rate is 1.60 with an additional 12.5 mills for the Pleasant Valley Fire District which started to be collected for this district in 1995 tax year.

* Also, please note that in 2006 tax rates for Claibourne, Jackson and York the rate does not include the 8.90 mills for the Northern Union County Fire District.

* For 2006 in Washington Township, the rate does not reflect the 4.50 mills for the Southeast Hardin/Northwest Union County Fire District.

The rates represented in this Table represent the original voted rates.

Source: Union County Auditor

UNION COUNTY, OHIO

*Principal Taxpayers
Current and Nine Years Ago*

Taxpayer	2006			1997		
	Total Assessed Valuation	Rank	Percentage of Total Taxable Assessed Value	Total Assessed Valuation	Rank	Percentage of Total Taxable Assessed Value
Honda of America	\$ 62,891,500	1	5.33%	\$ 50,514,350	1	7.53%
Ohio Power Company	16,300,930	2	1.38%	22,379,640	2	3.34%
O M Scotts & Sons	13,391,330	3	1.13%	7,654,870	5	1.14%
Union Rural Electric	11,714,840	4	0.99%	5,933,140	6	0.88%
Dayton Power & Light	9,660,000	5	0.82%	7,884,990	4	1.18%
M/I Homes	5,875,600	6	0.50%	-	-	-
Dominion Homes	4,411,440	7	0.37%	-	-	-
United Telephone	4,387,800	8	0.37%	8,153,830	3	1.22%
Nestle USA	4,310,310	9	0.37%	-	-	-
Ohio Edison	4,228,250	10	0.36%	3,978,860	8	0.59%
Columbia Gas	-	-	-	4,435,620	7	0.66%
Select Sires	-	-	-	3,807,400	9	0.57%
GTE North	-	-	-	3,633,800	10	0.54%
	<u>\$ 137,172,000</u>		<u>11.62%</u>	<u>\$ 118,376,500</u>		<u>17.65%</u>

Source: Union County Auditor

UNION COUNTY, OHIO

*Property Tax Levies and Collections (1)
Last Ten Fiscal Years*

Collection Year	Total Tax Levy For Fiscal Year	Collected within the Fiscal Year of the Levy		Collections of Delinquent Taxes (2)	Total Tax Collections	Percentage of Total Tax Collections to Current Tax Levy
		Amount	Percentage of Levy			
1997	3,823,673	3,809,692	99.63%	109,897	3,919,589	102.51%
1998	4,188,509	4,083,358	97.49%	120,680	4,204,038	100.37%
1999	4,783,971	4,640,225	97.00%	126,042	4,766,267	99.63%
2000	5,072,060	4,867,039	95.96%	165,325	5,032,364	99.22%
2001	5,325,092	5,166,294	97.02%	196,345	5,362,639	100.71%
2002	7,062,704	6,519,683	92.31%	204,095	6,723,778	94.23%
2003	7,531,189	6,912,890	91.79%	302,034	7,214,924	95.80%
2004	7,463,029	7,250,351	97.15%	284,305	7,534,656	100.96%
2005	8,684,051	8,130,450	93.63%	304,813	8,435,263	97.14%
2006	9,744,662	8,883,821	91.17%	294,585	9,178,406	94.19%

Source: Union County Auditor

- (1) Includes Homestead / Rollback taxes assessed locally, but distributed through the State and reported as Intergovernmental revenue.
- (2) The County does not identify delinquent tax collections by tax year. The amounts shown represent delinquent taxes collected in that fiscal year regardless of the year of initial levy.

UNION COUNTY, OHIO

Ratios of Outstanding Debt by Type Last Ten Fiscal Years

Fiscal Year	Government Activities				Business-type Activities			Total Primary Government	Percentage of Personal Income (1)	Per Capita (1)
	General Obligation Bonds	Sales Tax Revenue Bonds	Mortgage Loan Debt	Capital Leases	General Obligation Bonds	Enterprise/Hospital Notes	Capital Leases			
1997	3,380,000	0	263,773	24,496	7,937,800	4,000,000	571,715	16,177,784	1.83%	432
1998	5,335,000	2,860,000	257,914	13,159	7,319,873	5,200,000	311,214	21,297,160	2.25%	542
1999	5,065,000	2,770,000	251,597	6,330	16,701,946	5,000,000	414,813	30,209,686	2.97%	752
2000	4,780,000	2,675,000	168,038	3,099	15,989,019	4,700,000	1,218,883	29,534,039	2.70%	722
2001	4,485,000	2,575,000	156,196	-	15,251,092	5,516,502	1,516,407	29,500,197	2.66%	695
2002	3,955,000	5,905,000	142,392	-	14,478,164	5,290,208	1,524,095	31,294,859	2.69%	729
2003	3,655,000	5,675,000	129,881	-	18,960,237	8,232,010	954,253	37,606,381	3.03%	860
2004	3,340,000	5,440,000	114,518	-	16,592,310	9,257,395	552,985	35,297,208	2.73%	789
2005	3,010,000	5,200,000	98,961	-	16,749,383	4,776,058	340,734	30,175,136	2.22%	660
2006	2,665,000	4,950,000	82,190	-	16,095,000	7,253,019	106,897	31,152,106	2.19%	667

Note: Details regarding the County's outstanding debt can be found in the notes to the financial statements

(1) See the Schedule of Demographic and Economic Statistics on page S-21 for personal income and population data.

