



Mary Taylor, CPA  
Auditor of State



**BUTLER COUNTY**  
**TABLE OF CONTENTS**

<b>TITLE</b>	<b>PAGE</b>
Independent Accountants' Report..... Under separate cover	
Comprehensive Annual Financial Report ..... Under separate cover	
Federal Awards Expenditures Schedule.....	1
Notes to the Federal Awards Expenditures Schedule .....	5
Independent Accountants' Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Required by <i>Government Auditing</i> Standards.....	7
Independent Accountants' Report on Compliance with Requirements Applicable to Each Major Federal Program and on Internal Control Over Compliance in Accordance with OMB Circular A-133.....	9
Schedule of Findings.....	11
Schedule of Prior Audit Findings.....	15

**This page intentionally left blank.**

**BUTLER COUNTY**

**FEDERAL AWARDS EXPENDITURES SCHEDULE  
FOR THE YEAR ENDED DECEMBER 31, 2009**

Federal Grantor/ Pass Through Grantor Program Title	Pass Through Entity Number	Federal CFDA Number	Disbursements
<b><u>U.S DEPARTMENT OF AGRICULTURE</u></b>			
<i>Passed Through Ohio Department of Education:</i>			
Child Nutrition Cluster:			
School Breakfast Program	065888-O5NP-2006/2007	10.553	50,221
National School Lunch Program	065888-LLN1-2006/2007	10.555	92,736
Total Child Nutrition Cluster			<u>142,957</u>
<i>Passed Through Ohio Department of Job and Family Services:</i>			
Supplemental Nutrition Assistance Program Cluster: G-89-20-1030/ G-1011-11-5015			
ARRA - State Administration Matching Grants for the Supplemental Nutrition Assistance Program		10.561	127,338
State Administration Matching Grants for the Supplemental Nutrition Assistance Program		10.561	729,721
Total Supplemental Nutrition Assistance Program Cluster			<u>857,059</u>
<b>Total U.S. Department of Agriculture</b>			<b><u>1,000,016</u></b>
<b><u>U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT</u></b>			
CDBG - Entitlement Grants Cluster:			
Community Development Entitlement Grant		14.218	1,159,062
ARRA - Community Development Entitlement Grant		14.253	21,000
Total CDBG - Entitlement Grants Cluster			<u>1,180,062</u>
Shelter Plus Care		14.238	174,362
HOME Investment Partnerships Program		14.239	709,039
ARRA - Neighborhood Stabilization Program		14.256	<u>124,103</u>
<b>Total U.S. Department of Housing and Urban Development</b>			<b><u>2,187,566</u></b>
<b><u>U.S. DEPARTMENT OF JUSTICE</u></b>			
State Criminal Alien Assistance Program (SCAAP)		16.606	83,177
ARRA - Byrne Memorial Grants (Domestic Violence Support)		16.804	636,634
ARRA - Byrne Memorial Grants (Domestic Violence Support)		16.804	26,927
<i>Passed Through Ohio Department of Public Safety:</i>			
Byrne Memorial Grants (Domestic Violence Support)	2006-JG-D01-6280A	16.738	24,252
<i>Passed Through City of Middletown</i>			
Byrne Memorial Grants (Domestic Violence Support)	2007-F3342-OH-DJ	16.738	151,753
Total Byrne Memorial Grants (Domestic Violence Support)			<u>839,566</u>
<i>Passed Through Ohio Office of Criminal Justice Services:</i>			
Violence Against Women Act	2007-WF-VA5-8807	16.588	<u>24,252</u>
<i>Total Passed Through Office of Criminal Justice Services</i>			<u>24,252</u>
<i>Passed Through Ohio Department of Youth Services:</i>			
Juvenile Accountability Incentive Block Grant	2008-JB-015-A025	16.523	33,303
Juvenile Accountability Incentive Block Grant	2007-JB-015-A025	16.523	208
Title V - Delinquency Prevention Program	2007-JV-T50-0212A	16.548	<u>22,845</u>
<i>Total Passed Through Ohio Department of Youth Services</i>			56,356
<i>Passed Through Ohio Attorney General's Office:</i>			
Crime Victim Assistance	2009VAGENE103	16.575	80,163
	2008VAGENE103		21,798
	2009VADOME464		6,587
	2009VADOME464		<u>26,451</u>
Total Crime Victim Assistance			134,999

(Continued)

**BUTLER COUNTY**

**FEDERAL AWARDS EXPENDITURES SCHEDULE  
FOR THE YEAR ENDED DECEMBER 31, 2009  
(Continued)**

Federal Grantor/ Pass Through Grantor Program Title	Pass Through Entity Number	Federal CFDA Number	Disbursements
<i>Total Passed Through Ohio Attorney General's Office</i>			<u>134,999</u>
<b>Total U.S. Department of Justice</b>			<b><u>1,138,350</u></b>
<b><u>U.S. DEPARTMENT OF TRANSPORTATION/FEDERAL HIGHWAY ADMINISTRATION</u></b>			
<i>Passed Through Ohio Department of Transportation:</i>			
Highway Planning and Construction	PID 14114	20.205	3,524,480
	PID 76290		113,022
	PID 78073		1,060,284
	PID 84140		<u>27,441</u>
			4,725,227
ARRA - Highway Planning and Construction	PID 86244	20.205	<u>1,252,044</u>
Total Highway Planning and Construction			5,977,271
<i>Total Passed Through Ohio Department of Transportation</i>			<u>5,977,271</u>
<b>Total U.S. Department of Transportation</b>			<b><u>5,977,271</u></b>
<b><u>U.S. DEPARTMENT OF LABOR</u></b>			
<i>Passed Through Ohio Department of Jobs &amp; Family Services:</i>			
Workforce Investment Act Cluster	G-89-15-1278/ G-1011-15-0275		
ARRA - Workforce Investment Act - Adult		17.258	365,475
Workforce Investment Act - Adult		17.258	1,406,314
ARRA - Workforce Investment Act - Youth		17.259	1,548,937
Workforce Investment Act - Youth		17.259	929,074
ARRA - Workforce Investment Act - Dislocated Workers		17.260	1,102,681
Workforce Investment Act - Dislocated Workers		17.260	<u>1,458,474</u>
Total Workforce Investment Act			6,810,955
<i>Total passed through Ohio Department of Job and Family Services</i>			<u>6,810,955</u>
Youth Offender Planning Grant		17.261	<u>8,500</u>
<b>Total U.S. Department of Labor</b>			<b><u>6,819,455</u></b>
<b><u>U.S. DEPT. OF TRANSPORTATION/ FEDERAL AVIATION ADMINISTRATION</u></b>			
Airport Improvement Grant		20.106	252,321
<b>Total Federal Aviation Administration</b>			<b><u>252,321</u></b>
<b><u>U.S. DEPT. OF EDUCATION</u></b>			
<i>Passed Through Ohio Department of Alcohol and Drug Addiction Services:</i>			
Safe and Drug Free Schools		84.186	<u>35,000</u>
<b>Total U.S. Department of Education</b>			<b><u>35,000</u></b>
<b><u>U.S. DEPT. OF ENERGY</u></b>			
ARRA - Energy Efficiency and Conservation Block Grant		81.128	<u>50,500</u>
<b>Total U.S. Department of Energy</b>			<b><u>50,500</u></b>

(Continued)

**BUTLER COUNTY**

**FEDERAL AWARDS EXPENDITURES SCHEDULE  
FOR THE YEAR ENDED DECEMBER 31, 2009  
(Continued)**

Federal Grantor/ Pass Through Grantor Program Title	Pass Through Entity Number	Federal CFDA Number	Disbursements
<b><u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u></b>			
Enhance the Safety of Children Affected by Parental Methamphetamine or Other Substance Abuse	G-89-20-1031/G-1011-11-5016	93.087	623,704
<i>Passed Through Ohio Department of Alcohol and Drug Addiction Services:</i>			
Substance Abuse and Mental Health Services - Projects of Regional and National Significance	N/A	93.243	9,826
Drug-Free Communities Support Program Grant	N/A	93.276	23,320
<i>Passed Through Ohio Department of Mental Health:</i>			
PATH Federal Grant	N/A	93.150	49,331
Promoting Safe and Stable Families (FAST\$ Federal Grant)		93.556	16,450
<i>Child Care Development Block Grant: Passed Through Ohio Department of Mental Health:</i>			
Child Care Mandatory and Matching Funds of the Child Care and Development Fund		93.596	4,330
<i>Passed Through Ohio Department of Job and Family Services:</i>			
Child Care and Development Block Grant	G-89-20-1030/ G-1011-11-5015	93.575	2,324,733
Child Care Mandatory and Matching Funds of the Child Care and Development Fund	G-89-20-1030/ G-1011-11-5015	93.596	3,362,884
ARRA - Child Care and Development Block Grant	G-89-20-1030/ G-1011-11-5015	93.713	1,694,353
Total Child Care Development Block Grant:			7,386,300
<i>Passed Through Ohio Department of Job and Family Services:</i>			
Promoting Safe and Stable Families (FAST\$ Federal Grant)	G-89-20-1030/ G-1011-11-5015	93.556	264,189
Temporary Assistance for Needy Families	G-89-20-1031/G-1011-11-5016 G-89-20-1030/ G-1011-11-5015	93.558	12,832,083
ARRA - Child Support Enforcement (Title IV-D)	G-89-20-1031/G-1011-11-5016	93.563	659,980
Child Support Enforcement (Title IV-D)	G-89-20-1031/G-1011-11-5016	93.563	2,520,967
Child Welfare Services - State Grants (Title IV-E)	G-89-20-1030/ G-1011-11-5015	93.645	146,010
ARRA - Foster Care (Title IV-E)	G-89-20-1031/G-1011-11-5016	93.658	168,774
Foster Care (Title IV-E)	G-89-20-1031/G-1011-11-5016	93.658	4,001,888
Adoption Assistance	G-89-20-1031/G-1011-11-5016	93.659	833,138
Title XX Social Service Block Grant	G-89-20-1030/ G-1011-11-5015	93.667	1,661,843
Child Abuse and Neglect Prevention Month State Grants	G-89-20-1030/ G-1011-11-5015	93.669	1,082
Chaffee Foster Care Independence Program	G-89-20-1030/ G-1011-11-5015	93.674	112,534
<i>Passed Through the Supreme Court of Ohio:</i>			
State Court Improvement Program		93.586	30,000
<i>Passed Through Ohio Department of Mental Health:</i>			
Title XX Social Service Block Grant	N/A	93.667	238,380
<i>Passed Through Ohio Department of Disabilities:</i>			
Title XX Social Service Block Grant	N/A	93.667	223,495
Total Title XX Social Service Block Grant			461,875

(Continued)

**BUTLER COUNTY**

**FEDERAL AWARDS EXPENDITURES SCHEDULE  
FOR THE YEAR ENDED DECEMBER 31, 2009  
(Continued)**

Federal Grantor/ Pass Through Grantor Program Title	Pass Through Entity Number	Federal CFDA Number	Disbursements
<i>Passed Through Ohio Department of Disabilities:</i>			
State Children's Health Insurance Program	N/A	93.767	14,052
<i>Passed Through Ohio Department of Job and Family Services</i>			
Title XIX Medical Assistance Program	G-89-20-1030/ G-1011-11-5015 G-89-20-1031/G-1011-11-5016	93.778	2,169,366
<i>Passed Through Ohio Department of Mental Health:</i>			
Title XIX Medical Assistance Program	N/A	93.778	8,423,778
ARRA - Title XIX Medical Assistance Program	N/A	93.778	857,376
<i>Passed Through Ohio Department of Alcohol and Drug Addiction Services:</i>			
Title XIX Medical Assistance Program	N/A	93.778	926,933
<i>Passed Through Ohio Department of Developmental Disabilities:</i>			
Title XIX Medical Assistance Program	N/A	93.778	4,604,697
<i>Total Passed Through Ohio Department of DD</i>			4,604,697
Total Title XIX Medical Assistance Program			16,982,150
<i>Passed Through Ohio Department of Mental Health:</i>			
Block Grant for Community Mental Health Services	N/A	93.958	98,625
<i>Passed Through Ohio Department of Alcohol and Drug Addiction Services:</i>			
Block Grant for the Prevention and Treatment of Substance Abuse	N/A	93.959	2,552,329
<i>Passed Through Ohio Secretary of State and Office:</i>			
Voting Access for Individuals with Disabilities	N/A	93.617	4,660
<b>Total U.S. Department of Health and Human Services</b>			<b><u>51,455,110</u></b>
<b><u>U.S. DEPARTMENT OF HOMELAND SECURITY</u></b>			
<i>Passed through Ohio Emergency Management Agency:</i>			
FEMA	FEMA-1805-DR-017-99017	97.036	94,895
<b>Total U.S. Department of Homeland Security</b>			<b><u>94,895</u></b>
<b>Total</b>			<b><u><u>\$69,010,484</u></u></b>

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



**BUTLER COUNTY**

**NOTES TO THE FEDERAL AWARDS EXPENDITURES SCHEDULE  
FISCAL YEAR ENDED DECEMBER 31, 2009**

**NOTE A - SIGNIFICANT ACCOUNTING POLICIES**

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

**NOTE B - SUBRECIPIENTS**

The County passes certain federal awards received from the Ohio Department of Development to other governments or not-for-profit agencies (subrecipients). As Note A describes, the County reports expenditures of Federal awards to subrecipients when paid in cash.

As a subrecipient, the government has certain compliance responsibilities, such as monitoring its subrecipients to help assure they use these subawards as authorized by laws, regulations, and the provisions of contracts or grant agreements, and that subrecipients achieve the award's performance goals. The total amounts of federal assistance provided to the subrecipients by the County for each federal program is summarized below:

<b>Program Title</b>	<b>Federal CFDA Number</b>	<b>Amounts Provided to Subrecipients</b>
Community Development Block Grant	14.218	\$289,802
Home Investment Partnership Program	14.239	423,840

**NOTE C - CHILD NUTRITION CLUSTER**

The County commingles cash receipts from the U.S. Department of Agriculture with similar State grants. When reporting expenditures on this Schedule, the County assumes it expends federal monies first.

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

The County has a revolving loan fund (RLF) program to provide low-interest loans to businesses to create jobs. The federal Department of Housing and Urban Development (HUD) grants money for these loans to the County, passed through the Ohio Department of Development. The Schedule reports loans made and administrative costs as disbursements on the Schedule. The initial loan of money was recorded as a disbursement on the Schedule of Federal Awards Expenditures (the Schedule). Loans repaid, including interest, are used to make additional loans. Subsequent loans are subject to the same compliance requirements imposed by HUD as the initial loans, but are not included as disbursements on the Schedule.

These loans are collateralized by mortgages on the property. At December 31, 2009, the gross amount of loans outstanding under this program was \$385,413.

**NOTE E - MATCHING REQUIREMENTS**

Certain Federal programs require the County to contribute non-Federal funds (matching funds) to support the Federally-funded programs. The County has met its matching requirements. The Schedule does not include the expenditure of non-Federal matching funds.

**BUTLER COUNTY**

**NOTES TO THE FEDERAL AWARDS EXPENDITURES SCHEDULE  
FISCAL YEAR ENDED DECEMBER 31, 2009  
(Continued)**

**NOTE F – WORKFORCE INVESTMENT ACT (WIA) FUNDING**

WIA funding is distributed to various areas of the State. Butler, Clermont, and Warren Counties belong to Area 12. Butler County receives all funding for Area 12, and, as fiscal agent, distributes amounts to Clermont and Warren Counties. The County distributed \$1,742,329 and \$2,117,863 to Clermont and Warren Counties, respectively during fiscal year 2009.

**NOTE G - TRANSFERS BETWEEN FEDERAL PROGRAMS**

During fiscal year 2009, the County made allowable transfers of \$729,397 from the Temporary Assistance for Needy Families (TANF) (93.558) program to the Social Services Block Grant (SSBG) (93.667) program. The Schedule shows the County spent approximately \$12,832,083 on the TANF program. The amount reported for the TANF program on the Schedule excludes the amount transferred to the SSBG program. The amount transferred to the SSBG program is included as SSBG expenditures when disbursed. The following table shows the gross amount drawn for the TANF program during fiscal year 2009 and the amount transferred to the Social Services Block Grant program.

Temporary Assistance for Needy Families	\$ 13,561,480
Transfer to Social Services Block Grant	<u>(729,397)</u>
Total Temporary Assistance for Needy Families	<u>\$ 12,832,083</u>



# 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

Butler County  
130 High Street  
Hamilton, Ohio 45011

To the Board of County Commissioners:

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Butler County, Ohio (the County), as of and for the year ended December 31, 2009, which collectively comprise the County's basic financial statements and have issued our report thereon dated June 25, 2010. 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*.

### 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 the purpose of expressing our opinion on the financial statements, but not for the purpose of opining 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 was not designed to identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses. Therefore, we cannot assure that we have identified all deficiencies, significant deficiencies or material weaknesses. However, as described in the accompanying schedule of findings we identified a certain deficiency in internal control over financial reporting, that we consider a material weakness.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, when performing their assigned functions, to prevent, or detect and timely correct misstatements. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and timely corrected. We consider finding 2009-001 described in the accompanying schedule of findings to be a material weakness.

### **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 we must report under *Government Auditing Standards* which is described in the accompanying schedule of findings as item 2009-001.

We also noted certain matters not requiring inclusion in this report that we reported to the County's management in a separate letter dated July 21, 2010.

The County's response to the finding identified in our audit is described in the accompanying schedule of findings. We did not audit the County's response and, accordingly, we express no opinion on it.

We intend this report solely for the information and use of management, the fiscal review/audit committee, the Board of County Commissioners, and federal awarding agencies and pass-through entities, and others within the County. We intend it for no one other than these specified parties.



**Mary Taylor, CPA**  
Auditor of State

June 25, 2010



# Mary Taylor, CPA

## Auditor of State

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

Butler County  
130 High Street  
Hamilton, Ohio 45011

To the Board of County Commissioners:

#### Compliance

We have audited the compliance of Butler 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, 2009. 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 included in the Comptroller General of the United States' *Government Auditing Standards*; 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 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, 2009.

#### Internal Control Over Compliance

The County's management is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the County's internal control over compliance with requirements that could directly and materially affect a major federal program in order to determine our auditing procedures for the purpose of opining on compliance in accordance with OMB Circular A-133, but not for the purpose of opining on the effectiveness of internal control over compliance. Accordingly, we have not opined on the effectiveness of the County's internal control over compliance.

*A deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, when performing their assigned functions, to prevent, or to timely detect and correct, noncompliance with a federal program compliance requirement. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a federal program compliance requirement will not be prevented, or timely detected and corrected.

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

We also noted matters involving federal compliance or internal control over federal compliance not requiring inclusion in this report, that we reported to the County's management in a separate letter dated July 21, 2010.

#### **Federal Awards Receipts and Expenditures Schedule**

We have also audited the financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of Butler County, Ohio (the County) as of and for the year ended December 31, 2009, and have issued our report thereon dated June 25, 2010. Our audit was performed to form an opinion 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 fiscal review/audit committee, management, Board of Commissioners, federal awarding agencies, and pass-through entities. It is not intended for anyone other than these specified parties.



**Mary Taylor, CPA**  
Auditor of State

July 21, 2010

**BUTLER COUNTY**  
**SCHEDULE OF FINDINGS**  
**OMB CIRCULAR A -133 § .505**  
**DECEMBER 31, 2009**

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

<b>(d)(1)(i)</b>	<b>Type of Financial Statement Opinion</b>	Unqualified
<b>(d)(1)(ii)</b>	<b>Were there any material control weaknesses reported at the financial statement level (GAGAS)?</b>	Yes
<b>(d)(1)(ii)</b>	<b>Were there any significant deficiencies in internal control reported at the financial statement level (GAGAS)?</b>	No
<b>(d)(1)(iii)</b>	<b>Was there any reported material noncompliance at the financial statement level (GAGAS)?</b>	Yes
<b>(d)(1)(iv)</b>	<b>Were there any material internal control weaknesses reported for major federal programs?</b>	No
<b>(d)(1)(iv)</b>	<b>Were there any significant deficiencies in internal control reported for major federal programs?</b>	No
<b>(d)(1)(v)</b>	<b>Type of Major Programs' Compliance Opinion</b>	Unqualified
<b>(d)(1)(vi)</b>	<b>Are there any reportable findings under § .510(a)?</b>	No
<b>(d)(1)(vii)</b>	<b>Major Programs (list):</b>	CFDA 17.258, 17.259, 17.260 Workforce Investment Act Cluster CFDA 20.205 Highway Planning and Construction CFDA 93.558 Temporary Assistance for Needy Families CFDA 93.563 Child Support Enforcement CFDA 93.575, 93.596, 93.713 Child Care Development Block Grant Cluster CFDA 93.658 Title IV-E Foster Care CFDA 93.659 Adoption Assistance CFDA 93.667 Social Services Block Grant CFDA 93.778 Title XIX Medicaid Assistance Program
<b>(d)(1)(viii)</b>	<b>Dollar Threshold: Type A/B Programs</b>	Type A: > \$2,070,315 Type B: \$207,031
<b>(d)(1)(ix)</b>	<b>Low Risk Auditee?</b>	Yes

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

**FINDING NUMBER 2009-001**

**Noncompliance/Material Weakness**

Invoices received by the Accounts Payable department of the County Auditor's office are entered into the County's computer system and matched to the corresponding purchase order. However, the system does not close out any remaining balances on purchase orders once the invoice(s) are entered, and the purchase order remains open with the remaining balance encumbered. Before year end, each department is provided with a list of outstanding encumbrances for their department to review and identify which items are no longer outstanding so that those purchase orders can be closed and the related encumbrance of funds can be removed and reclassified as unencumbered funds in the system from the system. The County Auditor's office performs a second review at closing purchase orders during the first quarter of each calendar year, and closes all purchase orders that evidence of a valid commitment isn't provided.

**Ohio Rev. Code, Section 5705.36**, states in part, that on or about the first day of each fiscal year, the fiscal officers of subdivisions and other taxing units are to certify to the county auditor the total amount from all sources available for expenditures from each fund in the tax budget along with any unencumbered balances existing at the end of the preceding year.

A review of the list of outstanding encumbrances at December 31, 2009 indicated that some encumbrances not relating to valid commitments at year end remained open on the system. We completed a high-dollar test of outstanding encumbrances at December 31, 2009 and found that of the \$15,341,773 in purchase orders related to outstanding encumbrances tested, \$8,617,882 did not represent a valid commitment of the County. We discussed these results at the March 16, 2010 audit status meeting. Upon discussion, the County Auditor's office conducted a review of outstanding encumbrances at December 31, 2009 and determined outstanding encumbrances were overstated and recorded adjustments on the system and annual financial statements on April 6, 2010. The encumbrances on the system and the financial statements were reduced for each fund/opinion unit as follows:

Opinion Unit	Original Encumbrances	Adjustment	Adjusted Encumbrances
General	\$4,651,938	\$456,510	\$4,195,428
Developmental Disabilities	1,876,575	1,489,832	386,743
JFS/CSA	1,718,593	757,542	961,051
Mental Health	10,441,570	9,233,883	1,207,687
RID & TIF	1,959,367	1,959,367	0
Sewer	2,543,510	1,405,305	1,138,205
Water	1,850,408	708,457	1,141,950
RFI	5,940,844	3,810,163	2,130,681

Failure to close applicable purchase orders at year end can result in the County overstating their outstanding encumbrances and budgetary disbursements in their annual financial statements. This also resulted in the Certificate of the Total Amount from All Sources Available for Expenditures, and Balances to include overstated encumbrance amounts as of December 31, 2009.

We recommend that the County amend their current practice and consider adopting a formal policy to assure that only purchase orders representing valid commitments remain open at year end.



**FINDING NUMBER 2009-001  
(Continued)**

**Official's Response:**

Controls are in place to mitigate budget risk related to open purchase orders at year end. The budget risk associated with this finding does not pose a material risk to fund/department budgets. A more stringent control would be to reconcile all year end requisitions to open purchase orders. However, the costs to implement such controls cannot be justified based on the cost benefit analysis.

Training will be provided. Mandatory training has been scheduled for all department purchasing agents to discuss the proper treatment of purchase orders.

<b>3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS</b>
--

None

**This page intentionally left blank.**

**BUTLER COUNTY**

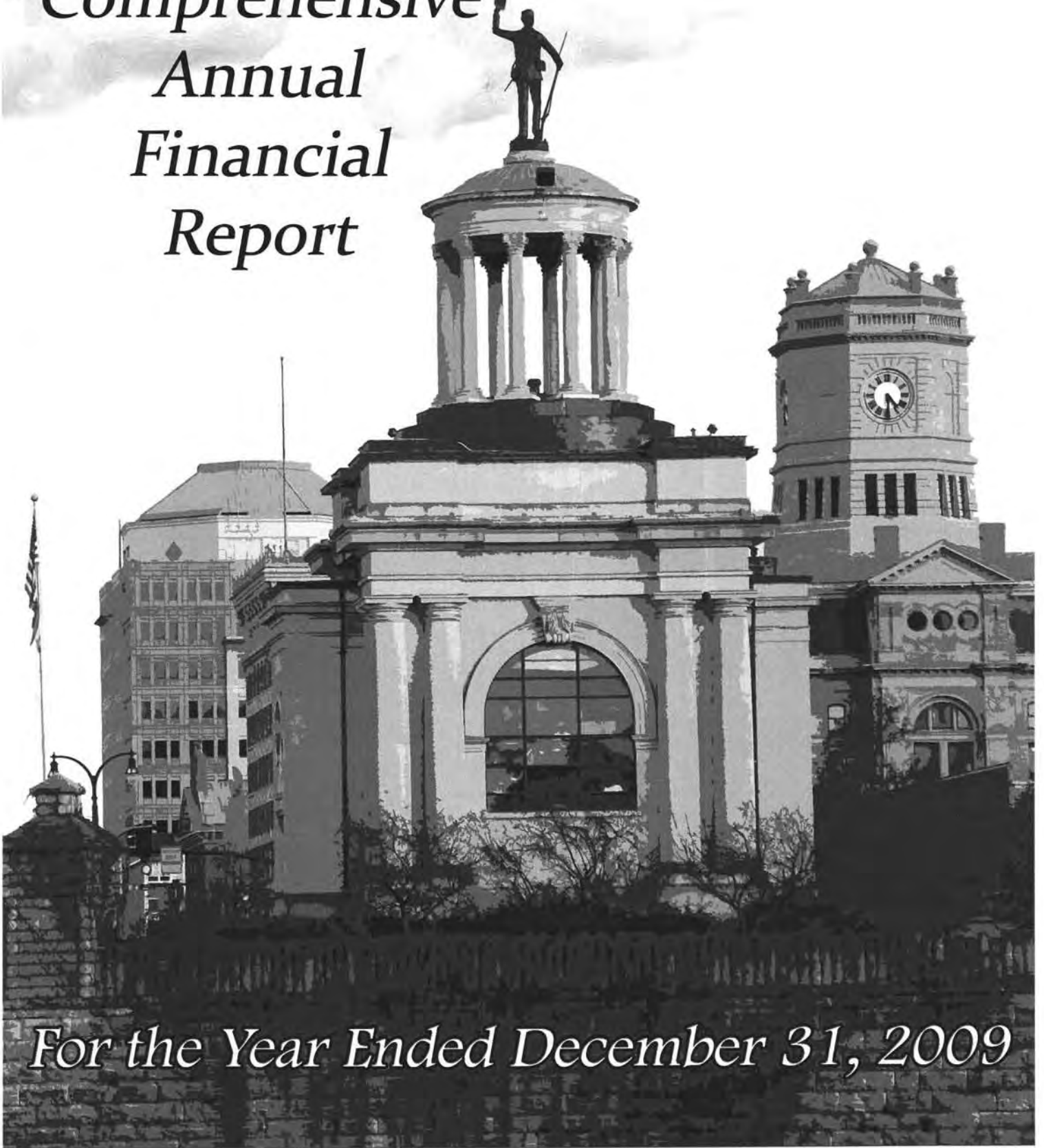
**SCHEDULE OF PRIOR AUDIT FINDINGS  
OMB CIRCULAR A -133 § .315 (b)  
DECEMBER 31, 2009**

Finding Number	Finding Summary	Fully Corrected?	Not Corrected, Partially Corrected; Significantly Different Corrective Action Taken; or Finding No Longer Valid; <b><i>Explain</i></b>
2008-001	Noncompliance / Material Weakness – IRC section 148 Interest earned on tax exempt debt	No	Partially Corrected. Repeated in management letter.
2008-002	Noncompliance – ORC section 5705.39 Total appropriation shall not exceed total estimated revenue.	Yes	Corrected.
2008-003	Finding for Recovery – ORC section 4503.03(A)(1)(a) Fee collection and distribution at a License Bureau	Yes	Repaid



# *Butler County Ohio*

## *Comprehensive Annual Financial Report*



*For the Year Ended December 31, 2009*



# **Butler County, Ohio**

## **COMPREHENSIVE ANNUAL FINANCIAL REPORT**

**FOR THE YEAR ENDED  
DECEMBER 31, 2009**

**ISSUED BY:  
ROGER REYNOLDS, CPA  
BUTLER COUNTY AUDITOR**

**(This Page Intentionally Left Blank)**



# INTRODUCTORY SECTION

**(This Page Intentionally Left Blank)**

COMPREHENSIVE ANNUAL FINANCIAL REPORT

For The Year Ended December 31, 2009

---

TABLE OF CONTENTS

	Page
I. INTRODUCTORY SECTION	
Table of Contents	i
Transmittal Letter	iv
Certificate of Achievement	x
Butler County Elected Officials	xi
County Organizational Charts	xii
II. FINANCIAL SECTION	
INDEPENDENT ACCOUNTANTS' REPORT	1
MANAGEMENT'S DISCUSSION AND ANALYSIS	3
BASIC FINANCIAL STATEMENTS	
Government-wide Financial Statements	
Statement of Net Assets	17
Statement of Activities	18
Fund Financial Statements	
Balance Sheet – Governmental Funds	20
Reconciliation of Total Governmental Fund Balances to Net Assets of Governmental Activities	23
Statement of Revenues, Expenditures and Changes in Fund Balance- Governmental Funds	24
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	26
Statement of Revenue, Expenditures, and Changes in Fund Balances Budget and Actual (Budget Basis)	
General Fund	27
Developmental Disabilities Fund	28
Job and Family Services/Children Services Agency Fund	29
Mental Health Fund	30
Statement of Fund Net Assets – Proprietary Funds	31
Statement of Revenues, Expenses, and Changes in Fund Net Assets – Proprietary Funds	32
Statement of Cash Flows – Proprietary Funds	33
Statement of Fiduciary Net Assets –Agency Funds	35
Notes to the Basic Financial Statements	36
REQUIRED SUPPLEMENTARY INFORMATION – INFRASTRUCTURE	98

COMPREHENSIVE ANNUAL FINANCIAL REPORT

For The Year Ended December 31, 2009

---

TABLE OF CONTENTS (continued)

COMBINING STATEMENTS AND INDIVIDUAL FUND SCHEDULES

Nonmajor Governmental Funds	104
Combining Balance Sheet – Nonmajor Governmental Funds	107
Combining Balance Sheet – Nonmajor Special Revenue Funds	108
Combining Balance Sheet – Nonmajor Capital Projects Funds	111
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Governmental Funds	112
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Special Revenue Funds	114
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Capital Projects Funds	117
Internal Service Funds	118
Combining Statement of Fund Net Assets – Internal Service Funds	119
Combining Statement of Revenues, Expenses and Changes in Fund Net Assets – Internal Service Funds	120
Combining Statement of Cash Flows – Internal Service Funds	121
Agency Funds	122
Combining Statement of Fiduciary Assets and Liabilities – Agency Funds	123
Combining Statement of Changes in Assets and Liabilities – All Agency Funds	124
Individual Fund Schedules of Revenues, Expenditures (Expenses) , and Changes in Fund Balance (Equity) – Budget (Budget Basis) and Actual Major Funds	
General Fund	126
Developmental Disabilities – Special Revenue Fund	133
Job and Family Services/Children Services Agency – Special Revenue Fund	134
Mental Health – Special Revenue Fund	135
Residential Incentive Districts and Tax Incremental Financings– Capital Projects Fund	136
Sewer – Enterprise Fund	137
Water – Enterprise Fund	138
Government Services Center (GSC) Parking Facility – Enterprise Fund	139
Nonmajor Funds	
Real Estate Assessment – Special Revenue Fund	140
All Other Legislative and Executive – Special Revenue Fund	141
All Other Judicial – Special Revenue Fund	142
All Other Public Safety – Special Revenue Fund	143
Child Support Enforcement – Special Revenue Fund	144
All Other Conservation and Recreation – Special Revenue Fund	145
All Other Public Works – Special Revenue Fund	146

COMPREHENSIVE ANNUAL FINANCIAL REPORT

For The Year Ended December 31, 2009

---

TABLE OF CONTENTS (continued)

Alcohol and Drug Addiction – Special Revenue Fund	147
Motor Vehicle – Special Revenue Fund	148
All Other Health – Special Revenue Fund	149
County Care Facility – Special Revenue Fund	150
Elderly Services Levy – Special Revenue Fund	151
All Other Human Services – Special Revenue Fund	152
Technology – Capital Projects Fund	153
Other Capital Improvements – Capital Projects Fund	154
Road Improvements – Capital Projects Fund	155
Building Construction and Renovations – Capital Projects Fund	156
Bond Retirement – Debt Service Fund	157
Health Insurance – Internal Service Fund	158
Workers' Compensation Benefit – Internal Service Fund	159
County Fuel Depot – Internal Service Fund	160

III. STATISTICAL SECTION

Statistical Table Description	162
Net Assets by Component	163
Changes in Net Assets of Governmental Activities	164
Fund Balances, Governmental Funds	166
Changes in Fund Balances, Governmental Funds	167
Assessed and Estimated Actual Value of Taxable Property	168
Property Tax Rates, Direct and Overlapping Governments	169
Property Tax Levies and Collections	176
Principal Taxpayers, Real Estate Tax	177
Principal Taxpayers, Tangible Personal Property Tax	178
Principal Taxpayers, Public Utilities Personal Property Tax	179
Ratios of Outstanding Debt by Type	180
Ratios of General Bonded Debt Outstanding	181
Computation of Legal Debt Margin	182
Pledged Revenue Coverage	183
Demographic and Economic Statistics	185
Principal Employers	186
County Government Employees by Function/Activity	187
Operating Indicators by Function/Activity	189
Capital Asset Statistics by Function/Activity	191



Office Phone: 513-887-3154  
Office Fax: 513-887-3149  
130 High Street  
Hamilton, Ohio 45011



June 25, 2010

To the Citizens and  
Board of Commissioners of Butler County:

Butler County is required by Ohio law to prepare an annual financial report using generally accepted accounting principles. It is our pleasure to present the Butler County Comprehensive Annual Financial Report (CAFR) for the year ended December 31, 2009.

The CAFR is prepared in conformance with generally accepted accounting principles as set forth by the Government Accounting Standards Board (GASB) and other recognized authoritative sources and contains basic financial statements, supplemental statements, and other financial and statistical information, providing complete and full disclosure of all material financial aspects of Butler County for 2009. This report is presented in fulfillment of the financial reporting requirement and is representative of our continual commitment to provide accurate and timely financial information to the citizens of Butler County.

Management assumes full responsibility for the accuracy and completeness of the information contained in this report, based upon a comprehensive framework of internal control. Because the cost of internal control should not exceed anticipated benefits, management's objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

Our independent auditor, the Ohio Auditor of State, has issued an unqualified opinion on Butler County's financial statements for the year ended December 31, 2009. The independent accountants' report is presented as the first component of the financial section of this report.

Management provides an introductory overview, narrative, and analysis of the basic financial statements known as the Management's Discussion and Analysis (MD&A) to accompany the basic financial statements. This transmittal letter is intended to complement and be read in conjunction with the MD&A, which can be found immediately following the independent accountants' report.

#### **FORM OF GOVERNMENT AND REPORTING ENTITY**

Butler County, established in 1803, was one of Ohio's original eight counties. Located in Southwestern Ohio between Hamilton and Montgomery Counties, it shares its northern border with Preble County, and its eastern border with Warren County. To the west is the Indiana state line.

Butler County, with a 2009 estimated population of 363,184, ranks eighth largest of Ohio's 88 counties and third among the 14 counties comprising the Greater Miami Valley. The County encompasses 471 square miles with thirteen municipalities and thirteen townships. The City of Hamilton is the county seat and the largest of the incorporated areas with a population of 62,477. West Chester Township is the largest unincorporated area in the County and, with a population of 62,775, is Ohio's third-most populous township.

The County has only those powers conferred upon it by Ohio statutes. A three-member Board of County Commissioners, elected at large in the even numbered years for four-year, over-lapping terms, is the primary legislative and executive body of the County. An appointed County Administrator directs and supervises activities of departments directly responsible to the Board of County Commissioners. The Administrator's responsibilities include coordinating the annual budgetary process as primary liaison between the Board of County Commissioners and other County elected officials, designated boards, and other units of government.

The Auditor, who serves as the chief fiscal officer and real estate property assessor for the County, and the Treasurer, who collects property taxes and is the custodian of all funds, are also elected to four-year terms.

Other elected officials serving four-year terms include the Prosecuting Attorney, Sheriff, Engineer, Clerk of Courts, Recorder, and Coroner. Judges presiding over the Court of Common Pleas, Domestic Relations Court, Juvenile Court, Probate Court, and the County Court are also elected on a countywide basis.

The County provides its citizens with a wide range of services that include human and social services, health and community assistance related services, civil and criminal justice system services, road and bridge maintenance, and other general and administrative support services. The County maintains enterprise funds to account for the water and sewer system operations, as well as the operations of the Government Services Center parking facility. The County also maintains internal service funds for workers' compensation, health insurance and the County fuel depot.

For financial reporting purposes, the County includes all funds, agencies, boards, and commissions making up Butler County (the Primary Government in accordance with Governmental Accounting Standards Board (GASB) Statement No. 14, "The Financial Reporting Entity." The Primary Government includes the financial activities of the County Board of Developmental Disabilities, Butler County Community Mental Health Board, Butler County Planning Commission, Butler County Veterans Service Commission, Board of Elections, and Butler County Alcohol and Drug Addiction Services Board.

The County serves as fiscal agent but is not financially accountable for the following agencies: Emergency Management Agency, Regional Transit Authority, Butler County General Health District, Butler County Soil and Water Conservation District, Metroparks of Butler County, the Twelfth District Court of Appeals, and the Workforce Investment Area (WIA) #12; therefore, they are reflected as agency funds within the County's financial section.

Excluded from the reporting entity because they are legally separate and fiscally independent of the County are the following agencies: Butler County Education Services Center, Butler County Technology and Career Development School (Joint Vocational School District), Butler County Historical Society, Butler County Law Library, Butler County Agricultural Society, Butler County Humane Society, Alcoholism Council of Butler County, Inc., Certified Development Corporation of Butler County, Inc., House of Calm, Inc. (dba Sojourner Home), Southwestern Ohio Serenity Hall, Drug Counseling Services of Butler County Ohio Inc., Pastoral Counseling Service of Middletown Inc., and the Center for Forensic Psychiatry, Inc.

The Butler County Convention and Visitor Bureau, Butler County Port Authority, and Regional Transit Authority are disclosed as related organizations. The Butler County Emergency Management Agency, Transportation Improvement District of Butler County, Butler Clermont Warrant Workforce Policy Board and Ohio Kentucky Indiana Regional Council of Governments are disclosed as jointly governed organizations. The County Risk Sharing Authority is disclosed as a risk sharing pool and County Employee Benefits Consortium (CEBCO) as an insurance purchasing pool.

A complete discussion of the County's reporting entity is provided in Notes 1 and 21 to the Basic Financial Statements.

## **ECONOMIC CONDITION AND OUTLOOK**

Butler County is the fastest growing of the 10 most populous counties in Ohio since 2000, according to census estimates. Eighth largest among the state's 88 counties, Butler County's population increased at a rate of 8.4 percent from 2000 through 2008. Ranking 178th out of 3,143 counties in the nation, Butler is among the top six percent of counties in terms of total population. Hamilton County to the south is 59th and Montgomery to the north along the I-75 corridor ranks 119th. Served by rail lines, interstate highways, two nearby international airports and high-speed fiber-optic data communications, Butler County is an ideal location for businesses to locate and prosper.

A total of 3,325 building/electric permits were issued in 2009 in the unincorporated areas of Butler County with a combined valuation of more than \$166.7 million, down from 3,816 building/electric permits with a combined valuation of \$285.4 million in 2008. Total permit fees were just over \$1.65 million in 2009, down from \$2.4 million in 2008. These figures, which do not reflect activity within the incorporated cities of Butler County, are also down significantly from 2007 as the nation's economic recession continues to hurt the local building industry.

The Board of County Commissioners administers the Butler County Revolving Loan Fund. RLF projects include six current loans and consist of nearly \$1.1 million in public and private investment. This investment commits Butler County employers to create or retain 24 full time jobs. In all, 400 jobs have been created or retained in Butler County over the last 20 years.

According to the Bureau of Labor Statistics, the average weekly wage in Butler County fell 0.5 percent from the first quarter of 2008 to the first quarter of 2009 to \$769. Nationally, average weekly wages fell 2.5 percent in the first quarter, the largest ever decline dating back to 1978, the first year of comparable statistics. The decline continued for Butler County wage earners in the second quarter, dropping another .07 percent from June 2008 to June 2009 to \$734. The third quarter saw a bump in wages by 1.1 percent to \$746 from September 2008 to September 2009, but still well below first quarter 2008 results.

According to the Ohio Department of Job & Family Services, the civilian labor force in Butler County totaled 191,700 in 2009 with 173,600 employed. That compares with a total labor force of 191,300 with 180,000 employed in 2008 and 191,400 with over 181,700 employed in 2007.

Even in the midst of tough economic times, there was some good business news for Butler County in 2009.

Conshohocken, PA., put the finishing touches on expansion of its Middletown manufacturing facility on Yankee Road in November 2009. Quaker manufactures process chemicals, primarily for the steel and metalworking industries, in 16 plants around the world. The expansion includes a new 12,000 sq. ft. production building which houses state-of-the-art, computer controlled blending and transfer systems. The old production area in the existing building has been converted into additional warehouse space, and there were upgrades to existing site utilities and employee facilities. This expansion is Quaker's third major investment in its Middletown operation since it was acquired from United Lubricants in 2002. As of the end of 2009, 17 positions had been filled in Middletown as a result of the expansion. According to company officials, more positions will be added over the next two years. When capacity is reached the company expects to add up to 40 total positions, mainly in the production area.

The Butler County Port Authority and the State also played a role with Mason, Ohio-based Intelligrated, which acquired FKI Logistex in the summer of 2009. Intelligrated, a material handling supplier, accepted Ohio's \$24 million incentive package to secure 537 existing jobs at three Ohio plants and create at least 267 more over the next three years – with union concessions key to the deal. Chris Cole, Intelligrated CEO, said the labor agreement paved the way for securing the state incentives, which in addition to job creation tax credits, state loans and workforce assistance, includes a \$5.6 million state enterprise loan to the Butler County Port Authority to acquire the West Chester plant and then lease it back to Intelligrated, which will then use the proceeds to fund its expansion plans.

The West Chester Medical Center is the first full-service hospital built in the region in over 25 years, opened for patients on May 11, 2009. The 370,000 square-foot community hospital offers surgical, outpatient, imaging services, a full-service emergency department, and more. The 160-bed Health Alliance hospital at 7700 University Drive in University Pointe Medical Campus (VOA/Uptown district) has nearly 600 employees with plans to grow to 800 in the future. West Chester Medical Center is a \$220 million project.

The Construction on the new General Electric Aviation office campus in West Chester was completed in 2009 and the first employees occupied the site in October. The \$55 million campus is located at the site of the former Queen City Sports Complex at the intersection of Cincinnati-Dayton Road and Union Center Boulevard. Two new buildings, built by Duke Construction and totaling 400,000 square feet, became home to 1,400 employees with average annual salaries of \$100,000. County commissioners approved a 100 percent, 15-year property tax abatement for the new complex. The GE Aviation complex is also under a Joint Economic Development District with the City of Fairfield and the City of Springdale, providing income tax revenue for the two cities as well as West Chester Township.

While more than 8,100 jobs have been lost since the end of 2007, Butler County is positioned to take advantage of any economic recovery as more than 58% of the county's population age 25 and older has some college education.



The county continues to produce new workers from its comprehensive career technical education schools. The Butler Technology & Career Development School, the second largest career-technical school district in the state, offers a broad spectrum of programs closely tied to the needs of the area businesses and industry.

Butler Tech provides career education for over 6,300 high school students and 7,900 adult students annually through programs at its D. Russel Lee Career-Technology Center campus and nine associate school districts.

The Butler Technology & Career Development School Career Development Program offers leadership to 61 schools and nine associate school districts. Over 5,500 adults attend over 400 classes, and nearly 500 adult students participate in 11 occupational training programs at Butler Technical & Career School. Approximately 900 area employees participate in 98 customized courses designed to meet the needs of area business and industry.

The accessibility to higher education at the many colleges and universities in the region and Butler County's comprehensive career and technical education and training programs are very important in attracting new business and industry as well as the retention and expansion of existing businesses.

## **MAJOR INITIATIVES**

### **Water System**

The water system serves more than 120,000 residents and businesses in the southeast portion of Butler County, including West Chester, Liberty, and Fairfield Townships. Additionally, the system serves wholesale water to the City of Monroe. The water system consists of five pump stations, eleven storage facilities and 674 miles of water mains.

Several major water main construction projects took place in 2009. The County replaced the existing cast iron water mains along West Chester Road between McCauley and Route 42; Reigart Road; Rockdale Road; Dues Drive; Cherrywood Drive and Liberty Way east of Cincinnati Dayton Road. The cast iron pipe was replaced with ductile iron pipe and will extend the life of these water mains for up to 100 years.

Additionally, a new 16" water main was installed on Morris Road from Dawn Drive to Princeton Road. This new main will increase the water transmission capacity out of the Liberty Fairfield Pump Station.

### **Sewer System**

The sewer system consists of 811 miles of sewer mains, 34 pumping stations, four satellite treatment plants, and two regional water reclamation facilities. This system transports and treats wastewater and returns clean water to our rivers and streams.

Several major sewer projects were constructed in 2009. These projects include the Shaker Creek Relief Sewer, Big Monroe Parallel Force Main and the Sharon Creek Force Main Replacement. Additionally, construction was commenced on phase I of the LeSourdsville Water Reclamation Facility Upgrade. Phase II is currently under design. When complete, this upgrade will increase the treatment capacity from 12 million gallons per day to 15 million gallons per day. It will also increase the ability to accommodate increased wet weather flows.

### **Recycling Programs**

The Solid Waste District offers award winning, innovative recycling programs to all County residents such as on-demand Freon appliance collection, long term electronics recycling and household hazardous waste programs and over 30 residential recycling drop boxes. Since 2007, the District has successfully served the manufacturing sector with a Pollution Prevention (P2) internship program. Businesses participating in last year's P2 program project saving over \$600,000 annually as a result of improved energy efficiencies, waste reduction and other operational improvements. The District provides \$20,000 in annual recycling grants to area businesses, schools, and nonprofit organizations. Environmental outreach education with an emphasis on recycling and resource conservation is offered to kindergarten through middle school students at area public and private schools.

## **Capital Improvements**

The Board of County Commissioners is charged with the responsibility of maintaining the facilities and equipment that serve the primary government offices of the County.