Source: Union County Auditor

UNION COUNTY, OHIO
*Ratios of General Bonded Debt Outstanding
 Last Ten Fiscal Years*

Fiscal Year	General Obligation Bonds	Less: Amounts Available in Debt Service Fund	Net General Bonded Debt	Ratio of Net Bonded Debt to Estimated Actual Value	Net Bonded Debt per Capita (2)
1997	\$3,380,000	\$5,752	\$3,374,248	0.10%	\$90
1998	5,335,000	362,515	4,972,485	0.15%	126
1999	5,065,000	368,057	4,696,943	0.15%	117
2000	4,780,000	339,667	4,440,333	0.16%	109
2001	4,485,000	811,574	3,673,426	0.14%	87
2002	3,955,000	92,216	3,862,784	0.16%	90
2003	3,655,000	90,000	3,565,000	0.17%	82
2004	3,340,000	157,186	3,182,814	0.16%	71
2005	3,010,000	0	3,010,000	0.16%	66
2006	2,665,000	0	2,665,000	0.08%	57

Note: Details regarding the county's outstanding debt can be found in the notes to the financial statements

- (1) See the Schedule of Assessed Value and Estimated Actual Value of Taxable Property on page S-10 for property value data.
- (2) Population data can be found in the Schedule of Demographic and Economic Statistics on page S-21

Source: Union County Auditor

UNION COUNTY, OHIO

*Direct and Overlapping Governmental Activities Debt
As of December 31, 2006*

<u>Jurisdiction</u>	<u>Debt Outstanding</u>	<u>Percentage Applicable to County (1)</u>	<u>Amount of Direct and Overlapping Debt</u>
The County	\$ 2,665,000	100.00%	\$ 2,665,000
All Villages and Cities wholly within the County	7,725,000	100.00%	7,725,000
City of Dublin	45,991,724	2.01%	924,434
All Townships wholly within the County	-	100.00%	-
Washington Township-Franklin County	2,524,999	1.98%	49,995
<u>All School Districts</u>			
Dublin City School District	190,336,797	3.53%	6,718,889
Benjamin Logan Local School District	4,491,283	0.93%	41,769
Buckeye Valley Local School District	10,004,992	0.05%	5,002
Fairbanks School District	11,460,062	93.63%	10,730,056
Jonathaan Alder Local School District	23,539,885	41.33%	9,729,034
Marysville Exempted Village School District	105,480,402	100.00%	105,480,402
North Union Local School District	12,071,071	94.88%	11,453,032
Triad Local School District	2,478,979	6.25%	154,936
Tri-Rivers Joint Vocational School	132,000	7.49%	9,887
SE Ambulance District Misc.	100,179	23.96%	24,003
Total Applicable to County			<u>\$ 155,711,439</u>

Source: Ohio Municipal Advisory Council and county records.

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the county. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of Union County. This process recognizes that, when considering the governments ability to issue and repay long term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping government.

(1) The percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of the county's taxable assessed value that is within the government's boundaries and dividing it by the county's taxable assessed value.

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UNION COUNTY, OHIO

Computation of Legal Debt Margin Last Ten Fiscal Years

	1997	1998	1999	2000
Assessed Value	<u>\$670,877,361</u>	<u>\$710,213,150</u>	<u>\$827,649,030</u>	<u>\$871,633,340</u>
Unvoted Debt Limit (1% of total assessed)	6,708,774	7,102,132	8,276,490	8,716,333
Debt applicable to limit:				
General Obligation Bonds	2,842,784	4,978,247	5,065,000	4,780,000
Less: Amount set aside for repayment of general obligation debt	<u>13,536</u>	<u>5,752</u>	<u>368,057</u>	<u>339,667</u>
Total debt applicable to limit	<u>2,829,248</u>	<u>4,972,495</u>	<u>4,696,943</u>	<u>4,440,333</u>
Legal Debt Margin	<u>3,879,526</u>	<u>2,129,637</u>	<u>3,579,547</u>	<u>4,276,000</u>
Legal Debt Margin as a Percentage of the Unvoted Debt Limit	57.83%	29.99%	43.25%	49.06%
Debt Limit				
3.0% of the first \$100,000,000	3,000,000	3,000,000	3,000,000	3,000,000
1.5% of the next \$200,000,000	3,000,000	3,000,000	3,000,000	3,000,000
2.5% of amounts assessed in excess of \$300,000,000.	<u>9,271,934</u>	<u>10,255,329</u>	<u>13,191,226</u>	<u>14,290,834</u>
	<u>15,271,934</u>	<u>16,255,329</u>	<u>19,191,226</u>	<u>20,290,834</u>
Debt applicable to limit:				
General Obligation Bonds	2,842,784	4,978,247	5,065,000	4,780,000
Less: Amount set aside for repayment of general obligation debt	<u>13,536</u>	<u>5,752</u>	<u>368,057</u>	<u>339,667</u>
Total debt applicable to limit	<u>2,829,248</u>	<u>4,972,495</u>	<u>4,696,943</u>	<u>4,440,333</u>
Legal Debt Margin	<u>12,442,686</u>	<u>11,282,834</u>	<u>14,494,283</u>	<u>15,850,501</u>
Legal Debt Margin as a Percentage of the Unvoted Debt Limit	81.47%	69.41%	75.53%	78.12%