The final stages of construction were completed on the animal shelter during 2009. The building is a temporary shelter for stray, unwanted and abused animals. The emergency communication system was completed in 2009 and will be fully operational during 2010 to the benefit of the entire County. The County also completed the remodeling and expansion of the court rooms to accommodate Domestic Relations and the Common Pleas General Division. The Regional Airport began construction in 2009 and completed the expansion of the west terminal area with additional T-Hangers and also designed and developed taxiways.

Construction for the 800 MHz communication system is still in progress and is expected to be completed in 2010.

## **FINANCIAL INFORMATION**

### **Basis of Accounting**

The County's records are maintained on a cash basis for all funds. At year-end, adjusting entries are prepared for the various funds to convert the cash basis records to the modified accrual basis of accounting for all governmental funds and to the accrual basis for proprietary funds. Modified accrual accounting requires that revenues be recognized when both measurable and available. Expenditures, other than interest and principal on long-term debt, are recorded when fund liabilities are incurred. The accrual basis of accounting used for the proprietary funds recognizes revenues when earned and expenses when incurred.

### **Internal Control**

The County's system of internal accounting controls is designed to provide reasonable, but not absolute, assurance that (1) financial transactions are processed in accordance with management's authorization, (2) transactions comply with County policies and Ohio law, and (3) financial records are reliable for preparing financial statements and maintaining accountability for assets and obligations. The concept of reasonable assurance recognizes that the cost of internal control should not exceed the benefits likely to be derived from their implementation and that the evaluation of costs and benefits require estimates and judgments by management.

### **Budgetary Control**

By early January, the Board of County Commissioners adopts the annual appropriation measure for all funds, except for agency funds. All disbursements and transfers of cash between funds other than agency funds require appropriation authority from the Commissioners. The legal level of control has been established by the County Commissioners at the fund, program, department, and object level. All purchase orders and contracts must be approved by a majority of the Board of County Commissioners except where another board or elected official is given this responsibility by statute. As contracts and purchase orders are issued to vendors, corresponding amounts of appropriations are reserved by the use of encumbrances to ensure that appropriations are not overspent. Contracts or purchase orders that exceed available appropriations are rejected by the accounting system until additional appropriations are obtained. A description of the various funds and the basis of accounting are included in Note 2 to the basic financial statements.

## **OTHER INFORMATION**

### **Independent Audit**

Included in this report is the Auditor of State's unqualified opinion rendered on the County's basic financial statements as of and for the year ended December 31, 2009. An independent audit of the County's financial statements is part of the annual preparation of the CAFR. This annual independent audit will continue to review, comment on, and thereby strengthen the County's accounting and budgetary controls.

### GFOA Certificate of Achievement

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Butler County for its comprehensive annual financial report for year ended December 31, 2008. In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report, whose contents conform to program standards. Such reports 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 our current report continues to conform to the Certificate of Achievement Program requirements, and we are submitting it to the GFOA for consideration.

### Acknowledgments

We would like to thank the Butler County Commissioners and all elected and appointed County officials for their support and assistance in this endeavor. It is truly a group effort that would not be possible without the cooperation of all County departments.

A special word of thanks is offered the Auditor of State's Local Government Services Division, each of whom were invaluable once again in adding their expertise and dedication to the project.

This report would not have been possible if not for the significant efforts and dedication of the Fiscal Services staff. We offer our sincere thanks to the following members of the Fiscal Services staff, each of whom were invaluable contributors committed to this project. To Janie Adkins, Vicki Birri, Lavonne Brandenburg, Jacquie Ferguson, Anne Gaw, Beverly Hoskins, Dona Morningstar-Blizzard, Angie Shelton, Julie Lingler, Tina Rice, and Mimi Sullivan we offer thanks for a job well done. We would like to especially recognize Jill Cole, Hailey Long, and Dawn Mills for their untiring commitment to this project. Well done, once again.

It is the mission of the Auditor's office to bring a high level of professionalism to Butler County government and to better inform and educate its citizens. Through the issuance of this Comprehensive Annual Financial Report, the County remains accountable to the public, and the public trust with which we have been provided, is retained. This report provides a fair representation of the financial condition of the County as of and for the year ended December 31, 2009. We ask for your continuing support of this project and in our efforts to best serve the citizens of Butler County.

Sincerely,



Roger Reynolds, CPA  
Butler County Auditor

# Certificate of Achievement for Excellence in Financial Reporting

Presented to

Butler County  
Ohio

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
December 31, 2008

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

Elected Officials:

---

Board of County Commissioners	Donald L. Dixon Gregory V. Jolivet Charles R. Furmon	President Vice-President Member
----------------------------------	--	---------------------------------------

---

Other Elected Officials	Gregory J. Wilkens, PE, PS Roger Reynolds, CPA Nancy Nix, CPA Danny N. Crank Richard K. Jones Dr. Richard Burkhardt Cindy Carpenter Robert N. Piper III	Engineer Auditor Treasurer Recorder Sheriff Coroner Clerk of Courts Prosecutor
-------------------------	--	---

---

Common Pleas Court	Honorable Patricia S. Oney	Administrative Judge
--------------------	----------------------------	----------------------

---

General Division:

Honorable Noah E. Powers II	Judge
Honorable Andrew Nastoff	Judge
Honorable Charles L. Pater	Judge
Honorable Michael J. Sage	Judge
Honorable Keith M. Spaeth	Judge
Honorable Craig D. Hedric	Judge

---

Domestic Relations Division:

Honorable Sharon L. Kennedy	Judge
Honorable Eva D. Kessler	Judge

---

Juvenile Division:

Honorable Ronald R. Craft	Presiding Judge
Honorable Kathleen Dobrozsi Romans	Judge

---

Probate Division:

Honorable Randy T. Rogers	Judge
---------------------------	-------

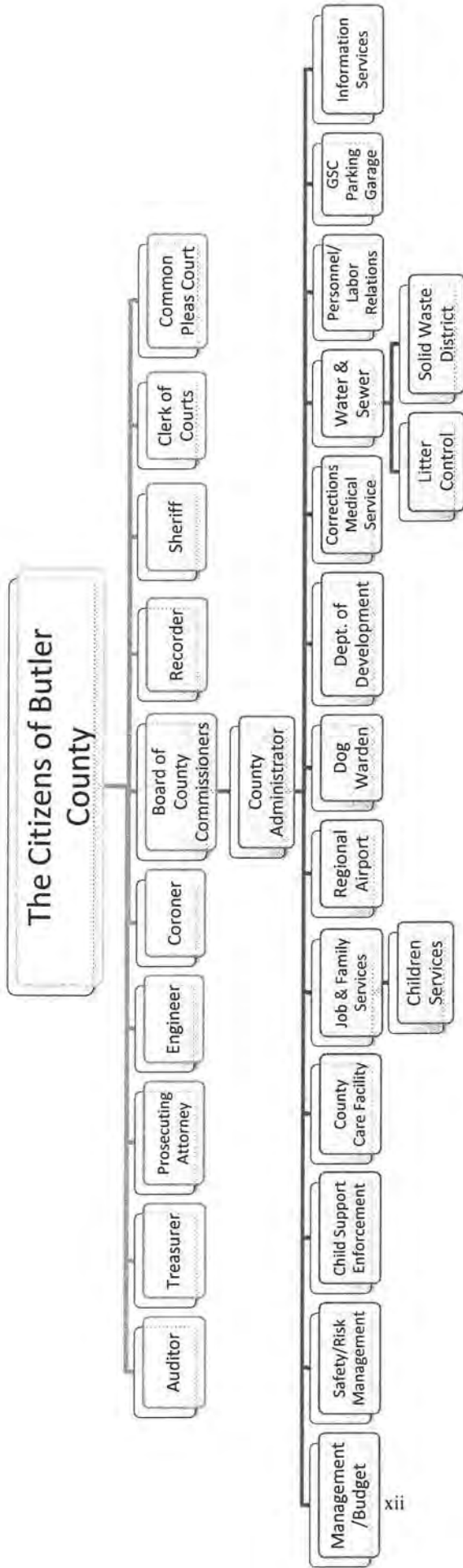
---

Area Court I	Honorable Robert Lyons	Presiding Judge
Area Court II	Honorable Kevin McDonough	Presiding Judge
Area Court III	Honorable Dan Haughey	Presiding Judge

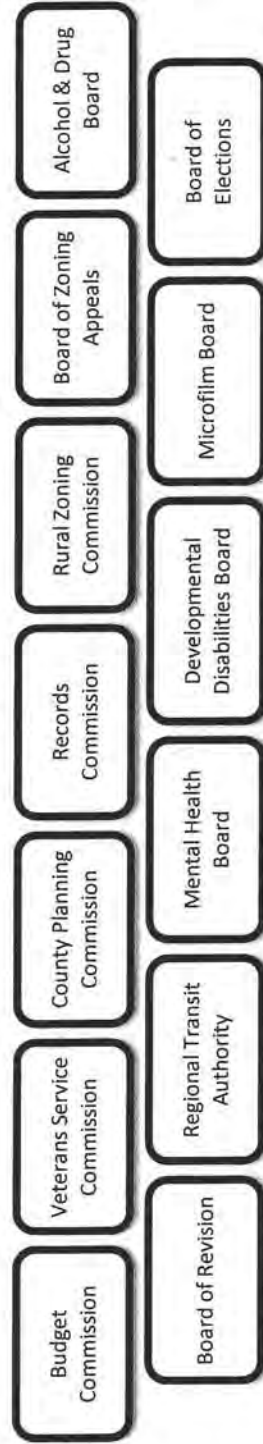
---

# Butler County, Ohio

## Local Government Organizational Chart

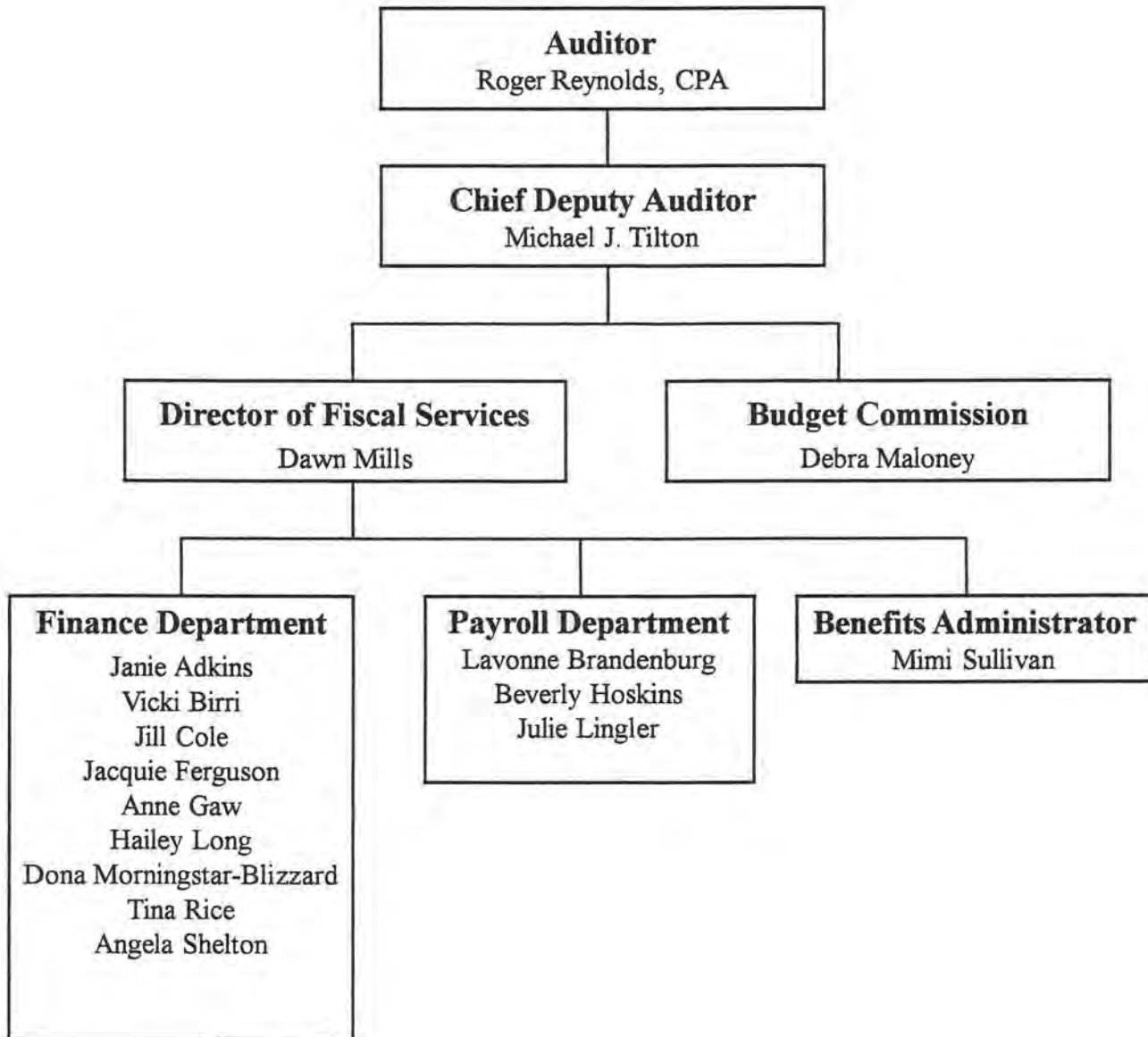


## Ex Officio and Appointed Boards



# Butler County, Ohio

## Auditor's Office - Fiscal Services Division *Organization and Representative Duties*



**(This Page Intentionally Left Blank)**



# FINANCIAL SECTION

**(This Page Intentionally Left Blank)**



# Mary Taylor, CPA

Auditor of State

## INDEPENDENT ACCOUNTANTS' REPORT

Butler County  
130 High Street  
Hamilton, Ohio 45011

To the Board of County Commissioners:

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Butler County, Ohio (the County), as of and for the year ended December 31, 2009, 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 conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in the Comptroller General of the United States' *Government Auditing Standards*. Those standards require that we plan and perform the audit to reasonably assure whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Butler County, Ohio, as of December 31, 2009, and the respective changes in financial position and where applicable, cash flows, thereof and the respective budgetary comparisons for the General Fund, Mental Health Fund, Developmental Disabilities Fund, and Job and Family Services/Children Services Agency Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated June 25, 2010, 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.

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

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



**Mary Taylor, CPA**  
Auditor of State

June 25, 2010

**Butler County, Ohio**  
**Management's Discussion and Analysis**  
**For the Year Ended December 31, 2009**  
**Unaudited**

---

Management's Discussion and Analysis offers the users of these financial statements an introspective look at the finances of Butler County for the year ended December 31, 2009, providing an easily readable overview of the County's financial performance as a whole while assisting readers in interpreting the basic financial statements. In addition to the information presented here, readers are also encouraged to review the transmittal letter, found on page iv, and the County's financial statements, beginning on page 17, for a more complete picture of Butler County's financial performance.

### **Financial Highlights**

- The County recorded a \$19.9 million increase in total net assets in 2009 from the combined governmental and business-type activities. Net assets used in governmental activities increased \$22.9 million from 2008 while net assets used in business-type activities decreased \$3.0 million.
- The General fund, the operating fund, saw revenues decrease \$11.7 million (13%) while expenditures decreased \$7.9 million (8%). In addition, expenditures exceeding revenues, plus other sources and uses in 2009 decreased the General Fund balance \$10.3 million from 2008.
- At December 31, 2009, Butler County had a total of \$211.4 million in outstanding long-term debt, 6% lower than the prior year-end.

### **Overview of the Financial Statements**

This discussion and analysis introduces you to Butler County's basic financial statements, which are made up of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. Other supplementary information is also contained within this report, including the combining financial statements, individual fund schedules, and statistical information.

**Government-wide Financial Statements** Butler County's government-wide financial statements include a **Statement of Net Assets** and a **Statement of Activities**, which report the financial activities of the Butler County government as a whole, giving the reader a summary of County finances with a view of the bottom-line results of the County's operations. These statements are now prepared using the economic resources measurement focus and the accrual basis of accounting, similar to financial statements prepared in the private sector. As a result, all assets and liabilities of the County are accrued, and revenues and expenses are reported in the current year regardless of when the resulting cash flows occur.

The County's financial activities are identified in the government-wide financial statements as *governmental activities* or *business-type activities*. *Governmental activities* constitute the majority of the County's operations and are financed primarily by operating grants, taxes, charges for services, capital grants, and other intergovernmental revenues. Butler County's governmental activities are accounted for in governmental funds and are classified as follows:

*Legislative and Executive* - general government operations including the offices of the commissioners, auditor, treasurer, prosecutor, recorder, department of development, information services, board of elections, maintenance department, economic development, and records center.

*Judicial* - court related activities including the operations of the common pleas court, probate court, county courts, juvenile court, domestic relations court, municipal court, court services, court of appeals, and clerk of courts.

**Butler County, Ohio**  
**Management's Discussion and Analysis**  
**For the Year Ended December 31, 2009**  
**Unaudited**

---

*Public Safety* - activities associated with the protection of the public including the sheriff's operations, juvenile detention center, adult probation department, county paramedics, office of the coroner, and the criminal justice board.

*Public Works* - activities associated with maintaining County roads and bridges, the Butler County Regional Airport, litter control, and other associated community grant programs.

*Health* - activities aimed at serving the public health, including activities provided by the Board of Developmental Disabilities, Mental Health Board, and the Alcohol and Drug Addiction Services Board.

*Human Services* - activities related to the provision of various forms of services and assistance to individuals, children, and families, including services provided or funded by the County Care Facility, Elderly Services Levy, Veterans Services Board, Children Services Agency, Child Support Enforcement Agency, and the Department of Job and Family Services.

*Conservation and Recreation* - activities associated with conserving and maintaining the beauty of County lands, including the services provided through the Ohio State Agriculture Program and the Butler County Soil and Water Conservation District.

*Intergovernmental* - activities associated with expenditure classification for disclosure of asset construction where the final asset belongs to another governmental agency or contractual agreements where payments are made to various school districts for Tax Incremental Financing (TIF) and Residential Incentive Districts (RID) within the County.

*Interest and Fiscal Charges* - activities relate to expenditures on County bonds and notes for interest and related costs to issue debt.

*Business-type activities* are those activities accounted for in enterprise funds, including the County's Water and Sewer operations, and the Government Services Center Parking Facility operations. Business-type activities rely on user fees and other charges to wholly, or to a large extent, fund their operations.

The **Statement of Net Assets** reports all assets and liabilities of the County, with net assets being the difference between the two. This statement is useful when evaluating the financial condition of the County. Monitoring the changes to net assets over time is one indication of whether the County's financial condition is improving or deteriorating.

The **Statement of Activities** reports for the current year the changes to the County's net assets, which is the difference between revenues and expenses. However, the format of this statement departs from a more traditional "revenues less expenses equal net assets" format you may see in the private sector.

Generally, private sector goals are to generate income, or simply put, maximize revenues. As such, private sector operating statements present revenues first. Expenses, which reduce revenue maximization, are presented next as a deduction against those revenues.

Public sector goals are different in that servicing the needs of the citizens, or spending, is what drives the financial activities. Thus, the statement of activities is designed to present expenses before revenues in order to emphasize that service activities dictate the level of resources that are required to be raised.

**Butler County, Ohio**  
**Management's Discussion and Analysis**  
**For the Year Ended December 31, 2009**  
**Unaudited**

---

In the County's Statement of Activities, resources used to fund service activities are identified as either program revenues (resources received from people receiving services or in the form of operating and capital grants and contributions) or general revenues (all non-program revenues, including taxes). Butler County operations have also been classified into distinct governmental or business-type service activities.

These activities are reported in a format that allows the reader to see the extent to which each activity is supported or self-financed by program revenues or draws on the general resources of the County. The Statement of Activities is therefore useful in assessing the level of self-sufficiency of the various governmental or business-type activities versus management established performance benchmarks.

The government-wide financial statements begin on page 17 of this report.

**Fund Financial Statements** A fund is an accounting term referring to a segregated group of accounts used to account for and to assist with the management of financial resources received. Various funds may be established to account for specific activities or objectives of the County, and to demonstrate compliance with finance related legal requirements associated with those resources.

Fund financial statements report additional and more detailed information about the County with an emphasis on *major* funds. Major funds are those governmental or enterprise funds that have been determined to be the most significant based on a defined set of financial criteria, as well as any other funds deemed to be particularly important to readers because of public interest or to ensure consistency between years. Information is presented separately in the fund financial statements for each of the major funds. Information for all nonmajor funds is aggregated and presented in a separate column of the fund financial statements. Detailed data for each of the nonmajor funds are provided in the combining statements and individual fund schedules that follow the basic financial statements.

All funds of Butler County are classified into one of three fund categories: governmental, proprietary, or fiduciary.

*Governmental Funds:* Governmental funds are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements, but use a different measurement focus. Governmental fund financial statements are prepared using the current financial resources measurement focus and modified accrual basis of accounting, a short-term view focusing on the flow of monies into and out of the funds and the year-end balances available for near-future spending. This is in contrast to the government-wide financial statements that incorporate a longer-term focus. A reconciliation included in the governmental fund financial statements compares the *governmental funds* information to the *governmental activities* information as reported in the government-wide financial statements.

Butler County maintains numerous individual governmental funds, the following of which are considered major funds: General, Developmental Disabilities, Job and Family Services/Children Services Agency, Mental Health, and Residential Incentive Districts and Tax Incremental Financings (RID/TIF) funds. The basic governmental fund financial statements begin on page 20 of this report.

*Proprietary Funds:* The County uses two types of proprietary funds - enterprise funds and internal service funds. Since the proprietary fund financial statements are prepared using the same measurement focus and basis of accounting as the government-wide financial statements, they provide the same type of information, only in greater detail.

**Butler County, Ohio**  
**Management's Discussion and Analysis**  
**For the Year Ended December 31, 2009**  
**Unaudited**

---

Enterprise funds are used to account for the County's water and sewer operations and the operations at the Government Services Center Parking Facility, which are the business-type activities as reported in the government-wide financial statements. Internal service funds are used to account for the financing of services provided by one department to other departments in the County on a cost-reimbursement basis.

The County uses internal service funds to account for its health insurance, workers' compensation, and the County fuel depot. Since these programs mostly benefit governmental rather than business functions, they have been included in the governmental activities in the government-wide financial statements.

The basic proprietary fund financial statements begin on page 31 of this report.

*Fiduciary Funds:* Fiduciary funds are used to account for assets held by the County in a trustee capacity or as an agent for outside parties and are accounted for in a manner similar to proprietary funds. Fiduciary funds are not presented in the government-wide financial statements as their resources are not available to support the County's governmental or business-type activities. The basic fiduciary fund financial statements begin on page 35 of this report.

**Notes to the Financial Statements** The notes to the financial statements are an integral part of the basic financial statements, providing additional important disclosures essential for a complete understanding of the financial data reported in the government-wide and fund financial statements. The notes to the financial statements begin on page 36 of this report.

**Summary** To summarize, the government-wide financial statements report the County's activities as a whole, using a longer-term, economic resources measurement focus while the fund financial statements report financial activities in more detail, with a shorter-term focus and emphasis on major funds. More simply, the primary focus of government-wide financial statements is demonstrating *operational accountability*, while the primary focus of the governmental fund financial statements is demonstrating *fiscal accountability*. Butler County management believes these basic financial statements provide the reader with the best information yet available to assess the level of Butler County's fiscal and operational accountability, both near-term and long-term.

### **Government-wide Financial Analysis**

The County recorded a \$19.9 million increase in total net assets in 2009 from the combined 2008 governmental and business-type activities. Capital assets are used to provide services to residents and do not represent assets that may be used for future spending.

Sixty-three percent (63%) of the County's net assets are used providing governmental activities. Net assets used in governmental activities increased \$22.9 million from 2008 while net assets used in business-type activities decreased \$3.0 million.