Source: Union County Auditor

Note: Ohio Bond Law sets a limit of 9% for overall debt and 1/10 of 1% for voted debt.

TABLE 12

2001	2002	2003	2004	2005	2006
<u>\$917,411,280</u>	<u>\$1,016,431,943</u>	<u>\$1,068,058,900</u>	<u>\$1,137,698,620</u>	<u>\$1,189,136,233</u>	<u>\$1,180,460,850</u>
9,174,113	10,164,319	10,680,589	11,376,986	11,891,362	11,804,609
6,841,907	3,955,000	4,970,000	3,215,000	3,010,000	2,665,000
<u>811,574</u>	<u>92,216</u>	<u>90,000</u>	<u>157,186</u>	<u>0</u>	<u>0</u>
<u>6,030,333</u>	<u>3,862,784</u>	<u>4,880,000</u>	<u>3,057,814</u>	<u>3,010,000</u>	<u>2,665,000</u>
<u>3,143,780</u>	<u>6,301,535</u>	<u>5,800,589</u>	<u>8,319,172</u>	<u>8,881,362</u>	<u>9,139,609</u>
34.27%	62.00%	54.31%	73.12%	74.69%	77.42%
3,000,000	3,000,000	3,000,000	3,000,000	3,000,000	3,000,000
3,000,000	3,000,000	3,000,000	3,000,000	3,000,000	3,000,000
<u>15,435,282</u>	<u>17,910,799</u>	<u>19,201,473</u>	<u>20,942,466</u>	<u>22,228,406</u>	<u>22,011,521</u>
<u>21,435,282</u>	<u>23,910,799</u>	<u>25,201,473</u>	<u>26,942,466</u>	<u>28,228,406</u>	<u>28,011,521</u>
6,841,907	3,955,000	4,970,000	3,215,000	3,010,000	2,665,000
<u>811,574</u>	<u>92,216</u>	<u>90,000</u>	<u>157,186</u>	<u>0</u>	<u>0</u>
<u>6,030,333</u>	<u>3,862,784</u>	<u>4,880,000</u>	<u>3,057,814</u>	<u>3,010,000</u>	<u>2,665,000</u>
<u>15,404,949</u>	<u>20,048,015</u>	<u>20,321,473</u>	<u>23,884,652</u>	<u>25,218,406</u>	<u>25,346,521</u>
71.87%	83.85%	80.64%	88.65%	89.34%	90.49%

UNION COUNTY, OHIO

*Pledged Revenue Coverage
Last Ten Fiscal Years*

Fiscal Year	Sales Tax Revenue Bonds					
	Sales Tax Revenue	Retained For General Fund	Net Available Revenue	Debt Service		Coverage
				Principal	Interest	
1997	\$ -	\$ -	\$ -	\$ -	\$ -	n/a
1998	4,354,822	4,212,271	142,551	-	55,458	2.57
1999	4,565,710	4,337,710	228,000	90,000	133,100	1.02
2000	4,394,280	4,166,280	228,000	95,000	129,590	1.02
2001	7,247,373	7,019,373	228,000	100,000	89,416	1.20
2002	5,983,016	5,755,016	228,000	105,000	201,470	0.74
2003	7,908,319	7,429,403	478,916	230,000	259,431	0.98
2004	6,776,434	6,236,434	540,000	235,000	258,484	1.09
2005	7,115,148	6,575,148	536,200	240,000	250,597	1.09
2006	7,163,499	6,669,099	494,400	250,000	232,604	1.02

Note: Details regarding the County's outstanding debt can be found in the notes to the financial statements. The amount retained for the general fund represents the total received less the amount required to meet the debt obligation.

Debt Service amounts represent a \$2,860,000 issue in 1998 and a \$3,435,000 in 2002.

No principal payments were scheduled in 1998 for the Sheriff's facility bonds.

No principal payments were scheduled in 2002 for the London Avenue facility bonds.