**Butler County, Ohio**  
**Management's Discussion and Analysis**  
**For the Year Ended December 31, 2009**  
**Unaudited**

Table 1  
Net Assets

	Governmental Activities		Business-type Activities		Total	
	2009	2008 Restated	2009	2008 Restated	2009	2008 Restated
<b>Assets</b>						
Current and other assets	\$ 264,179,851	\$ 255,467,042	\$ 63,931,146	\$ 68,362,115	\$ 328,110,997	\$ 323,829,157
Capital assets, net	403,349,306	399,370,809	323,574,890	332,340,399	726,924,196	731,711,208
<b>Total Assets</b>	<b>667,529,157</b>	<b>654,837,851</b>	<b>387,506,036</b>	<b>400,702,514</b>	<b>1,055,035,193</b>	<b>1,055,540,365</b>
<b>Liabilities</b>						
Current and other liabilities	112,970,391	120,072,676	3,037,620	3,040,370	116,008,011	123,113,046
Long-term liabilities:						
Due within one year	19,332,740	10,470,722	7,599,321	8,343,947	26,932,061	18,814,669
Due in more than one year	88,050,086	100,054,340	110,854,507	120,230,422	198,904,593	220,284,762
<b>Total Liabilities</b>	<b>220,353,217</b>	<b>230,597,738</b>	<b>121,491,448</b>	<b>131,614,739</b>	<b>341,844,665</b>	<b>362,212,477</b>
<b>Net Assets</b>						
Invested in capital assets, net of related debt	318,319,886	309,737,672	207,607,160	206,941,720	525,927,046	516,679,392
Restricted	142,243,355	117,767,313	6,000,000	11,551,342	148,243,355	129,318,655
Unrestricted	(13,387,301)	(3,264,872)	52,407,428	50,594,713	39,020,127	47,329,841
<b>Total Net Assets</b>	<b>\$ 447,175,940</b>	<b>\$ 424,240,113</b>	<b>\$ 266,014,588</b>	<b>\$ 269,087,775</b>	<b>\$ 713,190,528</b>	<b>\$ 693,327,888</b>

Total assets from 2008 to 2009 remained fairly consistent with a slight reduction of \$0.5 million as shown in table 1. Current assets increased \$4.3 million over 2008, which offset reductions in capital assets, net of \$4.8 million minimizing the loss in total assets. Total liabilities dropped \$20.4 million as the County increased focus on conservative spending. Current and Other Liabilities saw a reduction of \$7.1 million while long-term liabilities dropped \$13.3 million.

This significant loss of cash flow resulted in a decline of \$10.1 million in governmental activities unrestricted net assets at year-end. Restricted net assets increased \$18.9 million from 2008 due to the additional inflow of grant dollars related to the American Recovery and Reinvestment Act (ARRA). Other significant changes in assets, liabilities, and net assets of the County are the result of activity analyzed at the fund level in the Fund Analysis section beginning on page 9.

**Governmental Activities:** The County's governmental activities expenses exceeded program revenues in 2009 by \$96.1 million and, with an infusion of \$119.1 million of general revenues, resulted in a \$22.9 million increase to governmental activities net assets. Program revenues supporting governmental activities increased overall during 2009 to \$180.3 million. While Charges for Services and Capital Grants, Contributions and Interest were down \$6.7 million due to slow home sales and fewer capital projects, Operating Grants, Contributions, and Interest were up \$28.0 million due to significant operating grants from the American Recovery and Reinvestment Act. In addition, expenses dropped from \$296.3 million in 2008 to \$276.5 million due to conservative spending in areas such as personal services.

**Butler County, Ohio**  
**Management's Discussion and Analysis**  
**For the Year Ended December 31, 2009**  
**Unaudited**

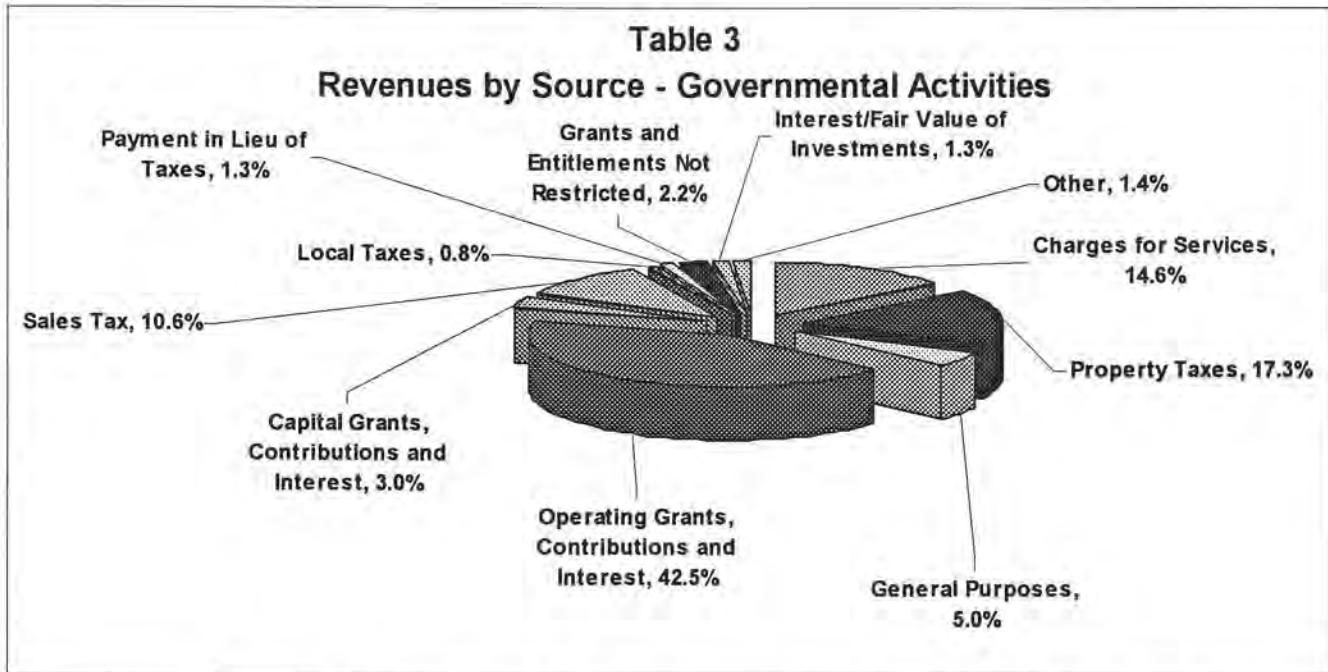
General Revenues decreased \$12.4 million (9%) over 2008. Interest revenues and Investment earnings were down from \$10.4 million in 2008 to \$3.9 million in 2009. In addition Sales Tax revenues fell \$1.6 million. While many levies displayed a slight increase in revenues, the Elderly Services Levy decreased \$4.4 million due to the reduction in tax rates from 2.0 in 2008 to 1.3 in 2009.

Table 2  
Changes in Net Assets

	Governmental Activities		Business-type Activities		Total	
	2009	2008 Restated	2009	2008	2009	2008
Revenues:						
Program Revenues:						
Charges for Services	\$ 43,845,241	\$ 45,710,686	\$ 38,697,401	\$ 44,911,905	\$ 82,542,642	\$ 90,622,591
Operating Grants, Contributions and Interest	127,361,324	99,370,504	-	-	127,361,324	99,370,504
Capital Grants, Contributions and Interest	9,124,829	13,936,431	8,295,657	6,595,488	17,420,486	20,531,919
Program Revenues Subtotal	<u>180,331,394</u>	<u>159,017,621</u>	<u>46,993,058</u>	<u>51,507,393</u>	<u>227,324,452</u>	<u>210,525,014</u>
General Revenues:						
Property Taxes	66,046,367	69,454,212	-	-	66,046,367	69,454,212
Sales Taxes	31,843,586	33,408,493	-	-	31,843,586	33,408,493
Local Taxes	2,430,185	2,454,986	-	-	2,430,185	2,454,986
Payments in Lieu of Taxes	3,981,481	4,438,718	-	-	3,981,481	4,438,718
Grants and Entitlements Not Restricted to Specific Programs	6,603,883	7,664,080	-	-	6,603,883	7,664,080
Investment Earnings	3,875,844	10,362,722	468	125,300	3,876,312	10,488,022
Other	4,278,573	3,707,444	1,065,297	769,887	5,343,870	4,477,331
General Revenues Subtotal	<u>119,059,919</u>	<u>131,490,655</u>	<u>1,065,765</u>	<u>895,187</u>	<u>120,125,684</u>	<u>132,385,842</u>
Total Revenues	<u>299,391,313</u>	<u>290,508,276</u>	<u>48,058,823</u>	<u>52,402,580</u>	<u>347,450,136</u>	<u>342,910,856</u>
Program Expenses						
General Government:						
Legislative and Executive	27,727,443	37,260,435	-	-	27,727,443	37,260,435
Judicial	17,732,020	16,978,319	-	-	17,732,020	16,978,319
Public Safety	46,897,900	48,709,320	-	-	46,897,900	48,709,320
Public Works	24,661,639	25,416,281	-	-	24,661,639	25,416,281
Health	58,320,120	62,270,201	-	-	58,320,120	62,270,201
Human Services	90,877,303	93,725,373	-	-	90,877,303	93,725,373
Conservation and Recreation	571,952	587,061	-	-	571,952	587,061
Intergovernmental	4,780,375	5,572,290	-	-	4,780,375	5,572,290
Interest and Fiscal Charges	4,886,734	5,822,661	-	-	4,886,734	5,822,661
Sewer	-	-	24,587,715	26,429,926	24,587,715	26,429,926
Water	-	-	26,323,570	26,946,953	26,323,570	26,946,953
GSC Parking Garage Facility	-	-	220,725	82,346	220,725	82,346
Total Expenses	<u>276,455,486</u>	<u>296,341,941</u>	<u>51,132,010</u>	<u>53,459,225</u>	<u>327,587,496</u>	<u>349,801,166</u>
Change in Net Assets	22,935,827	(5,833,665)	(3,073,187)	(1,056,645)	19,862,640	(6,890,310)
Restatement of Prior Years Net Assets	-	(35,416,101)	-	223,681	-	(35,192,420)
Net Assets January 1, 2008 (Restated)	<u>424,240,113</u>	<u>465,489,879</u>	<u>269,087,775</u>	<u>269,920,739</u>	<u>693,327,888</u>	<u>735,410,618</u>
Net Assets December 31, 2008	<u>\$ 447,175,940</u>	<u>\$ 424,240,113</u>	<u>\$ 266,014,588</u>	<u>\$ 269,087,775</u>	<u>\$ 713,190,528</u>	<u>\$ 693,327,888</u>

Butler County, Ohio  
 Management's Discussion and Analysis  
 For the Year Ended December 31, 2009  
 Unaudited

Table 3 provides a breakdown of the sources of governmental activities revenues.



**Business-type Activities:** The County's sewer and water system operations constitute 99% of the business-type activities. Butler County management has established sound fiscal plans and mechanisms in order to respond to the challenges of delivering efficient and cost effective services to a large service area whose capacity has been continually expanding due to the tremendous growth the County has seen over the years. In 2009 the Commissioners reduced rates for sewer and water services to customers by 10%. As a result net assets in those funds decreased \$3.0 million. The GSC Parking Facility also recognized a reduction in net assets from 2008 to 2009 due to increased expenses. Further details regarding the financial condition of the GSC Parking Facility, Sewer and Water systems are provided in the *Fund Analysis* section that follows.

**Fund Analysis**

As mentioned above, various funds have been established to account for specific County activities or objectives. A summary of the most significant fiscal activity in the County's funds follows.

**Governmental Funds:** Governmental funds report County financial activity focusing on the near-term flow of expendable resources and assists in demonstrating fiscal accountability. Thus, fund balances provide us with a snapshot of what resources are available at year-end for near-term spending, and an analysis of changes to fund balances over time assists in evaluating the degree to which a specific program, or a group of activities, is "living within its means."

At year-end, the governmental funds combined ending fund balance of \$90.0 million was slightly higher than the same balance just one year ago, a \$3.0 million increase overall. Increases in some funds can be attributed to stimulus dollars deposited into Intergovernmental revenue. Job and Family Services recognized a \$5.0 million dollar increase while Mental Health recognized a \$3.7 million dollar increase. In addition to revenue increases, total governmental funds expenditures dropped from \$319.1 million in 2008 to \$287.9 million in 2009, a 10% reduction, attributing to the overall fund balance increases with the exception of the county General Fund.

**Butler County, Ohio**  
**Management's Discussion and Analysis**  
**For the Year Ended December 31, 2009**  
**Unaudited**

---

The overall financial position for Butler County's operating fund, the General Fund, decreased due to the loss of revenue in many areas. The significant reductions in revenues are Sales Tax, Property Transfer Fees, Local Government and Interest/Investment earnings. Sales Taxes decreased \$4.8 million (14%), Property Transfer Fees (Charges for Services) decreased \$1.1 million (5%), Local Government (Intergovernmental) decreased \$0.9 million (10%), and Interest/Investment earning declined \$5.8 million (61%) over the prior year. In contrast Real Estate Tax revenues collected in 2009 were \$0.9 million (7%) higher than 2008 due to increased assessed values county-wide.

The County continued to address the decline in revenues during 2009 by reducing overall General Fund expenditures by \$7.9 million (8%). The Legislative and Executive and Public Safety expenditures of the General Fund saw significant reductions of \$5.2 and \$4.1 million as the County continued trimming personnel and other costs. Also, expenditures and other financing uses substantially exceeded revenues and other financing sources resulting in a fund balance decrease of \$10.3 million. The General Fund's unreserved/undesignated fund balance, at \$10.7 million was (8%) lower than the previous year while total fund balance saw a reduction from \$31.5 million in 2008 to \$21.2 million in 2009.

The Butler County Developmental Disabilities (BCDD) Fund recognized an increase of \$4.9 million (20%) in fund balance in 2009. Intergovernmental revenues increased \$0.3 million (4%) during 2009 due to an increase grant dollars for Enhanced Federal Medical Assistance Program (EFMAP) through the American Recovery and Reinvestment Act (ARRA). BCDD Health expenditures during 2009 decreased \$6.1 million due to a reduced percentage match from 40% to 26% for federal fund expenditures. In addition, BCDD is redirecting direct client services to private providers, saving personnel costs.

The Job and Family Services/Children Services Agency Fund received ARRA stimulus dollars in 2009 for the workforce development grant, adoption assistance and foster care. These dollars attributed to the overall increase in intergovernmental revenues of \$5.0 million (11%) over 2008. In addition, Real Estate Tax revenues collected in 2009 were \$0.8 million (6%) higher than 2008 due to increased assessed values county-wide. Human Services expenditures were down \$1.9 million due to reductions in personnel and other operating costs. The combination of increased revenues and decreases in expenditures generated an increase in fund balance for the Job and Family Services/Children Services Agency Fund by \$2.7 million (92%).

The Mental Health Fund revenues increased in 2009 \$3.3 million (13%) due to increases in intergovernmental grants including ARRA stimulus dollars for EFMAP. Health expenditures increased \$2.3 million (9%) due to additional mental health services provided to Butler County residents during 2009. However, the Mental Health Fund revenues exceeded the increased expenditures resulting in a positive \$3.0 million net change to the ending fund balance.

The Residential Incentive Districts and Tax Incremental Financings (RID/TIF) Fund revenues and expenditures remained fairly consistent from 2008 to 2009. A slight reduction in Interest and Fiscal Charges by \$0.2 million was due to lower interest rates on short term notes. An increase in other financing sources of \$2.0 million was recognized for general obligation bonds and related premium, issued to assist the Transportation Improvement District (TID) with the State Route By-Pass 4 widening project. The RID/TIF fund's negative fund balance was reduced \$0.2 million as a result of the other financing sources from the bond issuance.

Only a portion of the \$90.0 million fund balance in the governmental funds is available for spending in next year's budget, however. This is referred to as the *unreserved/undesignated fund balance*, and at December 31, 2009, the unreserved fund balance for the governmental funds had increased to \$78.3 million, or 87% of the total fund balance. The *unreserved/designated fund balance* is dollars intended to be used for the County-Wide Communications System.

**Butler County, Ohio**  
**Management's Discussion and Analysis**  
**For the Year Ended December 31, 2009**  
**Unaudited**

---

The designation dropped (67%) to \$2.7 million in 2009 as the final stages of completion draw near on the County-Wide Communications System project. The *reserved fund balance* indicates what monies have already been committed and are not an available expendable resource. The reserved governmental funds' balance of \$9.0 million represents 10% of the total fund balance and has either been committed for the payment of current contracts and purchase orders (\$3.5 million), long-term receivable (\$4.3 million), or has been reserved until loans or advances have been repaid to the General Fund (\$1.2 million).

*Proprietary Funds:* The proprietary funds' financial statements provide the same information as seen in the government-wide financial statements, only in more detail. A summary of financial activity occurring in the Sewer and Water Enterprise Funds follows.

*Sewer Fund:* The Sewer Fund's \$35.5 million in current assets at the end of 2009, principally (\$32.4 million) composed of equity in pooled cash and cash equivalents, as compared with current liabilities of \$5.4 million at year-end, leaving a \$30.1 million safety margin of working capital (current assets less current liabilities) for ongoing operations, additional debt service, and contingencies.

Operating revenues during 2009 of \$18.8 million were \$2.6 million (12%) lower than the \$21.4 million in 2008, while operating expenses of \$21.7 million for 2009 were \$1.6 million less than 2008 operating expenses of \$23.3 million, resulting in an operating loss of \$3.0 million for 2009. In comparing 2009 to 2008, Depreciation and Amortization Expense continues to be the largest category and, for 2009, at \$10.2 million, recognized a slight decrease of 3%, reflecting the growth-driven additions in recent years to sewer system infrastructure capital assets. The next-largest category, Personal Services, comprising employees' salaries and fringe benefits, for the fourth consecutive year, declined nearly \$0.7 million or 12%. Contractual Services remained constant for 2009, and materials and supplies, at \$1.3 million for 2009, were also reduced by 15% over 2008.

*Water Fund:* The Water Fund's current assets of \$21.0 million consisted largely of Equity in Pooled Cash and Cash Equivalents at \$18.1 million or 86%. The current assets of \$21.0 million compared to current liabilities of \$5.6 million leaves a substantial safety margin of working capital of \$15.4 million for ongoing operations, additional debt service, and contingencies.

Operating revenues during 2009 of \$20.5 million were \$3.3 million (14%) less than the \$23.8 million in 2008, while operating expenses of \$22.7 million for 2009 were \$0.6 million less than 2008 operating expenses of \$23.3 million, resulting in an operating loss of \$2.2 million for 2009. The largest category of operating expenses, Contractual Services, at \$11.5 million for 2009, was relatively consistent with 2008 expenses at \$11.3 million. Depreciation and Amortization Expense remained consistent at \$6.2 million. Personal Services, comprising employees' salaries and fringe benefits, decreased by \$0.6 million (12%) from 2008 to 2009. Overall net assets dropped \$2.5 million as expenses exceeded overall revenues in 2009 due to a water rate reduction as a result of numerous cost reductions identified by the department in 2008.

*GSC Parking Facility Fund:* The GSC Parking Facility net assets fell from \$78,000 in 2008 to \$3,000 in 2009. This reduction is due to increases in expenses to reimbursement the General Fund for a small portion of the debt service payments made on the Government Services Center Sales Tax bonds in 2008 and 2009. In addition the GSC Parking Facility Fund operating revenues dropped from \$156,000 in 2008 to \$146,000 in 2009.

**Butler County, Ohio**  
**Management's Discussion and Analysis**  
**For the Year Ended December 31, 2009**  
**Unaudited**

**General Fund Budget Analysis**

Several events influenced the budgetary process and actual results for the year of 2009. The General Fund's final 2009 appropriation budget, at \$100.0 million, was 12% higher than the original appropriation budget, and the final revenue budget at \$81.1 million, was 7% lower than the original revenue budget filed at the beginning of the year.

The County experienced a \$2.5 million decrease in Sales Tax revenues and a \$2.4 million decrease in investment income from the original to final budget. The County had to adjust the revenue budget to reflect the downturn in the economic market as the year progressed.

The final budget included an additional \$9.1 million of budget for Public Safety. This increase in budget was used for continued construction of the County-Wide Communications system which had not originally been included in the budget for items such as console installation and fiber optic construction costs. The remaining County General Fund final budget items remained fairly consistent with original budget estimates.

The General Fund cash reserves significantly decreased during 2009 since actual expenditures far exceeded actual revenues. However, while the final budget projected a \$19.0 million (123%) decrease to the General Fund balance; actual expenditures were \$2.1 million less than budgeted.

**Capital Asset and Debt Administration**

**Capital Assets**

Capital assets include County owned land, land improvements, buildings and improvements, furniture, fixtures and equipment, vehicles, infrastructure, water rights, water and sewer mains, and construction in progress. Butler County's total investment in capital assets for governmental and business-type activities (net of accumulated depreciation) amounts to \$726.9 million as of December 31, 2009, a reduction of 1% over the previous year. Table 4 contains a summary of capital assets as of December 31, 2009, compared to assets owned by the County at year-end 2008.

Table 4  
Capital Assets

	Governmental Activities		Business-type Activities		Total	
	2009	Restated 2008	2009	Restated 2008	2009	Restated 2008
Land	\$ 11,210,770	\$ 10,435,786	\$ 1,656,490	\$ 1,656,490	\$ 12,867,260	\$ 12,092,276
Land Improvements	7,352,890	7,074,886	1,767,627	1,650,209	9,120,517	8,725,095
Buildings and Improvements	93,139,658	89,736,896	53,405,570	55,863,182	146,545,228	145,600,078
Furniture, Fixtures and Equipment	14,664,377	15,311,925	34,161,545	35,384,041	48,825,922	50,695,966
Vehicles	2,723,305	2,928,423	355,353	483,986	3,078,658	3,412,409
Infrastructure	243,151,603	242,660,904	-	-	243,151,603	242,660,904
Water Rights	-	-	26,067,480	28,023,048	26,067,480	28,023,048
Water and Sewer Mains	-	-	198,636,464	200,389,022	198,636,464	200,389,022
Construction in Progress	31,106,703	31,221,989	7,524,361	8,890,421	38,631,064	40,112,410
<b>Total</b>	<b>\$ 403,349,306</b>	<b>\$ 399,370,809</b>	<b>\$ 323,574,890</b>	<b>\$ 332,340,399</b>	<b>\$ 726,924,196</b>	<b>\$ 731,711,208</b>

Butler County, Ohio  
Management's Discussion and Analysis  
For the Year Ended December 31, 2009  
Unaudited

---

Significant capital asset activity occurring during 2009 included the following:

- Governmental Activities Buildings and Improvements increased \$3.4 million primarily due to the completion of the animal shelter, government services center court remodeling and the airport west terminal projects.
- Business-Type Activities Construction In Progress decreased \$1.4 million with the completion of projects such as the Trenton lift Station, Liberty Fairfield Milliken Sewer, and watermain replacement projects for Blue Max, Linn Road, McCauley Road and Reigert Road. Although these projects were added as capital assets in 2009, overall Business-type assets dropped \$8.8 million due to depreciation expense exceeding asset additions.

*Infrastructure Assets:* Infrastructure assets refer to County roads, bridges, and culverts, and are reported in the governmental activities. Butler County, through the Engineer's Office, maintains an Infrastructure Asset System that incorporates the "modified approach" method of reporting infrastructure as provided for in Governmental Accounting Standards Board Statement No. 34. Under the modified approach, the County does not use historical cost-based depreciation as a measure of the cost of use for infrastructure assets. Instead, all expenditures made for infrastructure assets that preserve the useful life of the assets are expensed during the year incurred. Expenditures that increase the capacity or efficiency of the infrastructure assets (additions or improvements) are capitalized. The County ensures that infrastructure assets are being preserved at, or above, previously established condition-levels by performing periodic conditional assessments of the infrastructure. Based on these assessment findings, a budget is prepared for the maintenance and repair of these assets. During 2009, the County budgeted \$2.8 million for roads, \$6.7 million for bridges, and \$0.2 million for culvert improvements.

Butler County manages its roadway system through the performance of three year conditional assessments, using factors such as age of pavement, surface condition, and traffic volume and type. Roads are assigned a pavement rating based on a scale of one to four, with one being excellent and four being poor. It is the County's policy to maintain the County roadway system where at least 90% of the roads have a rating of three (3) or better. A twelve-year paving plan is developed in order to keep the County's roads at condition levels established per policy. Actual maintenance spending on County roads in 2009 was \$2.6 million, and the most recent roadway system assessment (2008) indicates that 96% of County roads are currently assessed at a rating of three or better.

The County manages its bridges using a General Appraisal and Operational Status condition coding system as developed by the Federal Highway Administration. The condition of a bridge is rated from zero to nine, with nine being excellent condition and zero meaning the bridge is in a failed or closed condition. Bridges are inspected on an annual basis as required by Ohio law and rated for infrastructure GAAP reporting every three years.

It is the policy of the county engineer to maintain the bridges such that 85% of the structures have a General Appraisal rating of five (5 - Fair) or better. The County spent \$5.3 million in 2009 to maintain the bridges and the most recent bridge system assessment (2008) indicates that 90% of County bridges are currently assessed at a rating of five or better.

The Engineer inspects culverts on a three year basis, and conditional assessments are given based on a rating scale of one to four, with one meaning the culvert is in good condition and does not require repair, while a four rating means the culvert is in critical condition and is no longer functioning as designed. It is the policy of the County Engineer to maintain 75% of the culverts in a condition of two (2 - Fair) or better. The County spent \$.1 million in 2009 to maintain culverts and the most recent culvert system assessment (2008) indicates that 79% of the culverts are currently assessed at a rating of two or better. Additional information regarding capital assets can be found in Note 9 to the financial statements and the Required Supplementary Information on page 96 for additional infrastructure information.

**Butler County, Ohio**  
**Management's Discussion and Analysis**  
**For the Year Ended December 31, 2009**  
**Unaudited**

**Long-term Debt**

At December 31, 2009, Butler County had a total of \$211.4 million in outstanding long-term debt, 6% lower than the prior year-end. Of this total, \$93.7 million (44%) has helped fund governmental activities while \$117.7 million (56%) has helped fund business-type activities. Governmental activities long-term debt dropped \$3.5 million (4%) and the business-type activities long-term debt decreased by \$10.1 million (8%) during 2009 due to scheduled maturities.

Table 5  
Butler County Outstanding Long-Term Debt

	Governmental Activities		Business-type Activities		Total	
	2009	2008	2009	2008	2009	2008
General Obligation Bonds	\$ 57,022,131	\$ 58,498,514	\$ 18,205,306	\$ 4,630,087	\$ 75,227,437	\$ 63,128,601
Sales Tax Bonds	22,909,924	24,751,340	-	-	\$ 22,909,924	24,751,340
Special Assessment Bonds	11,658,332	12,305,218	-	-	\$ 11,658,332	12,305,218
Long-term Loans	2,119,417	1,643,071	8,422,166	5,696,103	\$ 10,541,583	7,339,174
Revenue Bonds	-	-	60,427,852	85,567,039	\$ 60,427,852	85,567,039
Water Judgment Bonds	-	-	30,677,565	31,904,658	\$ 30,677,565	31,904,658
<b>Total</b>	<b>\$ 93,709,804</b>	<b>\$ 97,198,143</b>	<b>\$ 117,732,889</b>	<b>\$ 127,797,887</b>	<b>\$ 211,442,693</b>	<b>\$ 224,996,030</b>

The County's long-term debt consisted of \$118.1 million in obligations backed by the full faith and credit of Butler County, including \$75.2 million in general obligation bonds, \$30.7 million water judgment bonds, \$0.5 million in loans, and \$11.7 million in special assessment bonds, for which Butler County is liable in case of default of the property owners subject to the assessment. A total of \$93.3 million of the total outstanding debt represent bonds secured by specified revenue sources, including water and sewer revenues, motor vehicle revenues and sales tax revenues.

Butler County issued governmental activities bonds in December 2009 in the amount of \$1.9 million in General Obligation Bonds to assist the Transportation Improvement District in widening State Route 4 Bypass. The Sewer and Water funds refunded \$22.8 million of revenue bonds with \$15.3 million in General Obligation Bonds in order to take advantage of the low interest rates. The County used reserve funds of \$5.5 million to assist in the refunding.

Ohio law, through its direct and indirect debt limitations, restricts the amount of debt the County may issue. The County's total direct debt limit at December 31, 2009 was \$205.3 million and the legal debt margin (debt limit minus net debt) was \$162.5 million. The County's unvoted direct debt limit was \$80.4 million and the unvoted direct debt margin was \$37.6 million. The debt margins for total debt and unvoted debt reflect a slight increase over the previous year due to increased tax values and reductions in general obligation bonds and notes.

Ohio's indirect debt limitation, referred to as the ten-mill limitation, further limits the total unvoted general obligation debt that may be issued among overlapping subdivisions to a maximum of 10 mills per dollar of assessed valuation. Since the 10 mills must be shared by the overlapping subdivisions, and is available on a first-come, first-served basis, the level of debt issued by any overlapping political subdivision thus affects the County's ability to issue unvoted general obligation debt.



**Butler County, Ohio**  
**Management's Discussion and Analysis**  
**For the Year Ended December 31, 2009**  
**Unaudited**

---

For example, depending on how much room is available under the 10-mill limitation, a relatively small debt issuance by an overlapping subdivision with a low assessed valuation could significantly hinder, or temporarily lock out, the County's ability to issue unvoted general obligation debt. This limitation would continue until unvoted general obligation debt was retired by either subdivision, or until the total assessed value of the subdivision or the County increased, which occurs around December of each year. The County continues to monitor the debt activity of all overlapping subdivisions for the potential effect on future financings.

Butler County's general obligation bond issues are currently rated Aa1 and the sales tax bonds are Aa2 by Moody's Investors Services. The water and sewer district currently maintain credit ratings from Moody's of Aa3. Besides the long-term bonds outstanding, the County also is liable for other long-term obligations in the form of capital leases payable, claims payable, and compensated absences payable. Governmental activities capital leases totaled \$2.7 million at year-end, for various equipment and vehicles throughout the County. Claims Payable at year-end was \$2.7 million representing outstanding workers' compensation claims against the County. Compensated absences payable at year-end was \$8.3 million for governmental activities and \$.7 million for business-type activities. The total liability for capital leases, claims, and compensated absences payable for governmental and business-type activities was \$14.4 million at December 31, 2009. Additional information about the County's long-term obligations can be found in Note 16 to the financial statements.

#### **Economic and Other Potentially Significant Matters**

The declining economic situation has affected econometric revenues such as building regulation fees, property transfer fees and sales tax. As with many other states and counties throughout the United States, the decline in the automotive market has created declines in sales tax. As a result, Butler County is responding with close monitoring and talk of possible reductions to its 2010 budget if revenue projections are not met.

Despite the decline in the economy, inquiries from potential businesses looking at developing or relocating to our County remain steady. The continuation of a major Interstate 75 interchange construction in Liberty Township will position the County to capture substantial economic development once the economy begins its rebound. In addition to the interchange and in close proximity, a new 160-bed medical hospital facility was recently opened by the Health Alliance of Cincinnati, and continues the high-end development of this region in Butler County.

#### **Requests for Information**

The Management's Discussion and Analysis is intended to provide a general overview of Butler County's finances. Questions concerning any of the information provided in this report, or requests for additional financial information should be addressed to the Butler County Auditor, 130 High Street, Hamilton, Ohio, 45011.

**(This Page Intentionally Left Blank)**

**Butler County, Ohio**  
**Statement of Net Assets**  
**December 31, 2009**

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
<b>Assets</b>			
Equity in Pooled Cash and Cash Equivalents	\$ 121,712,965	\$ 56,584,052	\$ 178,297,017
Cash and Cash Equivalents:			
In Segregated Accounts	822,670	600	823,270
With Fiscal Agents	-	111,951	111,951
Accounts Receivable	229,059	4,587,729	4,816,788
Due from Other Governments	52,846,147	-	52,846,147
Accrued Interest Receivable	550,785	-	550,785
Prepaid Items	1,919,094	122,244	2,041,338
Internal Balances	493,184	(493,184)	-
Materials and Supplies Inventory	769,518	113,071	882,589
Property Taxes Receivable	59,897,049	-	59,897,049
Sales Tax Receivable	7,136,667	-	7,136,667
Other Local Taxes Receivable	258,430	-	258,430
Payments in Lieu of Taxes Receivable	4,156,054	-	4,156,054
Loans Receivable	1,091,372	-	1,091,372
Special Assessments Receivable	11,107,814	1,139,524	12,247,338
Deferred Charges	1,189,043	1,765,159	2,954,202
Capital Assets:			
Nondepreciable Capital Assets	285,469,076	9,180,851	294,649,927
Depreciable Capital Assets, net	117,880,230	314,394,039	432,274,269
<b>Total Assets</b>	<b>667,529,157</b>	<b>387,506,036</b>	<b>1,055,035,193</b>
<b>Liabilities</b>			
Accounts Payable	8,933,065	931,219	9,864,284
Contracts Payable	1,121,974	268,418	1,390,392
Accrued Wages and Benefits	4,521,575	362,624	4,884,199
Due to Other Governments	6,337,552	801,519	7,139,071
Matured Compensated Absences Payable	31,356	-	31,356
Deferred Revenue	61,394,100	-	61,394,100
Matured Bonds Payable	13,250	-	13,250
Matured Interest Payable	5,543	-	5,543
Accrued Interest Payable	465,016	455,775	920,791
Notes Payable	30,113,000	-	30,113,000
Retainage Payable	33,960	82,580	116,540
Refundable Deposits	-	135,485	135,485
Long-Term Liabilities:			
Due Within One Year	19,332,740	7,599,321	26,932,061
Due In More Than One Year	88,050,086	110,854,507	198,904,593
<b>Total Liabilities</b>	<b>220,353,217</b>	<b>121,491,448</b>	<b>341,844,665</b>
<b>Net Assets</b>			
Invested in Capital Assets, Net of Related Debt	318,319,886	207,607,160	525,927,046
Restricted for:			
Capital Projects	8,796,131	-	8,796,131
Debt Service	4,253,076	-	4,253,076
Replacement and Improvement	-	6,000,000	6,000,000
Developmental Disabilities	31,171,201	-	31,171,201
Job and Family/Children Services Agency	16,993,321	-	16,993,321
Elderly Services Levy	16,621,649	-	16,621,649
Mental Health	17,506,831	-	17,506,831
Motor Vehicle	13,385,486	-	13,385,486
All Other Public Works	14,751,970	-	14,751,970
Other Purposes	18,763,690	-	18,763,690
Unrestricted (Deficit)	(13,387,301)	52,407,428	39,020,127
<b>Total Net Assets</b>	<b>\$ 447,175,940</b>	<b>\$ 266,014,588</b>	<b>\$ 713,190,528</b>

See accompanying notes to the basic financial statements

Butler County, Ohio  
Statement of Activities  
For the Year Ended December 31, 2009

	Program Revenues		
	Expenses	Charges for Services	Operating Grants, Contributions, and Interest
Governmental Activities			
General Government:			
Legislative and Executive	\$ 27,727,443	\$ 16,307,020	\$ 996,461
Judicial	17,732,020	6,440,735	1,682,162
Public Safety	46,897,900	14,803,587	5,306,196
Public Works	24,661,639	2,407,770	18,164,149
Health	58,320,120	820,543	36,860,053
Human Services	90,877,303	3,051,966	64,352,303
Conservation and Recreation	571,952	13,620	-
Intergovernmental	4,780,375	-	-
Interest and Fiscal Charges	4,886,734	-	-
<b>Total Governmental Activities</b>	<b>276,455,486</b>	<b>43,845,241</b>	<b>127,361,324</b>
Business-Type Activities			
Sewer	24,587,715	18,346,224	-
Water	26,323,570	20,204,971	-
GSC Parking Facility	220,725	146,206	-
<b>Total Business-Type Activities</b>	<b>51,132,010</b>	<b>38,697,401</b>	<b>-</b>
<b>Total Primary Government</b>	<b>\$ 327,587,496</b>	<b>\$ 82,542,642</b>	<b>\$ 127,361,324</b>

General Revenues

Taxes Levied for:  
  General Purposes  
  Developmental Disabilities  
  Children Services Agency  
  Mental Health  
  Elderly Services Levy  
Sales Tax  
Local Taxes  
Payments in Lieu of Taxes  
Grants and Entitlements not Restricted  
  to Specific Programs  
Investment Earnings  
Other

Total General Revenues

Change in Net Assets

Net Assets at Beginning of Year - Restated (see Note 3)

Net Assets at End of Year

See accompanying notes to the basic financial statements

Net (Expense) Revenue and Changes in Net Assets			
Capital Grants, Contributions, and Interest	Primary Government		
	Governmental Activities	Business-Type Activities	Total
\$ 125,627	\$ (10,298,335)	\$ -	\$ (10,298,335)
-	(9,609,123)	-	(9,609,123)
-	(26,788,117)	-	(26,788,117)
8,999,202	4,909,482	-	4,909,482
-	(20,639,524)	-	(20,639,524)
-	(23,473,034)	-	(23,473,034)
-	(558,332)	-	(558,332)
-	(4,780,375)	-	(4,780,375)
-	(4,886,734)	-	(4,886,734)
<u>9,124,829</u>	<u>(96,124,092)</u>	<u>-</u>	<u>(96,124,092)</u>
5,235,255	-	(1,006,236)	(1,006,236)
3,060,402	-	(3,058,197)	(3,058,197)
-	-	(74,519)	(74,519)
<u>8,295,657</u>	<u>-</u>	<u>(4,138,952)</u>	<u>(4,138,952)</u>
<u>\$ 17,420,486</u>	<u>(96,124,092)</u>	<u>(4,138,952)</u>	<u>(100,263,044)</u>
	15,079,052	-	15,079,052
	19,323,359	-	19,323,359
	14,495,323	-	14,495,323
	8,240,166	-	8,240,166
	8,908,467	-	8,908,467
	31,843,586	-	31,843,586
	2,430,185	-	2,430,185
	3,981,481	-	3,981,481
	6,603,883	-	6,603,883
	3,875,844	468	3,876,312
	4,278,573	1,065,297	5,343,870
	<u>119,059,919</u>	<u>1,065,765</u>	<u>120,125,684</u>
	22,935,827	(3,073,187)	19,862,640
	<u>424,240,113</u>	<u>269,087,775</u>	<u>693,327,888</u>
	<u>\$ 447,175,940</u>	<u>\$ 266,014,588</u>	<u>\$ 713,190,528</u>

**Butler County, Ohio**  
**Balance Sheet**  
**Governmental Funds**  
**December 31, 2009**

	General	Developmental Disabilities	Job and Family Services/Children Services Agency	Mental Health
<b>Assets</b>				
Equity in Pooled Cash and Cash Equivalents	\$ 16,114,366	29,059,892	\$ 8,716,583	\$ 13,383,820
Cash and Cash Equivalents:				
In Segregated Accounts	258,727	-	-	-
Receivables:				
Property Taxes	12,691,398	17,317,093	12,603,072	8,457,574
Sales Taxes	7,136,667	-	-	-
Other Local Taxes	-	-	-	-
Payments in Lieu of Taxes	-	-	-	-
Accounts	63,280	3,601	-	-
Due from Other Governments	9,443,995	2,897,715	14,807,288	4,200,950
Accrued Interest	550,785	-	-	-
Special Assessments	-	-	-	-
Loans	480,243	-	-	-
Due from Other Funds	772,688	-	-	30,160
Prepaid Items	454,547	239,082	12,719	1,088,843
Materials and Supplies Inventory	64,571	12,941	14,166	3,109
Advances to Other Funds	369,040	-	-	-
<b>Total Assets</b>	<b>\$ 48,400,307</b>	<b>49,530,324</b>	<b>36,153,828</b>	<b>27,164,456</b>
<b>Liabilities and Fund Balances</b>				
<b>Liabilities</b>				
Accounts Payable	\$ 1,282,405	219,646	4,257,324	1,442,835
Contracts Payable	546,544	-	-	-
Accrued Wages and Benefits Payable	1,925,044	492,895	771,981	36,093
Matured Compensated Absences Payable	15,988	63	14,080	-
Retainage Payable	-	-	-	-
Due to Other Funds	1,090,495	257,665	527,137	16,281
Due to Other Governments	280,933	29,649	215,818	1,264
Deferred Revenue	22,062,515	19,089,532	24,673,218	10,112,002
Advances from Other Funds	-	-	-	-
Matured Bonds Payable	-	-	-	-
Matured Interest Payable	-	-	-	-
Accrued Interest Payable	-	-	-	-
Notes Payable	-	-	-	-
<b>Total Liabilities</b>	<b>27,203,924</b>	<b>20,089,450</b>	<b>30,459,558</b>	<b>11,608,475</b>
<b>Fund Balances</b>				
Reserved for Encumbrances	2,673,793	175,101	225,590	86,161
Reserved for Loans	480,243	-	-	-
Reserved for Long-Term Receivable	4,265,000	-	-	-
Reserved for Advances	369,040	-	-	-
Unreserved:				
Designated for:				
County-Wide Communications System	2,735,091	-	-	-
Undesignated, Reported in:				
General Fund	10,673,216	-	-	-
Special Revenue Funds	-	29,265,773	5,468,680	15,469,820
Debt Service Fund	-	-	-	-
Capital Projects Funds (Deficit)	-	-	-	-
<b>Total Fund Balances (Deficit)</b>	<b>21,196,383</b>	<b>29,440,874</b>	<b>5,694,270</b>	<b>15,555,981</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 48,400,307</b>	<b>49,530,324</b>	<b>36,153,828</b>	<b>27,164,456</b>

See accompanying notes to the basic financial statements

Residential Incentive Districts and Tax Incremental Financings	Other Governmental Funds	Total Governmental Funds
\$ 7,066,418	\$ 45,932,051	\$ 120,273,130
-	563,943	822,670
-	8,827,912	59,897,049
-	-	7,136,667
-	258,430	258,430
4,156,054	-	4,156,054
-	159,198	226,079
-	21,496,199	52,846,147
-	-	550,785
-	11,107,814	11,107,814
-	611,129	1,091,372
-	121,310	924,158
-	123,087	1,918,278
-	644,330	739,117
-	-	369,040
<u>11,222,472</u>	<u>89,845,403</u>	<u>262,316,790</u>
-	1,728,975	8,931,185
-	575,430	1,121,974
-	1,280,257	4,506,270
-	1,225	31,356
-	33,960	33,960
-	1,061,470	2,953,048
4,847,676	179,795	5,555,135
4,156,054	38,538,169	118,631,490
-	269,040	269,040
-	13,250	13,250
-	5,543	5,543
66,287	91,540	157,827
<u>13,023,000</u>	<u>17,090,000</u>	<u>30,113,000</u>
<u>22,093,017</u>	<u>60,868,654</u>	<u>172,323,078</u>
-	365,409	3,526,054
-	320,966	801,209
-	-	4,265,000
-	-	369,040
-	-	2,735,091
-	-	10,673,216
-	42,359,600	92,563,873
-	1,035,696	1,035,696
<u>(10,870,545)</u>	<u>(15,104,922)</u>	<u>(25,975,467)</u>
<u>(10,870,545)</u>	<u>28,976,749</u>	<u>89,993,712</u>
<u>11,222,472</u>	<u>89,845,403</u>	<u>262,316,790</u>

**(This Page Intentionally Left Blank)**



**Butler County, Ohio**  
**Reconciliation of Total Governmental Fund Balances to**  
**Net Assets of Governmental Activities**  
**For the Year Ended December 31, 2009**

---

Total Governmental Fund Balances \$89,993,712

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

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. These assets consist of:

Land	11,210,770	
Infrastructure	243,151,603	
Construction in progress	31,106,703	
Depreciable capital assets	196,473,283	
Accumulated depreciation	<u>(78,593,053)</u>	
Total capital assets		403,349,306

An internal service fund is used by management to charge the costs of insurance to individual funds. The assets and liabilities of the internal service fund are included in governmental activities in the statement of net assets. 365,953

Some of the County's revenues will be collected after year end, but are not available soon enough to pay for the current period's expenditures and therefore are deferred in the funds:

Property Taxes	7,513,752	
Special Assessments	11,107,814	
Due From Other Governments	36,995,536	
Charges for Services	734,947	
Interest Revenue	406,181	
Other	38,357	
Loans	<u>440,803</u>	
		57,237,390

Bond issuance costs reported as an expenditure in governmental funds are allocated as an expense over the life of the debt on a full accrual basis 1,189,043

Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds. Those liabilities consist of:

Accrued interest on bonds	(307,189)	
Capital leases	(2,704,140)	
Bonds	(91,590,387)	
Loans	(2,119,417)	
Compensated absences	<u>(8,238,331)</u>	
Total liabilities		<u>(104,959,464)</u>

Net Assets of Governmental Activities \$447,175,940

See accompanying notes to the basic financial statements

Butler County, Ohio  
Statement of Revenues, Expenditures and Changes in Fund Balances  
Governmental Funds  
For the Year Ended December 31, 2009

	General	Developmental Disabilities	Job and Family Services/Children Services Agency	Mental Health
Revenues				
Property Taxes	\$ 14,873,440	\$ 19,554,191	\$ 14,722,589	\$ 8,351,833
Sales Taxes	29,479,864	-	-	-
Other Local Taxes	-	-	-	-
Charges for Services	21,676,473	58,590	-	121,782
Licenses and Permits	15,370	-	-	-
Fines and Forfeitures	1,707,284	-	-	-
Intergovernmental	7,420,425	10,089,328	48,925,545	20,530,267
Special Assessments	-	-	-	-
Payments in Lieu of Taxes	21,958	26,705	13,429	3,183
Investment Earnings	3,619,150	-	-	-
Other	1,368,593	16,413	2,251,506	274,836
Total Revenues	<u>80,182,557</u>	<u>29,745,227</u>	<u>65,913,069</u>	<u>29,281,901</u>
Expenditures				
Current:				
General Government:				
Legislative and Executive	19,794,617	-	-	-
Judicial	14,977,328	-	-	-
Public Safety	41,929,363	-	-	-
Public Works	752,292	-	-	-
Health	743,132	24,808,771	-	26,243,537
Human Services	1,634,828	-	64,671,208	-
Conservation and Recreation	504,238	-	-	-
Capital Outlay	-	-	-	-
Intergovernmental	-	-	-	-
Debt Service:				
Principal Retirement	5,915,834	-	25,482	-
Interest and Fiscal Charges	3,339,577	-	5,488	-
Issuance Costs	-	-	-	-
Total Expenditures	<u>89,591,209</u>	<u>24,808,771</u>	<u>64,702,178</u>	<u>26,243,537</u>
Excess of Revenues Over (Under) Expenditures	<u>(9,408,652)</u>	<u>4,936,456</u>	<u>1,210,891</u>	<u>3,038,364</u>
Other Financing Sources (Uses):				
General Obligation Bonds Issued	-	-	-	-
Premium on Debt Issued	-	-	-	-
Inception of Capital Lease	1,476,982	-	-	-
Proceeds of Loans	286,659	-	-	-
Transfers - In	332	-	1,511,902	-
Transfers - Out	(2,621,651)	-	-	-
Total Other Financing Sources (Uses)	<u>(857,678)</u>	<u>-</u>	<u>1,511,902</u>	<u>-</u>
Net Change in Fund Balance	(10,266,330)	4,936,456	2,722,793	3,038,364
Fund Balances (Deficit) at Beginning of Year - Restated (See Note 3)	<u>31,462,713</u>	<u>24,504,418</u>	<u>2,971,477</u>	<u>12,517,617</u>
Fund Balances (Deficit) at End of Year	<u>\$ 21,196,383</u>	<u>\$ 29,440,874</u>	<u>\$ 5,694,270</u>	<u>\$ 15,555,981</u>