Source: Union County Auditor

UNION COUNTY, OHIO

*Demographic and Economic Statistics
Last Ten Fiscal Years*

<u>Year</u>	<u>(a) Population</u>	<u>Personal Income</u>	<u>Per Capita Income (b)</u>	<u>Agricultural Acres (c)</u>	<u>Building Permits (d)</u>	<u>Unemployment Rate (e)</u>
1997	37,434	886,100,214	23,671	249,582	521	3.6
1998	39,320	947,297,440	24,092	250,577	597	2.9
1999	40,154	1,015,775,738	25,297	239,050	597	2.9
2000	40,909	1,093,293,025	26,725	239,499	521	2.8
2001	42,467	1,111,021,654	26,162	239,268	554	2.7
2002	42,955	1,162,620,030	27,066	239,142	575	3.8
2003	43,733	1,242,935,593	28,421	237,745	616	4.1
2004	44,729	1,293,641,000	28,922	235,022	570	4.9
2005	45,751	1,359,216,459	29,709	233,229	735	4.9
2006	46,702	1,423,523,662	30,481	231,812	578	4.5

Sources:

- (a) Population numbers were obtained from Capital Impact for 1996 through 1999. The 2000 numbers came from the census. Numbers from 2000 to 2005 were estimates provided by Ohio State University. The source for the 2006 estimate is Population Division, U.S. Census Bureau
- (b) Per capita income from the Ohio Department of Development, Office of Strategic Research. Years 2005 and 2006 are not yet available but have been estimated.
- (c) Source: Union County Auditor.
- (d) Source: Union County Engineer.
- (e) Data from the Labor Market Information section of the Ohio Department of Jobs and Family Services.

UNION COUNTY, OHIO

*Principal Employers
Current Year and Nine Years Ago*

Employer	2006			1997		
	Employees	Rank	Percent of total employment	Employees	Rank	Percent of total employment
Honda of America	7,722	1	32.04%	7,560	1	44.47%
The Scotts Company	959	2	3.98%	760	2	4.47%
Memorial Hospital	750	3	3.11%	431	8	2.54%
Marysville Schools	626	4	2.60%	-	-	0.00%
Ohio Reformatory for Women	487	5	2.02%	453	7	2.66%
Union County	450	6	1.87%	320	9	1.88%
Wal Mart	327	7	1.36%	-	-	0.00%
Nestle R & D	250	8	1.04%	-	-	0.00%
Goodyear	221	9	0.92%	296	10	1.74%
Parker Hannifin	198	10	0.82%	-	5	0.00%
Invensys Climate Controls	-	-	0.00%	700	3	4.12%
Midwest Express	-	-	-	557	5	3.28%
Union County School	-	-	-	579	4	3.41%
Honda Transmission	-	-	-	500	6	2.94%
Total Employment within the County	<u>11,990</u>		<u>49.76%</u>	<u>12,156</u>		<u>71.51%</u>

Source: Union County Chamber of Commerce

UNION COUNTY, OHIO

*Full-time Equivalent County Government Employees by Function
Last Ten Fiscal Years*

Function	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006
<i>General Government</i>										
<i>Legislative and Executive</i>										
Auditor	11	10	12	12	16	13	13	13	13	12
Board of Elections	2	1	2	2	2	2	2	2	4	4
Commissioners Dept.	6	7	7	8	9	9	13	12	10	12
Data Processing	-	-	-	-	-	2	2	2	2	2
Engineers Office	9	9	8	6	6	6	10	7	7	7
Janitor / Maintenance	6	6	7	8	10	11	16	16	16	17
Prosecutor	7	7	9	7	9	9	7	12	12	11
Recorder	4	4	4	5	4	4	4	4	4	4
Treasurer	5	5	5	5	5	5	5	5	5	5
Welfare Administration	15	14	17	20	20	19	19	21	21	20
<i>Judicial</i>										
Clerk of Courts	8	9	9	10	10	10	11	11	11	11
Common Pleas Court	5	6	8	8	8	8	7	7	7	6
Law Library	-	-	-	-	-	-	1	1	1	1
Juvenile Court	6	7	9	10	10	10	12	14	12	13
Probate Court	4	4	3	3	4	5	4	5	5	5
<i>Public Safety</i>										
Coroner	1	3	3	2	2	2	2	2	2	2
Sheriff	46	43	48	55	50	53	56	56	66	65
<i>Public Works</i>										
Co. Engineers Official	1	1	1	1	1	1	1	1	1	1
Road Laborers	26	25	27	26	25	25	25	26	26	25
<i>Health</i>										
Dog Warden	1	1	1	1	1	1	1	1	1	-
Mental Health	7	4	4	3	3	3	3	3	3	3
MR/DD	50	53	67	70	74	79	72	70	68	69
<i>Human Services</i>										
Able	1	1	1	1	1	1	1	2	2	2
Child Support	10	12	12	13	12	12	13	11	9	11
PA Transportation	-	1	2	5	6	6	5	6	7	6
Public Social Service	19	18	20	17	17	17	13	14	14	19
Veterans	3	3	3	4	2	2	3	3	3	3
<i>Sewer</i>										
Sanitary Engineer	3	3	4	4	4	4	4	4	4	2
<i>Building Development</i>										
Building Regulation	5	8	6	8	8	8	10	10	9	9
	261	265	299	314	319	327	335	341	345	347