See accompanying notes to the basic financial statements

Residential Incentive Districts and Tax Incremental Financings	Other Governmental Funds	Total Governmental Funds
\$ -	\$ 9,368,268	\$ 66,870,321
-	-	29,479,864
-	2,430,185	2,430,185
-	19,459,775	41,316,620
-	675,578	690,948
-	383,009	2,090,293
-	41,700,549	128,666,114
-	2,586,571	2,586,571
3,901,677	14,529	3,981,481
5,212	566,221	4,190,583
-	432,117	4,343,465
<u>3,906,889</u>	<u>77,616,802</u>	<u>286,646,445</u>
-	5,665,662	25,460,279
-	2,607,019	17,584,347
-	8,824,549	50,753,912
-	24,421,952	25,174,244
-	5,811,527	57,606,967
-	24,772,830	91,078,866
-	67,714	571,952
-	2,388,023	2,388,023
4,780,375	-	4,780,375
-	1,469,368	7,410,684
220,831	1,430,357	4,996,253
65,618	-	65,618
<u>5,066,824</u>	<u>77,459,001</u>	<u>287,871,520</u>
<u>(1,159,935)</u>	<u>157,801</u>	<u>(1,225,075)</u>
1,935,000	-	1,935,000
30,433	-	30,433
-	-	1,476,982
-	486,737	773,396
-	1,699,040	3,211,274
<u>(589,291)</u>	<u>(332)</u>	<u>(3,211,274)</u>
<u>1,376,142</u>	<u>2,185,445</u>	<u>4,215,811</u>
216,207	2,343,246	2,990,736
<u>(11,086,752)</u>	<u>26,633,503</u>	<u>87,002,976</u>
<u>\$ (10,870,545)</u>	<u>\$ 28,976,749</u>	<u>\$ 89,993,712</u>

**Butler County, Ohio**  
**Reconciliation of the Statement of Revenues, Expenditures**  
**and Changes in Fund Balances of Governmental Funds**  
**to the Statement of Activities**  
**For the Year Ended December 31, 2009**

Net Change in Fund Balances - Total Governmental Funds		\$2,990,736
Amounts reported for governmental activities in the statement of activities are different because:		
Capital outlays are reported as expenditures in governmental funds. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. In the current period, these amounts are:		
Capital Asset Additions	11,381,347	
Current Year Depreciation	<u>(7,687,575)</u>	3,693,772
Donations of capital assets are not reported in the governmental funds. However, in the statement of activities, their value at the time of donation is reported as revenue.		
		561,056
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.		
Loss on Disposal of Capital Assets		(276,331)
Because some revenues will not be collected for several months after the County's year end, they are not considered "available" revenues and are deferred in the governmental funds.		
Property Taxes	(823,954)	
Sales Taxes	2,363,722	
Due From Other Governments	11,846,587	
Special Assessments	(570,292)	
Charges for Services	(252,620)	
Other	(64,892)	
Interest Revenue	<u>(314,739)</u>	12,183,812
Some capital assets were financed through capital leases. In governmental funds, a capital lease arrangement is considered a source of financing, but in the statement of net assets, the lease obligation is reported as a liability.		
		(1,476,982)
Repayment of long-term debt is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets.		
Bond principal retirement	5,175,000	
Special assessment principal retirement	653,200	
Loan principal retirement	297,050	
Capital lease payments	<u>1,285,434</u>	7,410,684
Interest on long-term debt in the statement of activities differs from the amounts reported in the governmental funds because interest is recognized as an expenditure in the funds when it is due, and thus requires the use of current financial resources. In the statement of activities, however, interest expense is recognized as the interest accrues, regardless of when it is due. The additional amount of interest on the statement of activities is the result of the following:		
Decrease in Accrued Interest		135,119
Governmental funds report premiums as other financing sources and bond issuance costs as expenditures, whereas these amounts are deferred and amortized in the statement of activities.		
Premium on Bonds	(30,433)	
Bond Issuance Costs	65,618	
Amortization of Gain/Loss on Refunding	(318,427)	
Amortization of Bond Premiums	420,345	
Amortization of Bond Issuance Costs	<u>(127,518)</u>	9,585
Bond and Loan Proceeds are reported as other financing sources in governmental funds and thus contribute to the change in fund balances. In the government-wide statements, however issuing debt increases long-term liabilities in the statement of net assets and does not affect the statement of activities.		
Bond Proceeds	(1,935,000)	
Loan Proceeds	<u>(773,396)</u>	(2,708,396)
Some items reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds. These activities consist of:		
Compensated Absences		(239,699)
The internal service funds used by management to charge the costs of insurance to individual funds. The net revenue (expense) of the internal service funds are reported with governmental activities.		
		652,471
Change in Net Assets of Governmental Activities		<u>\$22,935,827</u>

See accompanying notes to the basic financial statements

**Butler County, Ohio**  
**Statement of Revenues, Expenditures, and**  
**Changes in Fund Balances - Budget and Actual (Budget Basis)**  
**General Fund**  
**For the Year Ended December 31, 2009**

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
<b>Revenues:</b>				
Property Taxes	\$ 14,702,100	\$ 15,063,785	\$ 15,064,346	\$ 561
Sales Taxes	32,000,000	29,438,315	29,671,938	233,623
Charges for Services	21,625,400	21,733,696	22,067,862	334,166
Licenses and Permits	16,060	14,760	15,370	610
Fines and Forfeitures	1,919,400	1,575,175	1,677,136	101,961
Intergovernmental	8,205,000	7,358,929	7,467,768	108,839
Payments in Lieu of Taxes	23,000	21,900	21,958	58
Interest	6,715,960	4,344,360	4,710,510	366,150
Other	1,627,500	1,511,500	1,989,696	478,196
<b>Total Revenues</b>	<b>86,834,420</b>	<b>81,062,420</b>	<b>82,686,584</b>	<b>1,624,164</b>
<b>Expenditures:</b>				
<b>Current:</b>				
<b>General Government:</b>				
Legislative and Executive	22,712,439	23,865,452	23,103,757	761,695
Judicial	15,324,268	15,389,032	15,081,407	307,625
Public Safety	38,680,759	47,750,265	46,743,705	1,006,560
Public Works	593,939	590,809	590,809	-
Health	507,650	692,650	688,424	4,226
Human Services	1,626,687	1,656,751	1,604,135	52,616
Conservation and Recreation	501,000	528,278	526,516	1,762
<b>Debt Service:</b>				
Principal Retirement	6,047,414	6,173,243	6,172,773	470
Interest and Fiscal Charges	3,343,983	3,360,049	3,360,047	2
<b>Total Expenditures</b>	<b>89,338,139</b>	<b>100,006,529</b>	<b>97,871,573</b>	<b>2,134,956</b>
<b>Excess of Revenues Over (Under) Expenditures</b>	<b>(2,503,719)</b>	<b>(18,944,109)</b>	<b>(15,184,989)</b>	<b>3,759,120</b>
<b>Other Financing Sources (Uses):</b>				
Other Financing Sources	3,030,400	2,522,400	3,066,659	544,259
Advances - In	182,500	182,500	150,000	(32,500)
Advances - Out	-	(149,530)	(134,530)	15,000
Transfers - In	-	-	332	332
Transfers - Out	(1,831,350)	(2,622,342)	(2,621,651)	691
<b>Total Other Financing Sources (Uses)</b>	<b>1,381,550</b>	<b>(66,972)</b>	<b>460,810</b>	<b>527,782</b>
<b>Net Change in Fund Balance</b>	<b>(1,122,169)</b>	<b>(19,011,081)</b>	<b>(14,724,179)</b>	<b>4,286,902</b>
Fund Balance at Beginning of Year	15,483,541	15,483,541	15,483,541	-
Prior Year Encumbrances Appropriated	8,948,798	8,948,798	8,948,798	-
<b>Fund Balance at End of Year</b>	<b>\$ 23,310,170</b>	<b>\$ 5,421,258</b>	<b>\$ 9,708,160</b>	<b>\$ 4,286,902</b>

See accompanying notes to the basic financial statements.

Butler County, Ohio  
Statement of Revenues, Expenditures, and  
Changes in Fund Balances - Budget and Actual (Budget Basis)  
Developmental Disabilities Fund  
For the Year Ended December 31, 2009

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues:				
Property Taxes	\$ 19,500,000	\$ 19,620,000	\$ 19,626,128	\$ 6,128
Charges for Services	-	48,985	58,590	9,605
Intergovernmental	9,277,000	9,161,952	10,098,429	936,477
Payment in Lieu of Taxes	-	26,705	26,705	-
Other	223,000	330,751	16,413	(314,338)
Total Revenues	29,000,000	29,188,393	29,826,265	637,872
Expenditures:				
Current:				
Health	29,700,000	33,179,164	26,922,120	6,257,044
Excess of Revenues Over (Under) Expenditures	(700,000)	(3,990,771)	2,904,145	6,894,916
Other Financing Sources	-	31,607	38,279	6,672
Net Change in Fund Balance	(700,000)	(3,959,164)	2,942,424	6,901,588
Fund Balance at Beginning of Year	22,054,146	22,054,146	22,054,146	-
Prior Year Encumbrances Appropriated	3,477,096	3,477,096	3,477,096	-
Fund Balance at End of Year	\$ 24,831,242	\$ 21,572,078	\$ 28,473,666	\$ 6,901,588

See accompanying notes to the basic financial statements

Butler County, Ohio  
Statement of Revenues, Expenditures, and  
Changes in Fund Balances - Budget and Actual (Budget Basis)  
Job and Family Services/Children Services Agency Fund  
For the Year Ended December 31, 2009

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues:				
Property Taxes	\$ 14,316,000	\$ 14,811,000	\$ 14,904,844	\$93,844
Intergovernmental	53,112,167	47,056,096	48,066,596	1,010,500
Payments in Lieu of Taxes	-	-	13,429	13,429
Other	371,846	2,215,246	2,251,506	36,260
Total Revenues	<u>67,800,013</u>	<u>64,082,342</u>	<u>65,236,375</u>	<u>1,154,033</u>
Expenditures:				
Current:				
Human Services	69,122,384	69,180,033	67,316,041	1,863,992
Debt Service:				
Principal Retirement	18,413	24,913	24,913	-
Interest and Fiscal Charges	6,363	6,363	6,057	306
Total Expenditures	<u>69,147,160</u>	<u>69,211,309</u>	<u>67,347,011</u>	<u>1,864,298</u>
Excess of Revenues Over (Under) Expenditures	<u>(1,347,147)</u>	<u>(5,128,967)</u>	<u>(2,110,636)</u>	<u>3,018,331</u>
Other Financing Sources:				
Other Financing Sources	988,263	684,763	942,838	258,075
Transfers - In	1,237,952	1,511,852	1,511,902	50
Total Other Financing Sources	<u>2,226,215</u>	<u>2,196,615</u>	<u>2,454,740</u>	<u>258,125</u>
Net Change in Fund Balance	879,068	(2,932,352)	344,104	3,276,456
Fund Balance at Beginning of Year	5,316,626	5,316,626	5,316,626	-
Prior Year Encumbrances Appropriated	1,930,184	1,930,184	1,930,184	-
Fund Balance at End of Year	<u>\$ 8,125,878</u>	<u>\$ 4,314,458</u>	<u>\$ 7,590,914</u>	<u>\$ 3,276,456</u>

See accompanying notes to the basic financial statements

Butler County, Ohio  
Statement of Revenues, Expenditures, and  
Changes in Fund Balances - Budget and Actual (Budget Basis)  
Mental Health Fund  
For the Year Ended December 31, 2009

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues:				
Property Taxes	\$ 9,005,211	\$ 8,698,211	\$ 8,697,542	\$ (669)
Charges for Services	98,461	99,661	91,622	(8,039)
Intergovernmental	19,617,488	19,384,688	19,385,082	394
Payments in Lieu of Taxes	3,365	3,183	3,183	-
Other	147,078	277,757	314,996	37,239
Total Revenues	28,871,603	28,463,500	28,492,425	28,925
Expenditures:				
Current:				
Health	31,013,687	37,721,183	27,676,210	10,044,973
Excess of Revenues Over (Under) Expenditures	(2,142,084)	(9,257,683)	816,215	10,073,898
Other Financing Sources	-	101,104	101,104	-
Net Change in Fund Balance	(2,142,084)	(9,156,579)	917,319	10,073,898
Fund Balance at Beginning of Year	5,941,706	5,941,706	5,941,706	-
Prior Year Encumbrances Appropriated	4,706,580	4,706,580	4,706,580	-
Fund Balance at End of Year	\$ 8,506,202	\$ 1,491,707	\$ 11,565,605	\$ 10,073,898

See accompanying notes to the basic financial statements



Butler County, Ohio  
Statement of Fund Net Assets  
Proprietary Funds  
December 31, 2009

	Enterprise Funds				Governmental Activities - Internal Service Funds
	Sewer	Water	GSC Parking Facility	Total	
<b>Assets</b>					
<b>Current Assets</b>					
Equity in Pooled Cash and Cash Equivalents	\$ 32,373,411	\$ 18,062,530	\$ 12,626	\$ 50,448,567	\$ 1,439,835
Cash and Cash Equivalents in Segregated Accounts	250	250	100	600	-
Cash and Cash Equivalents with Fiscal Agent	72,566	39,385	-	111,951	-
Receivables:					
Accounts	2,247,221	2,339,957	551	4,587,729	2,980
Special Assessments	711,834	427,690	-	1,139,524	-
Due from Other Funds	-	-	1,730	1,730	2,524,701
Prepaid Items	71,600	50,644	-	122,244	816
Materials and Supplies Inventory	61,008	52,063	-	113,071	30,401
<b>Total Current Assets</b>	<b>35,537,890</b>	<b>20,972,519</b>	<b>15,007</b>	<b>56,525,416</b>	<b>3,998,733</b>
<b>Noncurrent Assets</b>					
Deferred Charges	884,324	880,835	-	1,765,159	-
Non-Depreciable Capital Assets	6,949,062	2,231,789	-	9,180,851	-
Depreciable Capital Assets	179,919,650	134,474,389	-	314,394,039	-
Restricted Assets:					
Equity in Pooled Cash and Cash Equivalents	4,000,000	2,135,485	-	6,135,485	-
<b>Total Noncurrent Assets</b>	<b>191,753,036</b>	<b>139,722,498</b>	<b>-</b>	<b>331,475,534</b>	<b>-</b>
<b>Total Assets</b>	<b>227,290,926</b>	<b>160,695,017</b>	<b>15,007</b>	<b>388,000,950</b>	<b>3,998,733</b>
<b>Liabilities</b>					
<b>Current Liabilities</b>					
Accounts Payable	455,771	475,448	-	931,219	1,880
Contracts Payable	211,411	57,007	-	268,418	-
Accrued Wages and Benefits Payable	209,924	149,669	3,031	362,624	15,305
Retainage Payable	65,828	16,752	-	82,580	-
Due to Other Funds	261,463	232,008	1,443	494,914	2,627
Due to Other Governments	167,939	633,580	-	801,519	782,417
Accrued Interest Payable	223,482	232,293	-	455,775	-
General Obligation Bonds Payable	2,159,797	1,005,556	-	3,165,353	-
Revenue Bonds Payable	1,396,140	1,235,000	-	2,631,140	-
Judgement Bonds Payable	-	1,225,000	-	1,225,000	-
Loans Payable	74,288	258,896	-	333,184	-
Claims Payable	-	-	-	-	852,491
Compensated Absences Payable	133,194	109,419	2,031	244,644	9,698
<b>Total Current Liabilities</b>	<b>5,359,237</b>	<b>5,630,628</b>	<b>6,505</b>	<b>10,996,370</b>	<b>1,664,418</b>
<b>Noncurrent Liabilities</b>					
Advances from Other Funds	-	-	-	-	100,000
Refundable Deposits	-	135,485	-	135,485	-
Claims Payable	-	-	-	-	1,850,305
Compensated Absences Payable	240,271	231,003	5,021	476,295	18,057
General Obligation Bonds Payable	7,877,164	7,162,789	-	15,039,953	-
Revenue Bonds Payable	36,210,569	21,586,143	-	57,796,712	-
Judgement Bonds Payable	-	29,452,565	-	29,452,565	-
Loans Payable	2,020,498	6,068,484	-	8,088,982	-
<b>Total Noncurrent Liabilities</b>	<b>46,348,502</b>	<b>64,636,469</b>	<b>5,021</b>	<b>110,989,992</b>	<b>1,968,362</b>
<b>Total Liabilities</b>	<b>51,707,739</b>	<b>70,267,097</b>	<b>11,526</b>	<b>121,986,362</b>	<b>3,632,780</b>
<b>Net Assets</b>					
Invested in Capital Assets, Net of Related Debt	138,014,580	69,592,580	-	207,607,160	-
Restricted for:					
Debt Service	-	-	-	-	-
Replacement and Improvement	4,000,000	2,000,000	-	6,000,000	-
Unrestricted	33,568,607	18,835,340	3,481	52,407,428	365,953
<b>Total Net Assets</b>	<b>\$ 175,583,187</b>	<b>\$ 90,427,920</b>	<b>\$ 3,481</b>	<b>\$ 266,014,588</b>	<b>\$ 365,953</b>

See accompanying notes to the basic financial statements

Butler County, Ohio  
Statement of Revenues,  
Expenses and Changes in Fund Net Assets  
Proprietary Funds  
For the Year Ended December 31, 2009

	Enterprise Funds				Governmental Activities - Internal Service Funds
	Sewer	Water	GSC Parking Facility	Total	
Operating Revenues:					
Charges for Services	\$ 18,346,224	\$ 20,204,971	\$ 146,206	\$ 38,697,401	\$ 17,501,213
Other Operating Revenues	413,698	263,466	-	677,164	748
<b>Total Operating Revenues</b>	<b>18,759,922</b>	<b>20,468,437</b>	<b>146,206</b>	<b>39,374,565</b>	<b>17,501,961</b>
Operating Expenses:					
Personal Services	5,589,006	3,923,273	75,183	9,587,462	419,599
Contractual Services	4,218,577	11,480,052	4,761	15,703,390	15,164,118
Claims and Judgments	-	-	-	-	790,716
Materials and Supplies	1,262,886	623,188	5,674	1,891,748	535,892
Depreciation and Amortization Expense	10,159,669	6,226,597	-	16,386,266	-
Other	481,193	429,981	135,107	1,046,281	1,511
<b>Total Operating Expenses</b>	<b>21,711,331</b>	<b>22,683,091</b>	<b>220,725</b>	<b>44,615,147</b>	<b>16,911,836</b>
Operating Income (Loss)	(2,951,409)	(2,214,654)	(74,519)	(5,240,582)	590,125
Non-Operating Revenues (Expenses)					
Other Non-Operating Revenues	97,021	291,112	-	388,133	62,346
Interest	-	468	-	468	-
Other Non-Operating Expenses	(147,510)	(109,783)	-	(257,293)	-
Interest and Fiscal Charges	(2,728,874)	(3,530,696)	-	(6,259,570)	-
<b>Total Non-Operating Revenues (Expenses)</b>	<b>(2,779,363)</b>	<b>(3,348,899)</b>	<b>-</b>	<b>(6,128,262)</b>	<b>62,346</b>
Income (Loss) Before Contributions	(5,730,772)	(5,563,553)	(74,519)	(11,368,844)	652,471
Capital Contributions	5,235,255	3,060,402	-	8,295,657	-
Change in Net Assets	(495,517)	(2,503,151)	(74,519)	(3,073,187)	652,471
Net Assets (Deficit) at Beginning of Year - Restated (see Note 3)	176,078,704	92,931,071	78,000	269,087,775	(286,518)
Net Assets (Deficit) at End of Year	\$ 175,583,187	\$ 90,427,920	\$ 3,481	\$ 266,014,588	\$ 365,953

See accompanying notes to the basic financial statements

Butler County  
Statement of Cash Flows  
Proprietary Funds  
For the Year Ended December 31, 2009

	Business-type Activities - Enterprise Funds				Governmental Activities - Internal Service Funds
	Sewer	Water	GSC Parking Facility	Totals	
<u>Increase (Decrease) in Cash and Cash Equivalents:</u>					
<u>Cash Flows from Operating Activities:</u>					
Cash Received from Customers	\$ 19,205,440	\$ 20,594,008	\$ 144,476	\$ 39,943,924	\$ -
Cash Paid to Suppliers	(5,137,157)	(12,128,652)	(10,435)	(17,276,244)	(15,831,543)
Cash Paid to Employees	(4,960,233)	(3,487,347)	(66,587)	(8,514,167)	(441,220)
Cash Received from Interfund Services Provided	-	-	-	-	17,266,741
Cash Payments for Interfund Services Used	(777,170)	(521,028)	(8,321)	(1,306,519)	-
Other Operating Revenues	413,698	263,466	-	677,164	-
Other Operating Expenses	(565,010)	(479,276)	(135,107)	(1,179,393)	-
Other Non-Operating Revenues	97,021	291,112	-	388,133	62,346
Cash Paid for Claims	-	-	-	-	(857,132)
Net Cash Provided by (Used For) Operating Activities	8,276,589	4,532,283	(75,974)	12,732,898	199,192
<u>Cash Flows from Noncapital Financing Activities:</u>					
Repayment of Short-Term Advances to Other Funds	131,302	92,379	-	223,681	(150,000)
<u>Cash Flows from Capital and Related Financing Activities:</u>					
Net Proceeds from Sale of Refunding Bonds	7,239,197	7,848,212	-	15,087,409	-
Premium from Refunding Bonds	129,021	172,282	-	301,303	-
Proceeds from Loans	2,094,786	874,602	-	2,969,388	-
Principal Paid on Loans	-	(243,325)	-	(243,325)	-
Interest Paid on Loans	-	(169,888)	-	(169,888)	-
Interest Paid on General Obligation Bonds	(259,026)	(20,548)	-	(279,574)	-
Principal Paid on General Obligation Bonds	(1,271,068)	(113,429)	-	(1,384,497)	-
Interest and Fiscal Charges on Revenue Bonds	(2,241,827)	(1,656,585)	-	(3,898,412)	-
Principal Paid on Revenue Bonds	(13,929,220)	(11,440,000)	-	(25,369,220)	-
Interest Paid on Judgement Bonds	-	(1,453,896)	-	(1,453,896)	-
Principal Paid on Judgement Bonds	-	(1,180,000)	-	(1,180,000)	-
Acquisition and Construction of Capital Assets	(4,074,263)	(2,817,748)	-	(6,892,011)	-
Cash Received from Special Assessments	58,120	66,683	-	124,803	-
Capital Contributions by Other Governments - Capital Grants	794,523	480,626	-	1,275,149	-
Capital Contributions by Customers	3,310,028	1,688,432	-	4,998,460	-
Net Cash Used for Capital and Related Financing Activities	(8,149,729)	(7,964,582)	-	(16,114,311)	-
<u>Cash Flows from Investing Activities:</u>					
Interest and Dividends on Investments	-	468	-	468	-
Net Increase (Decrease) in Cash and Cash Equivalents	258,162	(3,339,452)	(75,974)	(3,157,264)	49,192
Cash and Cash Equivalents at Beginning of Year	36,188,065	23,577,102	88,700	59,853,867	1,390,643
Cash and Cash Equivalents at End of Year	\$ 36,446,227	\$ 20,237,650	\$ 12,726	\$ 56,696,603	\$ 1,439,835

(continued)

Butler County  
Statement of Cash Flows  
Proprietary Funds  
For the Year Ended December 31, 2009 (Continued)

	Business-type Activities - Enterprise Funds				Governmental Activities - Internal Service Funds
	Sewer	Water	GSC Parking Facility	Totals	
Reconciliation of Operating Income (Loss) to Net Income					
<u>Cash Provided by Operating Activities:</u>					
Operating Income (Loss)	\$ (2,951,409)	\$ (2,214,654)	\$ (74,519)	\$ (5,240,582)	\$ 590,125
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by Operating Activities:					
Depreciation and Amortization	10,159,669	6,226,597	-	16,386,266	-
Other Non-Operating Revenues	97,021	291,112	-	388,133	62,346
<u>Changes in Assets and Liabilities:</u>					
Decrease in Accounts Receivable	859,216	389,037	-	1,248,253	10,063
(Increase) in Due from Other Funds	-	-	(1,730)	(1,730)	(245,283)
(Increase) Decrease in Materials and Supplies Inventory	(8,626)	13,432	-	4,806	-
Increase (Decrease) in Accrued Wages and Benefits Payable	(36,427)	(27,215)	112	(63,530)	(3,517)
Increase (Decrease) in Accounts Payable	144,061	369,164	-	513,225	(22,160)
Decrease in Contracts Payable	(19,248)	(130,751)	-	(149,999)	-
Decrease in Retainage Payable	(4)	(324,045)	-	(324,049)	-
Decrease in Compensated Absences Payable	(37,472)	(17,917)	(154)	(55,543)	(18,728)
Increase (Decrease) in Due to Other Funds	(73,703)	(65,795)	317	(139,181)	624
Increase (Decrease) in Due to Other Governments	143,511	23,318	-	166,829	(107,862)
Decrease in Claims Payable	-	-	-	-	(66,416)
Total Adjustments	11,227,998	6,746,937	(1,455)	17,973,480	(390,933)
Net Cash Provided by (Used For) Operating Activities	\$ 8,276,589	\$ 4,532,283	\$ (75,974)	\$ 12,732,898	\$ 199,192

Non-Cash capital and related financing activities:

Capital Contributions from Customers of \$577,985 for the Sewer Fund  
Capital Contributions from Customers of \$242,991 for the Water Fund  
Developers during the year donated \$552,719 of sewer lines to the Sewer fund.  
Developers during the year donated \$648,353 of water lines to the Water fund.  
Bond Issuance Costs Deducted from Bond Proceeds of \$110,803 for the Sewer Fund  
Bond Issuance Costs Deducted from Bond Proceeds of \$106,788 for the Water Fund

See accompanying notes to the basic financial statements

**Butler County, Ohio**  
**Statement of Fiduciary Net Assets**  
**Agency Funds**  
**December 31, 2009**

---

	<u>Total</u>
Assets	
Equity in Pooled Cash and Cash Equivalents	\$ 22,834,351
Cash and Cash Equivalents in Segregated Accounts	3,898,417
Property Taxes Receivable	365,278,537
Special Assessments Receivable	43,137,694
Due from Other Governments	<u>13,958,599</u>
 Total Assets	 <u>\$ 449,107,598</u>
 Liabilities	
Undistributed Monies	\$ 3,520,418
Deposits Held and Due to Others	10,735,405
Due to Other Governments	434,812,335
Loans Payable	<u>39,440</u>
 Total Liabilities	 <u>\$ 449,107,598</u>

See accompanying notes to the basic financial statements

**BUTLER COUNTY, OHIO**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2009**

---

NOTE 1 - REPORTING ENTITY AND BASIS OF PRESENTATION

REPORTING ENTITY

Butler County, Ohio (The County) was created in 1803. The County is governed by a board of three commissioners elected by the voters of the County. The County Commissioners serve as the taxing authority, the contracting body, and the chief administrators of public services for the County. Other elected officials include the Auditor, Treasurer, Recorder, Sheriff, Coroner, Clerk of Courts, Prosecutor, Engineer, twelve Common Pleas Court Judges and three County Court Judges.

The services provided by the above officials and their departments comprise the primary governmental unit of the County. They have therefore been included as part of the reporting entity.

A reporting entity is comprised of the primary government, component units, and other organizations that are included to ensure that the financial statements of the County are not misleading. The primary government consists of all funds, departments, boards, and agencies that are not legally separate from the County. For Butler County, this includes the Board of Developmental Disabilities, the Job and Family Services/Children Services Agency, the Board of Mental Health, the Alcohol and Drug Addiction Services Board, the Veterans Service Board, the Board of Elections and all departments and activities that are directly operated by the elected County officials.

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

Butler County Alliance

Butler County was the sole provider of revenues for the Butler County Alliance in 2008 and subsequently included as a component unit. Butler County management believed exclusion of the Butler County Alliance would have been misleading to the readers of the financial statements for 2008.

**BUTLER COUNTY, OHIO**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2009**

---

NOTE 1 - REPORTING ENTITY AND BASIS OF PRESENTATION (continued)

In 2009, the Butler County Alliance was not fiscally dependent on Butler County and in November the Butler County Alliance discontinued providing services therefore their financial information is excluded from the County statements. The remaining assets of \$33,332 in cash were deposited into the Butler County General Fund after making one payment of \$25,000 to Cincinnati USA Partnership for membership dues. These two transactions represent all of the 2009 activity.

The County participates in the following jointly governed organizations, risk sharing pool, insurance purchasing pool and related organizations. These organizations are presented in Note 21 to the basic financial statements and are excluded from the accompanying financial statements except as noted.

Butler County Emergency Management Agency  
Transportation Improvement District of Butler County  
Ohio Kentucky Indiana Regional Council of Governments  
Butler/Clermont/Warren Workforce Policy Board  
Community-Based Correctional Facility  
County Risk Sharing Authority (CORSA)  
County Employee Benefits Consortium of Ohio, Inc. (CEBCO)  
Regional Transit Authority (RTA)  
Butler County Convention and Visitor Bureau  
Butler County Port Authority  
Metroparks of Butler County

As the custodian of public funds, the County Treasurer invests all public moneys held on deposit in the County Treasury. In the case of the legally separate agencies, boards and commissions listed below, the County serves as fiscal agent, but the organizations are not considered a part of Butler County. Accordingly, the activity of the following districts and agencies are presented as agency funds within the County's financial statements:

Butler County Emergency Management Agency

The Butler County Emergency Management Agency consists of twenty-six members of the advisory council that are appointed as follows: one County Commissioner and the chief elected official of each of the thirteen townships, five cities, and seven villages. The degree of control exercised by any participating government is limited to its representation on the Board. The Agency does not have any outstanding debt. The County does not have an equity interest in the Agency.

**BUTLER COUNTY, OHIO**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2009**

---

NOTE 1 - REPORTING ENTITY AND BASIS OF PRESENTATION (continued)

Regional Transit Authority (RTA)

The County Commissioners are responsible for appointing the board of directors of the RTA; however, the County Commissioners cannot influence the RTA's operations, nor does the RTA represent a potential financial benefit or burden to the County. Although the County does serve as the taxing authority and may issue tax related debt on behalf of the RTA, its role is limited to a ministerial function.

Butler County General Health District

The eight member Board of Health which oversees the operation of the Health District is elected by a District Advisory Council comprised of township trustees and mayors of participating municipalities. The Board adopts its own budget, which is subject to a compliance oriented review by the County. The District hires and fires its own staff, and operates autonomously from the County.

Butler County Soil and Water Conservation District

The Soil and Water Conservation District is statutorily created as a separate and distinct political subdivision of the state. The five supervisors of the Soil and Water Conservation District are elected officials authorized to contract and sue on behalf of the District. The supervisors adopt their own budget, authorize District expenditures, and do not tax nor issue debt.

Metroparks of Butler County

The District Commissioners are appointed by the Probate Judge of the County. The Commissioners adopt their own budget, authorize expenditures, hire and fire staff, and do not rely on the County to finance deficits. The County is not financially accountable for the District nor is the District fiscally dependent on the County. The District serves as its own taxing and debt issuance authority and is a related organization of the County. The District received \$368,597 of funding from the County Property Transfer Tax during 2009.

Twelfth District Court of Appeals

The State of Ohio is divided into twelve district courts of appeals. The twelfth district includes the counties of Brown, Clermont, Butler, Warren, Clinton, Fayette, Madison, and Preble. The district court is a separate entity from the County. The three judges who are responsible for the court system are elected in the general election by the populous of the above listed counties. The court system sets its own budget, appoints staff, and relies on the County for only the County's proportionate contribution for operations as required by state statute.



**BUTLER COUNTY, OHIO**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2009**

---

NOTE 1 - REPORTING ENTITY AND BASIS OF PRESENTATION (continued)

Workforce Investment Area Twelve

The Workforce Investment Area (WIA) Twelve is made up of Butler, Clermont and Warren counties. Butler County is currently the fiscal agent for the WIA area which is reported in an agency fund. The duties of the fiscal agent include budgeting, reporting and disbursing grant funding to Clermont and Warren counties as well as Butler County Job and Family Services Agency from the Ohio Department of Job and Family Services.

The State of Ohio required Area Twelve to form a board to set goals, agendas, and come up with a plan to best meet the needs of the program. The board is made up of 27 members, 3 represent a commissioner for each County and the remaining 24 members are representatives from the local communities. All expenses involved with the operation of the board are paid by Butler, Clermont, or Warren County as part of the administration cost allotted in the WIA program.

Community-Based Correctional Facility

The Community-Based Correctional Facility serves Butler, Clermont, and Warren Counties. The Judicial Advisory Board includes at least one common pleas court judge from each county. The Community-Based Correctional Facility provides a wide range of programs addressing offender needs such as chemical dependency, education, employment, and family relationships.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

BASIS OF PRESENTATION

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

**BUTLER COUNTY, OHIO**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2009**

---

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Government-Wide Financial Statements

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

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

Fund Financial Statements

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

Fund Accounting

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

**BUTLER COUNTY, OHIO**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2009**

---

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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 purposes for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid. The difference between governmental fund assets and liabilities is reported as fund balance. The following are the County's major governmental funds:

General - This fund accounts for the general operating revenues and expenditures of the County not recorded elsewhere. The General Fund balance is available to the County for any purpose provided it is expended or transferred according to the general laws of the State of Ohio.

Developmental Disabilities - This fund accounts for the countywide tax levy, federal and state grants used to pay the costs of services provided to local citizens with developmental disabilities.

Job and Family Services/Children Services Agency - This fund accounts for the countywide tax levy along with various federal and state grants to support children's services, provide services to the local community for child adoption and foster care needs, provide public assistance to general relief recipients, pay their providers of medical assistance, and pay for certain public social services.

Mental Health - This fund accounts for various federal, state and local funds used to provide mental health services to all citizens of Butler County.

Residential Incentive Districts and Tax Incremental Financings - This fund accounts for residential incentive district and tax incremental financings revenues in addition to short-term notes. The payments in lieu of taxes are collected through the real estate tax process and are used to construct public infrastructure within Butler County. In addition to capital improvement expenditures, debt service on short-term notes as well as school district and township compensation payments are issued from this fund.

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

**BUTLER COUNTY, OHIO  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2009**

---

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

**Proprietary Funds**

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

**Enterprise Funds**

Enterprise funds may be used to account for any activity for which a fee is charged to external users for goods or services. The County maintains the following three enterprise funds:

Sewer - This fund accounts for fees collected by Butler County Water and Sewer for the processing and disposal of sewage.

Water - This fund accounts for fees collected by Butler County Water and Sewer for providing water services to Butler County residents.

Government Services Center (GSC) Parking Facility - This fund accounts for fees collected by the Butler County Commissioners from customers parking in the GSC parking facility and expenses relative to its operation.

**Internal Service Funds**

Internal service funds account for the financing of services provided by one department or agency to other departments or agencies of the County on a cost-reimbursement basis. The County's internal service funds report on health insurance programs for medical, dental and vision coverage, workers compensation, and the County fuel depot station.

**Fiduciary Funds**

The County's only fiduciary funds are agency funds. Agency funds are used to report resources held by the County in a purely custodial capacity. The County's agency funds are primarily established to account for the collection and distribution of various taxes, receipts and fees to other local governments and to account for funds of the County Emergency Management Agency, Regional Transit Authority, General Health District, Soil and Water Conservation District, Metroparks, Twelfth District Court of Appeals, Workforce Investment Area Twelve, and the Community-Based Correctional Facility.

**BUTLER COUNTY, OHIO**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2009**

---

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

MEASUREMENT FOCUS

Government-Wide Financial Statements

The government-wide financial statements are prepared using the economic resources measurement focus. All assets and liabilities associated with the operation of the County are included on the statement of net assets. The statement of activities presents increases (i.e. revenues) and decreases (i.e. expenses) in total net assets.

Fund Financial Statements

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

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

BASIS OF ACCOUNTING

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

**BUTLER COUNTY, OHIO**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2009**

---

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Revenues – Exchange and Non-Exchange Transactions

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

Non-exchange transactions, in which the County receives value without directly giving equal value in return, includes sales tax, property taxes, payments in lieu of taxes, grants, entitlements and donations. On an accrual basis, revenue from sales taxes is recognized in the period in which the sale occurs. On an accrual basis, revenue from property taxes/revenue in lieu of taxes is recognized in the year for which the taxes are levied or would have been levied (see Note 6). Revenue from grants, entitlements, and donations are recognized in the year in which all eligibility requirements have been satisfied.

Eligibility requirements include timing requirements, which specify the year when resources are required to be used or the year when use is first permitted, matching requirements, in which the County must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the County on a reimbursement basis. On a modified accrual basis, revenue from non-exchange transactions must also be available before it can be recognized.

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

Payments in Lieu of Taxes

The County has entered into several Tax Increment Financing Agreements with developers. In order to encourage improvements, companies and home owners were granted a 100 percent, 30 year exemption from paying any property taxes on the new construction; however, payments in lieu of taxes are made to the County in an amount equal to the real property taxes that otherwise would have been due in that current year. Payments in lieu of taxes are collected through the real estate tax collection cycle. These payments are being used to finance public infrastructure improvements. Additional payments are made to Fairfield City School District, Lakota Local School District, and Ross Local School District since they are impacted by the exemption.

**BUTLER COUNTY, OHIO**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2009**

---

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

A matured liability has been recorded for the payments due to the School District. A receivable for the amount of the payments estimated to be received in the next tax collection year has been recorded in the respective TIF funds with a corresponding credit to deferred revenue on the modified accrual basis. On a full accrual basis, the portion of collections relating to delinquencies will be reported as Payments in Lieu of Taxes revenue.

Deferred Revenue

Deferred revenue arises when assets are recognized before revenue recognition criteria have been satisfied. Property taxes for which there is an enforceable legal claim as of December 31, 2009, but which were levied to finance year 2010 operations, have been recorded as deferred revenue. Grants and entitlements received before the eligibility requirements are met are also recorded as deferred revenue. On governmental fund financial statements, receivables that will not be collected within the available period have also been reported as deferred revenue.

Expenses/Expenditures

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

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

Cash and Cash Equivalents

Cash resources of the majority of individual funds are combined to form a pool of cash and investments, which is managed by the County Treasurer. Individual fund integrity is maintained through the County's records. Interest in the pool is presented as "Equity in Pooled Cash and Cash Equivalents".

During fiscal year 2009, investments were limited to the First American Treasury Money Market Mutual Fund, Federal Farm Credit Bank Bonds, Federal Home Loan Bank Bonds, Federal Home Loan Mortgage Corporation Bonds and Federal National Mortgage Association Bonds. Investments are reported at fair value, which is based on quoted market prices, with the exception of certificates of deposit, which are reported at cost. The fair value of the mutual funds is determined by the fund's December 31, 2009, share price. Note 5 provides a detailed disclosure regarding cash, cash equivalents and investments held by the County.

**BUTLER COUNTY, OHIO**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2009**

---

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Interest earned on investments is distributed to the General Fund, except as stipulated by the Ohio Constitution or State statute. Interest revenue credited to the General Fund during 2009 amounted to \$3,619,150, which includes \$3,291,534 assigned from other County funds.

Cash and Cash Equivalents in Segregated Accounts

The County has segregated bank accounts for monies held separate from the County's central bank account. These depository accounts are presented as "Cash and cash equivalents in segregated accounts".

Statement of Cash Flows

Funds included within the Treasurer's cash management pool and investments in segregated accounts (including restricted trustee and retainage accounts) with original maturities of three months or less when purchased are considered to be cash equivalents.

Cash and Cash Equivalents with Fiscal Agents

Certain trust accounts that are held by the County, which include bond accounts and reserve accounts, are used to accumulate future principal and interest payments on bonds. These bank accounts are represented by "Restricted Assets: Cash and cash equivalents with fiscal agents" on the statement of fund net assets- proprietary funds and "Cash and cash equivalents with fiscal agents" on the statement of net assets- government wide.

Inventories and Prepaid Items

On the government-wide financial statements inventories are presented at the lower of cost or market, on a first-in, first-out (FIFO) basis, and are expensed when used.

On fund financial statements, inventories of governmental funds are stated at cost while inventories of proprietary funds are stated at the lower of cost or market. For all funds, cost is determined on a first-in first-out basis. The cost of inventory items is recorded as expenditures in the governmental fund types when consumed. Inventories of the enterprise funds are expensed when used.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items by using the consumption method.



**BUTLER COUNTY, OHIO**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2009**

---

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Interfund Transactions

On fund financial statements, receivables and payables arising between funds for goods provided or services rendered, are classified as "due from other funds" or "due to other funds". Long-term interfund loans are classified as "advances to / from other funds" and the advances to be equally offset by a fund balance reserve account which indicates that they do not constitute available expendable resources. These amounts are eliminated in the governmental and business-type activities columns of the statement of net assets, except for any net residual amounts due between governmental and business type activities which are presented as internal balances.

Restricted Assets

Restricted Assets: Equity in pooled cash and cash equivalents consist of Replacement and Improvement (R&I) Funds held by the Department of Water and Sewer that are restricted by bond covenants. The covenants state that transfers must be made into the R&I Funds monthly from the Water and Sewer operating funds until the time that the minimum cash balance of \$2,000,000 in the Water Fund and \$4,000,000 in the Sewer Fund is achieved. These dollars may be used to pay for replacements and improvements to assets in the Water and Sewer systems. In addition, water customer deposits are presented as Restricted Equity in pooled cash and cash equivalents.

Restricted Assets: Cash and cash equivalents with fiscal agent consist of trust accounts held by the Department of Water and Sewer, which are bond accounts. Cash in the account is held by trustee financial institutions. The bond accounts are used to accumulate periodic principal and interest payments.

Capital Assets

Capital assets, which include intangible assets (e.g. water rights, easements and internally generated software) property, plant equipment and infrastructure assets (e.g. roads, bridges and culverts), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets used by the enterprise funds are also reported in the respective funds. The County defines capital assets as assets with an initial individual cost of more than \$15,000 (amount not rounded) and an estimated useful life of one year or any asset with an estimated useful life in excess of ten or more years. Such assets are recorded at historical cost or estimated historical cost, if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation. For certain assets estimates were calculated by indexing estimated current costs back to the year of acquisition.

**BUTLER COUNTY, OHIO**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2009**

---

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

The costs of normal maintenance and repairs that do not add to the value of the asset, or do not materially extend the useful life of the asset are not capitalized.

All reported capital assets except for land, construction in process, and infrastructure are depreciated. Improvements are depreciated over the remaining useful lives of the related capital assets. Useful lives for infrastructure were estimated based on the County's historical records of necessary improvements and replacement.

Depreciation is computed using the straight-line method over the following useful lives:

<u>Description</u>	<u>Useful Lives</u>
Land Improvements	10 - 60 years
Buildings and Improvements	10 - 60 years
Water Right Contract	20 years
Water and Sewer Mains	40 years
Furniture, Fixtures and Equipment	3 - 30 years
Vehicles	5 - 7 years

Infrastructure assets under GASB Statement No. 34, do not need to be depreciated. The County has chosen to apply the modified approach for reporting infrastructure assets. All infrastructure items including roads, bridges, and culverts are reported. Under the modified approach, the County has developed an asset management system that:

1. Keeps an up-to-date inventory of eligible infrastructure assets,
2. Performs a conditional assessment of those eligible infrastructure assets at least every three years, using a consistent measurement scale and,
3. Estimates each year the annual amount to maintain and preserve those assets at the condition level established and disclosed by the government.

The County documents that the eligible infrastructure assets are being maintained at a level equal to or above the condition level established by the County. Condition appraisals are performed every 3 years for bridges, roads, and culverts in accordance with the Butler County capital asset policy.

When using the modified approach, expenditures to *extend the life* of infrastructure assets are charged to expense, while expenditures for additions and improvements to infrastructure assets are capitalized.

**BUTLER COUNTY, OHIO**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2009**

---

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Capitalization of Interest

It is the County's policy to capitalize net interest on proprietary fund construction projects until substantial completion of the project. The amount of capitalized interest equals the difference between the interest cost associated with the tax-exempt borrowing used to finance the project and the interest earned from temporary investment of the debt proceeds. Capitalized interest is amortized on the straight-line basis over the estimated useful life of the asset.

Compensated Absences

Vacation and compensatory benefits are accrued as a liability as the benefits are earned if the employee's right to receive compensation is attributable to services already rendered and it is probable that the employer will compensate employees for the benefits through time off or some other means. Sick leave benefits are accrued as a liability based on the termination method. An accrual for sick leave is made to the extent that it is probable that benefits will result in termination payments. The liability is an estimate based on the County's past experience of making termination payments.

The entire compensated absence liability is reported on the government-wide financial statements. For governmental fund financial statements, compensated absences are recognized as liabilities and expenditures to the extent that payments come due each period upon the occurrence of employee resignations and retirements. These amounts are recorded in the account "matured compensated absences payable" in the fund from which the employees who have accumulated unpaid leave are paid. The non-current portion of the liability is not reported in governmental funds. In proprietary funds, the entire amount of compensated absences is reported as a fund liability.

Accrued Liabilities and Long-term Obligations

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

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

**BUTLER COUNTY, OHIO**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2009**

---

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Fund Balance Reserves/Designations

The County reserves those portions of fund equity, which are legally segregated for a specific future use or which do not represent available expendable resources and therefore are not available for appropriation or expenditure. Fund balances are reserved for Encumbrances, Loans, Long-Term Receivables, and Advances. Unreserved fund balance indicates that portion of fund equity that is available for appropriation in future periods.

In June 2005, the Commissioners passed a resolution increasing the permissive sales tax by one-half percent for the design, engineering, purchase, and installation of a countywide 800-megahertz public safety radio communications system. Revenues received from this tax have been designated for the aforementioned purpose.

Net Assets

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

Net assets restricted for other purposes primarily include funds for the operation of recording fees, tax assessment and collections; services provided by Butler County courts; law enforcement and other public safety services; animal licensing and control; and human services to support victim assistance programs.

The County applies restricted resources first when an expense is incurred for purposes for which both restricted and unrestricted net assets are available. The County's sewer and water enterprise funds have restricted net assets relative to those resources necessary to comply with various covenants of bond financing agreements.

Operating Revenues and Expenses

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the County, these revenues are charges for services for wastewater treatment, water distribution, parking facility operations, self-insurance programs and the County fuel depot operations. Operating expenses are necessary costs incurred to provide the good or service that are the primary activity of the fund. Revenues and expenses that do not meet these criteria are considered non-operating revenues and expenses and are reported as such. All revenues of the Department of Water and Sewer are used as security for revenue bonds issued.

**BUTLER COUNTY, OHIO**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2009**

---

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Contributions of Capital

Contributions of capital in proprietary fund financial statements arise from outside contributions of capital assets, from grants, outside contributions of resources restricted to capital acquisition and construction, and system capacity charges.

Internal Activity

Transfers within governmental activities are eliminated on the government-wide financial statements.

Internal allocations of overhead expenses from one function to another or within the same function are eliminated on the statement of activities. Payments for interfund services provided and used are not eliminated.

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. Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the financial statements.

Bond Premiums/Issuance Costs

On the government-wide financial statements (and in the enterprise funds), bond premiums are deferred and amortized over the term of the bonds using the straight-line (bonds outstanding) method, which approximates the effective interest method. Bond premiums are presented as additions to the face amount of bonds payable. Issuance costs are amortized on a straight-line basis over the term of the bonds and are reported as deferred charges.

As permitted by State statute, the County paid bond issuance costs from the bond proceeds and therefore does not consider that portion of the debt to be capital-related debt. That portion of the debt was offset against the unamortized bond issuance costs, which were included in the determination of unrestricted net assets. Reporting both within the same element of net assets prevents one classification from being overstated while another is understated by the same amount.