Source: Union County Auditor

UNION COUNTY, OHIO

Operating Indicators by Function Last Ten Fiscal Years

Function	1997	1998	1999	2000
<u>General Government</u>				
<u>Legislative and Executive</u>				
<u>Commissioners</u>				
Number of Resolutions	n/a	n/a	n/a	n/a
Number of Meetings	n/a	n/a	n/a	n/a
<u>Auditor</u>				
Number of Non Exempt Conveyances	n/a	n/a	n/a	n/a
Number of Exempt Conveyances	n/a	n/a	n/a	n/a
Number of Real Estate Transfers	n/a	n/a	n/a	n/a
Number of Checks Issued (budgetary)	n/a	n/a	n/a	n/a
<u>Treasurer</u>				
Number of 1st Half Parcels Billed	n/a	n/a	n/a	n/a
Number of Pay-Ins Processed	n/a	n/a	n/a	n/a
Return on Portfolio	n/a	n/a	n/a	n/a
<u>Prosecuting Attorney</u>				
Number of Felony Cases Opened	n/a	n/a	n/a	n/a
Number of Cases Prosecuted	n/a	n/a	n/a	n/a
Number of Mortgage Foreclosures Answered	n/a	n/a	n/a	n/a
Number of County Contracts Reviewed	n/a	n/a	n/a	n/a
Number of Township Issues Assisted With	n/a	n/a	n/a	n/a
Number of Nonsupport Cases Opened & Serviced	n/a	n/a	n/a	n/a
Number of Crime Victims Assisted	n/a	n/a	n/a	n/a
Number of new Juvenile Cases	n/a	n/a	n/a	n/a
<u>Board of Elections</u>				
Number of Registered Voters	18,094	22,997	24,080	25,981
Number of Voters-Last General Election	10,374	12,930	9,113	17,288
Percentage of Registered Voters	57.33	56.22	37.84	66.54
<u>Recorder</u>				
Number of Deeds Recorded	n/a	2,319	2,298	2,115
Number of Mortgages Recorded	n/a	3,826	3,793	3,258
<u>Buildings and Grounds</u>				
Number of Buildings Maintained	n/a	n/a	n/a	n/a
Square Footage of Buildings	n/a	n/a	n/a	n/a
<u>Data Processing</u>				
Number of Users Served	n/a	n/a	n/a	n/a
<u>Risk Management</u>				
Number of Claims	n/a	9	16	7
<u>Judicial</u>				
<u>Common Pleas Court</u>				
Number of Cases Filed- Criminal	105	90	98	98
Number of Cases Filed- Civil	213	191	222	236
Number of Cases Filed- Divorce/Dissolution	238	228	214	273
Number of Cases Filed- Domestic Reopens	162	146	139	140
<u>Probate Court</u>				
Number of Cases Filed- Civil	281	273	249	259
Passports Issued	362	432	493	485
Marriage License Issued	285	336	303	288
<u>Juvenile Court</u>				
Number of Cases Filed- Traffic Offenses	n/a	n/a	611	486
Number of Cases Filed- Mediation	n/a	n/a	193	202
Number of Cases Filed- Other	n/a	n/a	640	695
Number of Filings Terminated	n/a	n/a	n/a	n/a
<u>Clerk of Courts</u>				
Titles Issued	n/a	n/a	n/a	n/a
Watercraft Titles Issued	n/a	n/a	n/a	n/a

Source: Union County Elected Officials and Department Heads

Table 17

2001	2002	2003	2004	2005	2006
n/a	n/a	n/a	n/a	669	702
n/a	n/a	n/a	n/a	104	103
n/a	n/a	1,696	1,805	1,840	1,541
n/a	n/a	922	1,033	953	932
n/a	n/a	2,618	2,838	2,793	2,373
n/a	n/a	22,389	20,334	18,694	15,856
n/a	n/a	23,781	24,538	25,377	26,042
n/a	n/a	6,149	6,505	6,856	7,092
n/a	n/a	1.97%	1.88%	3.07%	5.19%
n/a	n/a	n/a	n/a	329	259
n/a	n/a	n/a	n/a	180	199
n/a	n/a	n/a	n/a	229	231
n/a	n/a	n/a	n/a	121	62
n/a	n/a	n/a	n/a	82	106
n/a	n/a	n/a	n/a	172	567
n/a	n/a	n/a	n/a	819	923
n/a	n/a	n/a	n/a	443	375
24,598	25,880	26,459	30,200	28,608	30,185
8,900	12,597	10,675	22,911	11,881	17,382
36.18	48.67	40.35	75.86	41.74	57.58
2,253	2,527	2,658	2,727	2,756	2,305
4,628	5,425	6,701	4,883	4,769	4,043
n/a	n/a	n/a	n/a	13	14
n/a	n/a	n/a	n/a	257,199	279,199
n/a	n/a	n/a	n/a	326	370
12	11	13	8	13	11
124	147	150	128	180	199
295	333	471	460	557	585
255	254	278	246	238	244
123	165	170	124	155	149
284	264	282	286	265	257
539	432	493	513	332	309
314	336	303	328	307	301
538	579	462	398	440	429
412	242	271	317	273	305
721	651	728	743	798	1,067
n/a	1,203	1,173	1,138	1,272	1,769
n/a	n/a	n/a	19,982	22,559	23,629
n/a	n/a	n/a	247	269	329

continued

UNION COUNTY, OHIO

Operating Indicators by Function Last Ten Fiscal Years

Function	1997	1998	1999	2000
<u>General Government (continued)</u>				
<u>Public Safety</u>				
<u>Sheriff</u>				
<u>Jail Operation</u>				
Average Daily Jail Census	n/a	n/a	n/a	n/a
Prisoners Booked	n/a	n/a	n/a	n/a
Prisoners Released	n/a	n/a	n/a	n/a
<u>Enforcement</u>				
Number of Incidents Reported	n/a	n/a	1,422	1,405
Number of Citations Issued	n/a	n/a	4,579	4,497
Number of Papers Served	n/a	n/a	1,144	1,848
Number of Telephone Calls	n/a	n/a	12,460	12,321
Number of Warrants Served	n/a	n/a	432	793
Number of Prisoner Transports	n/a	n/a	927	933
Number of Sheriff's Appraisals & Sales	n/a	n/a	n/a	35
Number of Record Checks	n/a	n/a	n/a	n/a
Number of Sex Offender Registrations	n/a	n/a	n/a	n/a
Number of CCW Permits Issued	n/a	n/a	n/a	n/a
<u>Emergency Medical Services</u>				
Number of Emergency Responses	n/a	n/a	n/a	n/a
<u>911 Services</u>				
Number of Calls	n/a	n/a	n/a	3,383
<u>Coroner</u>				
Number of Cases Investigated	25	30	25	44
Number of Autopsies Performed	7	5	7	15
<u>Emergency Management Assoc. (EMA)</u>				
Number of Emergency Responses	n/a	n/a	n/a	n/a
<u>Public Works</u>				
<u>Engineer</u>				
Miles of Roads Resurfaced	36	26	47	24
Miles of Roads Widened	n/a	n/a	11	8
Miles of Roads Chip Sealed	60	53	89	85
Miles of Roads Striped	90	100	69	112
Number of Bridges Replaced / Improved	8	8	5	4
Number of Culverts Replaced / Improved	26	34	26	18
Driveway Permits Issued	n/a	277	287	271
Property Transfers Checked	n/a	2,255	2,152	1,949
Deed Approvals	n/a	1,096	1,573	1,533
<u>Building Development</u>				
Number of Permits Issued	538	888	834	916
Number of Inspections Performed	3,658	12,647	14,220	15,034
Correction Notices Written	139	2,669	4,858	5,578
<u>Sewer District</u>				
Number of Tap-ins	9	10	46	41
Number of Customers	495	505	551	592
<u>Water District</u>				
Number of Tap-ins	7	60	29	34
Number of Customers	108	168	197	2,231
<u>Health</u>				
<u>Dog Warden</u>				
Calls for Service	n/a	n/a	n/a	n/a
Total Dogs to Humane Society	n/a	n/a	n/a	n/a
Citations Issued	n/a	n/a	n/a	n/a

Source: Union County Elected Officials and Department Heads

Table 17

2001	2002	2003	2004	2005	2006
n/a	n/a	n/a	n/a	39.6	38.4
n/a	n/a	n/a	n/a	1,464	1,644
n/a	n/a	n/a	n/a	1,461	1,617
1,546	1,317	1,250	1,326	1,403	1,214
3,969	2,904	3,059	3,080	3,915	4,416
2,628	2,047	2,749	2,368	3,212	3,036
15,642	15,435	12,546	12,785	16,870	19,612
824	1,716	1,337	1,129	1,236	1,335
1,132	1,155	1,078	1,103	1,185	1,346
64	228	154	187	181	188
n/a	573	577	666	639	910
n/a	18	34	46	64	105
n/a	n/a	n/a	348	157	99
614	350	450	474	366	585
3,438	4,430	5,482	6,729	8,110	10,674
37	29	38	36	23	34
21	10	26	23	13	26
n/a	n/a	n/a	n/a	14	31
18	18	32	29	24	16
17	7	13	10	14	8
42	65	62	48	52	28
48	106	95	104	104	99
5	5	5	8	5	9
44	40	37	38	44	39
232	283	434	296	270	205
2,138	2,487	2,862	3,046	3,544	3,082
1,539	1,533	1,802	1,824	2,026	1,666
1,036	1,140	1,107	943	1,120	944
15,076	15,997	17,130	16,319	15,606	12,417
5,283	4,890	4,078	4,822	5,157	4,287
48	47	74	91	70	1
640	687	761	852	922	455
12	57	55	69	56	1
243	300	355	424	480	-
n/a	n/a	n/a	n/a	2,173	780
n/a	n/a	n/a	n/a	578	209
n/a	n/a	n/a	n/a	3	-

UNION COUNTY, OHIO

*Operating Indicators by Function
Last Ten Fiscal Years*

Function	1997	1998	1999	2000
<u>Health (continued)</u>				
<u>MR/DD</u>				
Number of Students Enrolled				
Early Intervention Program	28	33	51	54
Preschool	51	53	71	76
School Age	2	2	1	-
Number Employed at Workshop	40	46	49	58
<u>Mental Health</u>				
Client Count - direct outpatient services	n/a	n/a	n/a	n/a
Client Count - other including prevention services	n/a	n/a	n/a	n/a
<u>Human Services</u>				
<u>Jobs And Family Services</u>				
Client Count - Visitors to Emplymnt Resource Cntr	n/a	n/a	n/a	n/a
Client Count - Number of Job Club Participants	n/a	n/a	n/a	n/a
Job Club Part. - Successfully Completed Classes	n/a	n/a	n/a	n/a
Client Applications Processed - Food Stamps	n/a	n/a	n/a	n/a
Client Applications Processed - OWF	n/a	n/a	n/a	n/a
Client Applications Processed - Medicaid	n/a	n/a	n/a	n/a
Number of Open Public Assitance Cases	n/a	n/a	n/a	n/a
Average Number of Cerified Daycare Providers.	n/a	n/a	n/a	n/a
<u>Children's Services</u>				
Number of Placements	n/a	n/a	n/a	n/a
Number of Investigations	n/a	n/a	n/a	n/a
Number of Information and Referrals	n/a	n/a	n/a	n/a
<u>Child Support Enforcement Agency</u>				
Number of Open Cases	n/a	n/a	n/a	n/a
Number of new Cases	n/a	n/a	n/a	n/a
Percentage Collected	n/a	n/a	n/a	n/a
<u>Veteran Services</u>				
Number of Clients Served	760	925	1,023	1,159
Amount of Benefits paid to Residents (\$000)	88	94	107	124
Number of Veterans Transported	420	557	657	724
<u>Union County Agency Transportation Service</u>				
Number of One-Way Passenger Trips	n/a	n/a	n/a	n/a
Total Vehicle Miles	n/a	n/a	n/a	n/a
Total Vehicle Hours	n/a	n/a	n/a	n/a
<u>Council on Aging</u>				
Number of Function Attendees	n/a	n/a	n/a	n/a
Monthly Newsletter Circulation	n/a	n/a	n/a	n/a
<u>ABLE</u>				
Number of Students who Enroll in the Pgm.	n/a	n/a	n/a	n/a
Number of Students Earning their GED	n/a	n/a	n/a	n/a
No. of Students -Trans. to Post Secondary	n/a	n/a	n/a	n/a
<u>Economic Development</u>				
Commercial / Industrial Projects	n/a	n/a	n/a	n/a
Estimated Number of Jobs Created	n/a	n/a	n/a	n/a
Estimated Number of Site/Building Inquiries	n/a	n/a	n/a	n/a
Economic Development Grants Received	n/a	n/a	n/a	n/a
Retention Visits	n/a	n/a	n/a	n/a

Source: Union County Elected Officials and Department Heads

Table 17

2001	2002	2003	2004	2005	2006
42	65	73	61	66	88
71	74	78	73	88	82
-	-	-	-	-	-
58	56	61	68	70	58
n/a	n/a	n/a	n/a	1,458	1,637
n/a	n/a	n/a	n/a	4,580	5,083
n/a	n/a	n/a	n/a	7,280	7,010
n/a	n/a	n/a	n/a	296	218
n/a	n/a	n/a	n/a	84	54
n/a	n/a	n/a	n/a	1,021	1,480
n/a	n/a	n/a	n/a	729	884
n/a	n/a	n/a	n/a	6,458	10,221
n/a	n/a	n/a	n/a	2,037	1,946
n/a	n/a	n/a	n/a	38	51
n/a	n/a	n/a	n/a	55	77
n/a	n/a	n/a	n/a	472	513
n/a	n/a	n/a	n/a	398	569
n/a	n/a	n/a	n/a	2,573	2,570
n/a	n/a	n/a	n/a	229	208
n/a	n/a	n/a	n/a	81.57%	77.79%
1,244	1,246	852	946	695	551
143	154	104	136	111	89
1,035	1,002	985	1,433	1,244	1,540
n/a	n/a	n/a	n/a	19,001	17,493
n/a	n/a	n/a	n/a	220,628	208,450
n/a	n/a	n/a	n/a	15,951	16,590
n/a	n/a	n/a	n/a	2,057	2,938
n/a	n/a	n/a	n/a	1,848	2,119
n/a	n/a	n/a	49	73	70
n/a	n/a	n/a	20	28	24
n/a	n/a	n/a	3	14	2
n/a	n/a	n/a	n/a	40	48
n/a	n/a	n/a	n/a	400	400
n/a	n/a	n/a	n/a	30	32
n/a	n/a	n/a	n/a	2	3
n/a	n/a	n/a	n/a	14	18

UNION COUNTY, OHIO

*Capital Asset Statistics by Function
Last Ten Fiscal Years
(amounts expressed in thousands)*

Function	1997	1998	1999	2000	2001
General Government					
Legislative and Executive					
Land & Improvements	733	248	330	330	249
Buildings	7,085	7,084	10,914	14,386	17,021
Equipment	792	800	931	1,083	941
Furniture & Fixtures	198	198	214	214	174
Vehicles	47	34	49	94	100
Judicial					
Land & Improvements	-	-	-	-	-
Buildings	-	-	-	-	-
Equipment	266	284	283	308	212
Furniture & Fixtures	177	178	178	182	120
Public Safety					
Land & Improvements	143	143	143	134	133
Buildings	43	43	45	27	24
Equipment	617	750	806	905	687
Furniture & Fixtures	71	74	74	74	40
Vehicles	426	562	709	835	862
Public Works					
Land & Improvements	15	15	15	15	15
Buildings	62	62	62	62	61
Equipment	316	390	424	450	323
Furniture & Fixtures	53	53	53	62	47
Vehicles	2,628	2,693	2,668	2,842	2,865
Infrastructure	n/a	n/a	n/a	n/a	n/a
Health					
Land & Improvements	764	356	356	356	429
Buildings	7,326	3,986	3,986	3,986	3,985
Equipment	497	527	553	493	366
Furniture & Fixtures	175	178	197	198	50
Vehicles	46	46	46	54	65
Human Services					
Land & Improvements	-	-	-	-	-
Buildings	9	9	9	9	9
Equipment	139	145	157	155	79
Furniture & Fixtures	114	119	127	136	64
Vehicles	64	64	66	107	138
Construction in Progress					
	-	-	-	-	-
Sewer					
Land	33	33	33	33	33
Net Depreciable Assets	3,470	3,545	3,440	3,357	3,237
Water					
Net Depreciable Assets	557	1,756	1,732	1,707	1,635
Building Development					
Net Depreciable Assets	-	-	-	27	21
Memorial Hospital					
Net Capital Assets	14,491	15,983	20,799	28,302	30,255

Source: Union County Auditor

Table 18

Function	2002	2003	2004	2005	2006
General Government					
Legislative and Executive					
Land & Improvements	598	585	1,097	1,495	1,411
Buildings	15,712	14,120	15,835	15,734	16,112
Equipment	1,004	1,036	1,730	1,206	1,180
Furniture & Fixtures	179	171	223	247	244
Vehicles	117	98	126	108	137
Judicial					
Land & Improvements	20	20	20	20	20
Buildings	4,776	4,808	4,808	4,808	4,808
Equipment	271	293	240	290	390
Furniture & Fixtures	123	121	143	143	145
Public Safety					
Land & Improvements	133	133	133	133	139
Buildings	24	914	914	914	940
Equipment	739	556	617	714	844
Furniture & Fixtures	51	52	119	52	52
Vehicles	882	726	843	862	955
Public Works					
Land & Improvements	15	15	15	15	9
Buildings	61	67	61	61	15
Equipment	357	398	415	445	468
Furniture & Fixtures	47	53	7	87	87
Vehicles	2,954	3,153	3,233	3,373	3,493
Infrastructure	31,944	36,203	38,455	42,872	44,079
Health					
Land & Improvements	355	341	311	311	355
Buildings	3,988	7,341	7,231	7,229	4,060
Equipment	382	382	400	391	419
Furniture & Fixtures	71	71	71	71	106
Vehicles	80	110	83	90	132
Human Services					
Land & Improvements	-	17	17	17	31
Buildings	9	15	15	15	93
Equipment	100	70	84	65	86
Furniture & Fixtures	64	211	217	217	215
Vehicles	178	180	222	258	237
Construction in Progress	-	-	-	289	743
Sewer					
Land	33	33	33	33	29
Net Depreciable Assets	3,070	4,012	2,926	2,868	756
Water					
Net Depreciable Assets	1,600	1,750	1,530	1,495	-
Building Development					
Net Depreciable Assets	17	28	68	82	61
Memorial Hospital					
Net Capital Assets	30,867	33,565	35,744	33,680	35,911

Source: Union County Auditor

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Mary Taylor, CPA
Auditor of State

FINANCIAL CONDITION

UNION COUNTY

CLERK'S CERTIFICATION

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

Susan Babbitt

CLERK OF THE BUREAU

**CERTIFIED
JULY 12, 2007**