On the governmental fund financial statements, issuance costs and bond premiums are recognized in the period in which the debt is issued.

**BUTLER COUNTY, OHIO**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2009**

---

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Gain/Loss on Refundings

On the government-wide financial statements (and in the enterprise funds), an advance refunding resulting in the defeasance of debt generates an accounting gain or loss calculated by comparing the reacquisition price and the net carrying amount of the old debt. This accounting gain/loss is amortized as interest expense over the remaining life of the old debt or the life of the new debt, whichever is shorter, and is presented as an increase/reduction of the face amount of the new debt.

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.

Budgets

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

Estimated Resources

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

**BUTLER COUNTY, OHIO**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2009**

---

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Appropriations

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

BUDGETARY BASIS OF ACCOUNTING

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

The statement of revenues, expenditures, and changes in fund balance – budget and actual (budget basis) for the general and major special revenue funds are presented on the budget 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. Outstanding year-end encumbrances are treated as expenditures (budget basis) rather than as a reservation of fund balance (GAAP basis).
4. Advances in and advances out are operating transactions (budget basis) as opposed to balance sheet transactions (GAAP basis).
5. Investments are reported at fair value (GAAP basis) rather than cost (budget basis).

**BUTLER COUNTY, OHIO**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2009**

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

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:

	<u>Net Change in Fund Balance</u>			
	General	Developmental Disabilities	Job and Family Services/Children Services Agency	Mental Health
GAAP Basis	\$ (10,266,330)	\$ 4,936,456	\$ 2,722,793	\$ 3,038,364
Revenue Accruals	(1,143,626)	81,038	(676,694)	(789,476)
Expenditure Accruals	(2,495,258)	(1,688,327)	(740,945)	(123,882)
Encumbrances	(4,195,429)	(386,743)	(961,050)	(1,207,687)
Proceeds of Loans	(286,659)	-	-	-
2008 Increase in Fair Value of Investments	2,423,179	-	-	-
2009 Decrease in Fair Value of Investments	1,224,474	-	-	-
Advances	15,470	-	-	-
Budget Basis	<u>\$ (14,724,179)</u>	<u>\$ 2,942,424</u>	<u>\$ 344,104</u>	<u>\$ 917,319</u>

**NOTE 3 – CHANGE IN ACCOUNTING PRINCIPLES/ACCOUNTING CHANGES AND  
RESTATEMENT OF FUND BALANCE/NET ASSETS**

Change in Accounting Principles

For 2009, the County has implemented Governmental Accounting Standard Board (GASB) Statement No. 51, "Accounting and Financial Reporting for Intangible Assets", Statement No. 52, "Land and Other Real Estate Held as Investments by Endowments", Statement No. 55, "The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments," Statement No. 56, "Codification of Accounting and Financial Reporting Guidance Contained in the AICPA Statements on Auditing Standards", and Statement No. 58, "Accounting and Financial Reporting for Chapter 9 Bankruptcies".

GASB Statement No. 51 establishes accounting and financial reporting requirements for intangible assets to reduce inconsistencies thereby enhancing the comparability of accounting and financial reporting of such assets among state and local governments. The County early implemented this statement for the year ended December 31, 2009. Governmental Depreciable Assets, Net increased \$70,000 due to internally generated software. Enterprise Funds recognized a change in asset classification for \$28,023,048 in intangible assets acquired from the 2002 Water Rate Agreement and the 2005 Cincinnati Waterworks Loan. These assets were previously reported as Deferred Charges and Deferred Charges for Water Rate Stabilization, now shown as Depreciable Capital Assets, Net.



**BUTLER COUNTY, OHIO**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2009**

---

**NOTE 3 – CHANGE IN ACCOUNTING PRINCIPLES/ACCOUNTING CHANGES AND RESTATEMENT OF FUND BALANCE/NET ASSETS (continued)**

GASB Statement No. 52 establishes consistent standards for the reporting of land and other real estate held as investments by essentially similar entities. It requires endowments to report their land and other real estate investments at fair value. Governments are also required to report the changes in fair value as investment income and to disclose the methods and significant assumptions employed to determine fair value. The implementation of this statement did not result in any change in the County's financial statements.

GASB Statement No. 55 incorporates the hierarchy of generally accepted accounting principles (GAAP) for state and local governments into the GASB authoritative literature. The GAAP hierarchy consists of the sources of accounting principles used in the preparation of financial statements of state and local governmental entities that are presented in conformity with GAAP, and the framework for selecting those principles. The implementation of this statement did not result in any change in the County's financial statements.

GASB Statement No. 56 incorporates accounting and financial reporting guidance previously only contained in the American Institute of Certified Public Accountants' and auditing literature into the GASB's accounting and financial reporting literature for state and local governments. The statement's guidance addresses related party transactions, going concern considerations, and subsequent events from the AICPA literature. The implementation of this statement did not result in any change in the County's financial statements.

GASB Statement No. 58 provides accounting and financial reporting guidance for governments that have petitioned for protection from creditors by filing for bankruptcy under Chapter 9 of the United States Bankruptcy Code. The requirements in this Statement will provide more consistent recognition, measurement, display, and disclosure guidance for governments that file for Chapter 9 bankruptcy. The implementation of this statement did not result in any change in the County's financial statements.

**Accounting Change and Restatement of Fund Balance/Net Asset**

In 2009, it was discovered that Due to Other Funds, Due from Other Funds between Other Governmental Funds, Sewer Fund, Water Fund, and the Residential Incentive Districts and Tax Incremental Financings were understated in 2008. In addition, it was found that Non Depreciable Capital Assets, related to infrastructure was overstated in 2008.

In addition, the County changed the accounting treatment applied to Payments in Lieu of Taxes Receivable transactions related to residential incentive districts and tax increment financings agreements. In previous years, the County viewed these transactions as exchange transactions.

**BUTLER COUNTY, OHIO**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2009**

**NOTE 3 – CHANGE IN ACCOUNTING PRINCIPLES/ACCOUNTING CHANGES AND RESTATEMENT OF FUND BALANCE/NET ASSETS (continued)**

The County now views these transactions as non-exchange transactions and has recognized a one year Payment in Lieu of Taxes Receivable and Deferred Revenue. As a result, the long term liabilities associated with school district compensation agreements were removed from the statement of net assets. In addition, Due to Other Governments amounts represent matured school district liabilities not paid at year end.

The restatements had the following effect on fund balances and net assets at December 31, 2008 as previously reported.

<u>Governmental Fund - Restatement</u>				
		Residential Incentive Districts and Tax Incremental Financings	Other Governmental	
Fund Balance at December 31, 2008		\$ (9,332,122)	\$ 27,291,594	
Due from Other Funds		434,410	-	
Due to Other Funds		-	(658,091)	
Due to Other Governments		(2,189,040)	-	
Fund Balance, December 31, 2008 as Restated		<u>\$ (11,086,752)</u>	<u>\$ 26,633,503</u>	

	Governmental Activities	Sewer	Water	Business-Type Activities
Net Assets, December 31, 2008	\$459,656,214	\$175,947,402	\$ 92,838,692	\$ 268,864,094
Internal Balances/Due From Other Funds	(223,681)	131,302	92,379	223,681
Payments in Lieu of Taxes Receivable	(58,817,478)	-	-	-
Non Depreciable Capital Assets, Net	(5,200,294)	-	-	-
Due to Other Governments	(2,189,040)	-	-	-
Due Within One Year	1,344,011	-	-	-
Due Within More Than One Year	29,670,381	-	-	-
Net Assets, December 31, 2008, as Restated	<u>\$424,240,113</u>	<u>\$176,078,704</u>	<u>\$ 92,931,071</u>	<u>\$ 269,087,775</u>

**NOTE 4 – ACCOUNTABILITY/OTHER MATERIAL NON-COMPLIANCE**

**ACCOUNTABILITY**

At year-end, the Residential Incentive District and Tax Incremental Financings, All Other Human Services, Technology, Other Capital Improvements, and the Building Construction and Renovation funds had deficit fund balances of \$10,870,545, \$6,821, \$2,813,779, \$53,191, and \$12,237,952. The Workers' Compensation Fund had negative net assets of \$334,534.

**BUTLER COUNTY, OHIO**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2009**

---

NOTE 4 – ACCOUNTABILITY/OTHER MATERIAL NON-COMPLIANCE (continued)

The deficits in the Residential Incentive District and Tax Incremental Financings, Technology, and the Building Construction and Renovation funds arise from the issuance of short-term bond anticipation notes, which are used to finance the projects until bonds are issued. These deficits will be alleviated when the bonds are issued or when the notes are paid. The deficit in the All Other Human Services and the Other Capital Improvements Fund is due to an unpaid advance from the County general fund. Management has addressed the Workers Compensation deficit by increasing the percentage charged to participating funds from 2% to 2.5%.

OTHER MATERIAL NON-COMPLIANCE

The County overstated outstanding encumbrances and budgetary disbursements at December 31, 2009. This also resulted in incorrect encumbrances and unencumbered balances being reported on the Certificates of the Total Amount from All Sources Available for Expenditures and Balances. The overstated outstanding encumbrances were adjusted and reflect accurate balances on the statements. The County will monitor encumbrances more closely in the future to alleviate such compliance issues.

NOTE 5 - DEPOSITS AND INVESTMENTS

CASH

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

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

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; or any book entry zero-coupon United States treasury security that is a direct obligation of the United States;

**BUTLER COUNTY, OHIO**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2009**

---

NOTE 5 - DEPOSITS AND INVESTMENTS (continued)

2. Bonds, notes, debentures, or any other obligation or security 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;
4. Bonds and other obligations of the State of Ohio or its political subdivisions;
5. Time certificates of deposit or savings or deposit accounts including, but not limited to, passbook accounts;
6. No-load money market mutual funds consisting exclusively of obligations described in division (1) or (2);
7. The State Treasurer's investment pool (STAROhio);
8. Securities lending agreements in which the County lends securities and the eligible institution agrees to exchange similar securities, or cash, equal value for equal value;
9. A portion of the County's average portfolio is in one of the following:
  - a. Commercial paper notes in entities incorporated under the laws of Ohio or any other State that have assets exceeding five hundred million dollars rated at the time of purchase, which are rated in the highest qualification established by two nationally recognized standard rating services, which do not exceed 10 percent of the value of the outstanding commercial paper of the issuing corporation and which mature within two hundred seventy days after purchase;
  - b. Bankers acceptances eligible for purchase by the federal reserve system and which mature within one hundred eighty days after purchase;
10. A portion of the County's average portfolio is in notes issued by United States corporations or by depository institutions that are doing business under authority granted by the United States provided the notes are rated in the second highest or higher category by at least two nationally recognized standard rating services at the time of purchase and the notes mature within two years from the date of purchase;

**BUTLER COUNTY, OHIO**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2009**

**NOTE 5 - DEPOSITS AND INVESTMENTS (continued)**

11. No-load money market mutual funds rated in the highest category at the time of purchase by at least one nationally recognized standard rating service consisting exclusively of obligations guaranteed by the United States, securities issued by a federal government agency or instrumentality, and/or highly rated commercial paper; and
12. A portion of the County's average portfolio in debt interests rated at the time of purchase in the three highest categories by two nationally recognized standard rating services and issued by foreign nations diplomatically recognized by the United States government.

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.

**INVESTMENTS**

As of December 31, 2009, the County had the following investments:

Investment Type	Fair Value	Investment Maturities (in Years)		
		Less Than 1	1-2	3-4
First American Treasury Money Market Mutual Fund	\$ 325,355	\$ 325,355	\$ -	\$ -
Federal Farm Credit Banks Bonds	30,934,783	12,089,400	10,900,043	7,945,340
Federal Home Loan Banks Bonds	44,263,510	11,632,225	25,201,430	7,429,855
Federal Home Loan Mortgage Corporation Bonds	37,063,653	5,067,460	29,517,518	2,478,675
Federal National Mortgage Association Bonds	27,442,422	2,010,620	8,472,595	16,959,207
Total Investments	<u>\$140,029,723</u>	<u>\$31,125,060</u>	<u>\$74,091,586</u>	<u>\$34,813,077</u>

Interest rate risk arises because fixed-income securities will increase or decrease in market value as interest rates fluctuate during the life of such securities. If held to maturity, fixed income securities, owned by Butler County, will pay the face value (par value). The investment policy restricts the Treasurer from investing in any securities other than those identified in the Ohio Revised Code and that all investments must mature within five years from the date of investment unless they are matched to a specific future obligation of the County, and approved by the Investment Advisory Committee.

**BUTLER COUNTY, OHIO**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2009**

NOTE 5 - DEPOSITS AND INVESTMENTS (continued)

Credit risk refers to the risk of default of principal or interest. Investment assets currently owned by Butler County consist of the First American Treasury Money Market Mutual Fund, Federal Farm Credit Bank Bonds, Federal Home Loan Banks Bonds, Federal Home Loan Mortgage Corporation Bonds and Federal National Mortgage Association Bonds. All issues are currently rated Aaa by Moody's and AAA by Standard and Poor's and Fitch. The County's policy limits investments to those authorized by the State statute.

The following table indicates the percentage of each investment compared to the County's total portfolio.

<u>Investment Type</u>	<u>Fair Value</u>	<u>Percentage of Portfolio</u>
Federal Farm Credit Banks Bonds	\$ 30,934,783	22.09%
Federal Home Loan Banks Bonds	44,263,510	31.61%
Federal Home Loan Mortgage Corporation Bonds	37,063,653	26.47%
Federal National Mortgage Association Bonds	27,442,422	19.60%

NOTE 6 - PROPERTY TAXES

Property taxes include amounts levied against real, public utility, and tangible personal property. The assessed value by property classification upon which the 2009 collection year tax revenue was based is as follows:

<u>Category</u>	<u>Assessed Value</u>
Real Property	\$ 7,797,095,040
Tangible Personal Property	15,192,330
Public Utility Personal Property	224,151,810
Total	<u>\$ 8,036,439,180</u>

Ohio law prohibits taxation of property by all overlapping taxing authorities in excess of 10 mills per dollar of assessed value without a vote of the people. Presently, the County levies 1.95 mills of this 10-mill limit. In addition to the 1.95 mills, voted levies in the amount of 7.80 mills have been approved for the Developmental Disabilities Board, Mental Health Board, Children Services Agency, and Senior Citizens Services. A summary of voted levies follows:

<u>Purpose</u>	<u>Voter Levy Date</u>	<u>Authorized Rate</u>	<u>Rate Levied for</u>		<u>Final Levy Year</u>
			<u>Current Year R/A</u>	<u>C/I</u>	
Developmental Disabilities Board	2004	1.00	0.88	0.89	Continuing
Developmental Disabilities Board	2000	2.00	1.49	1.69	Continuing
Mental Health Board	1985	0.50	0.21	0.27	2014
Mental Health Board	2006	1.00	0.95	0.89	2010
Children Services Agency	2008	2.00	1.91	1.80	2012
Senior Citizens	2005	1.30	1.15	1.16	2009
Total		<u>7.80</u>	<u>6.59</u>	<u>6.70</u>	

**BUTLER COUNTY, OHIO**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2009**

---

NOTE 6 - PROPERTY TAXES (continued)

Ohio law provides for a reduction in the rates of voted levies to offset increased values resulting from a reappraisal of real property. Reduction factors are applied to authorized voted levies so that each levy yields the same amount of property taxes on carry-over property as in the year in which the levy was approved.

Increases to voted levy revenues are restricted to assessments for new construction. The reduction factors are computed annually and applied separately for (R/A) residential/agricultural property and (C/I) commercial/industrial property.

Taxes collected on real property (other than public utility) in one calendar year are levied in the preceding calendar year on assessed values as of January 1 of that preceding year, the lien date.

Assessed values are established by the County Auditor at 35 percent of the appraised market value. A general reappraisal is mandated by Ohio law every six years with an update at the three-year midpoint. The most recent revaluation was completed in 2008. Taxes assessed from the 2008 update are payable in 2009. Real property taxes are payable annually or semiannually. The first payment is due December 31, with the remainder payable June 20, unless extended.

Taxes collected from tangible personal property (other than public utility) in one calendar year are levied against local inter-change telephone companies in the prior calendar year on assessed values as of December 31, of that calendar year, and at the tax rates determined in the preceding year. Tangible personal property tax on business inventory, manufacturing machinery and equipment, furniture and fixtures is no longer levied and collected. The percentages for telecommunications are 10 percent for 2009, 5 percent for 2010, and zero for 2011.

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.

Public utility real and tangible personal property taxes collected in one calendar year are levied in the preceding calendar year on assessed values determined as of December 31 of the second year proceeding the tax collection year, the lien date. Public utility property taxes are payable on the same date as real property taxes described previously.

The County Treasurer collects property tax on behalf of all taxing districts within the County. The County Auditor periodically remits to the taxing districts their portions of the taxes collected. Property Taxes Receivable represents real and tangible personal property taxes, public utility taxes, and outstanding delinquencies, which are measurable as of December 31, 2009 and for which there is an enforceable legal claim.

**BUTLER COUNTY, OHIO**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2009**

---

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

In the General, Mental Health, Developmental Disabilities, Elderly Services Levy, All Other Legislative and Executive, and Job and Family Services/Children Services Agency Funds the entire receivable has been offset by deferred revenue since the current taxes were not levied to finance 2009 operations and the collection of delinquent taxes during the available period is not subject to reasonable estimation. On a full accrual basis, collectible delinquent property taxes have been recorded as revenue while the remainder of the receivable is deferred.

**NOTE 7 - PERMISSIVE SALES TAX**

In 2009, \$29,479,864 of permissive sales tax revenue was recognized in the General Fund. The Commissioners imposed an additional permanent sales tax increase of one-fourth of one percent (.25%) commencing July 1, 2007. In 2009, the County's total sales tax rate was three-quarters of one percent (.75%).

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 Office of Budget Management 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 Tax Commissioner shall then, on or before the twentieth day of the month in which certification is made, provide for payment to the County.

**NOTE 8 - RECEIVABLES**

Receivables at December 31, 2009, consisted of taxes, unpaid utilities, payments in lieu of taxes, intergovernmental receivables arising from grants, entitlements, and shared revenues, accrued interest, special assessments, loans, and interfund receivables. Loans receivable represent general fund advances to agency funds and low-interest loans for development projects and home improvements granted to eligible County residents and businesses under the Federal Community Development Block Grant Program. The Block Grant loans bear interest at annual rates between two and five percent. These loans are to be repaid over periods ranging from two to five years. The Due from Other Governments includes a long-term receivable due from the Metroparks for their portion of the 2006 various purpose general obligation bonds issued. The payments in lieu of taxes amount relates to dollars collected through real estate taxes that are marked for capital improvements in Butler County and tax exemption agreements. All receivables are considered collectable in full, including accounts receivable, which, if delinquent, may be certified and collected as a special assessment, subject to foreclosure for nonpayment. Delinquent special assessments at December 31, 2009 totaled \$411,256. The following are receivables expected to be collected in more than one year: Special Assessments \$9,504,269 Due from Other Governments \$4,265,000 Loans Receivable \$677,382.



**BUTLER COUNTY, OHIO**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2009**

**NOTE 8 – RECEIVABLES (continued)**

A summary of intergovernmental receivables follows:

<u>Governmental Activities:</u>	<u>Amount</u>
408 Jail Diversion	\$ 85,344
Adolescent Treatment	175,091
American Recovery CDBG Grant	290,163
American Recovery Retention and Hiring Grant	161,577
Boarding of Prisoners	891,446
CDBG Grant	896,075
Community Corrections Grant	748,140
Core Over/Under Incentives	1,874,550
Drug Court	82,707
Drug Free Communities	101,426
Election Expenses	511,105
Family Support	82,258
Federal Per Capita Prevention	132,385
Federal Per Capita Treatment	440,352
Federal Women's Program	199,600
Feisel Allocation	80,796
Felony Delinquent Care and Custody	582,728
Court Fines and Fees	62,884
Contract Deputies	371,481
Gasoline Tax	1,118,309
HOME grant	1,150,521
House Bill 484	55,014
Indigent Attorney Reimbursement	446,080
Local Public Agencies (LPA) Grant	1,768,759
Medicaid/Medicare	2,551,356
Metroparks Debt Service Reimbursement	4,395,000
Motor Vehicle License Registration	3,552,503
Neighborhood Stabilization	4,081,509
Operating Subsidy SOI	831,716
Prison Diversion 407	606,547
Public Assistance	12,237,679
Roadwork Development Grant	150,000
Other Government Roadwork Reimbursement	455,041
Shelter Care Plus Grant	1,071,675
State Child Protective Allocation	468,131
State Per Capita Treatment	377,000
State Subsidy 505	2,410,694
TASC Resolutions & Community Behavioral Health	187,576
Title XIX	1,619,676
Title XX	115,844
Twelfth District Court of Appeals Reimbursements	473,982
Undivided Local Government	2,662,806
Workforce Development	1,937,006
Young Offender Planning Grant	250,000
All Other	101,615
Total Governmental Activities	<u>\$ 52,846,147</u>

**BUTLER COUNTY, OHIO**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2009**

**NOTE 8 – RECEIVABLES (continued)**

<u>Agency Fund Activities</u>	
Local Government	\$ 12,097,856
Motor Vehicle License Tax	902,336
Permissive Tax	159,904
Gasoline Tax	797,198
All Other	1,305
Total Agency Fund Activities	<u>\$ 13,958,599</u>

**NOTE 9 - CAPITAL ASSETS**

Primary government capital asset activity for the year ended December 31, 2009, was as follows:

	Restated Balance At 12/31/08	Additions	Deletions	Balance At 12/31/09
<b>Governmental Activities</b>				
<b>Capital Assets Not Being Depreciated:</b>				
Land	\$ 10,435,786	\$ 774,984	\$ -	\$ 11,210,770
Infrastructure:				
Roads	166,604,770	500,000	-	167,104,770
Bridges	62,056,842	61,056	(49,674)	62,068,224
Culverts	13,999,292	-	(20,683)	13,978,609
Construction in Progress	31,221,989	8,192,414	(8,307,700)	31,106,703
<b>Total Capital Assets, Not Being Depreciated</b>	<u>284,318,679</u>	<u>9,528,454</u>	<u>(8,378,057)</u>	<u>285,469,076</u>
<b>Depreciable Capital Assets:</b>				
Land Improvements	9,261,852	533,030	-	9,794,882
Buildings and Improvements	134,804,523	7,638,448	(322,355)	142,120,616
Furniture, Fixtures and Equipment	33,098,727	2,012,697	(750,862)	34,360,562
Vehicles	10,597,966	537,474	(938,217)	10,197,223
<b>Total Depreciable Capital Assets</b>	<u>187,763,068</u>	<u>10,721,649</u>	<u>(2,011,434)</u>	<u>196,473,283</u>
<b>Total Capital Assets At Historical Cost</b>	<u>472,081,747</u>	<u>20,250,103</u>	<u>(10,389,491)</u>	<u>481,942,359</u>
<b>Less Accumulated Depreciation:</b>				
Land Improvements	(2,186,966)	(255,026)	-	(2,441,992)
Buildings and Improvements	(45,067,627)	(4,187,551)	274,220	(48,980,958)
Furniture, Fixtures and Equipment	(17,786,802)	(2,515,017)	605,634	(19,696,185)
Vehicles	(7,669,543)	(729,981)	925,606	(7,473,918)
<b>Total Accumulated Depreciation</b>	<u>(72,710,938)</u>	<u>(7,687,575)</u>	<u>1,805,460</u>	<u>(78,593,053)</u>
<b>Depreciable Capital Assets, Net</b>	<u>115,052,130</u>	<u>3,034,074</u>	<u>(205,974)</u>	<u>117,880,230</u>
<b>Governmental Activities Capital Assets, Net</b>	<u>\$ 399,370,809</u>	<u>\$ 12,562,528</u>	<u>\$ (8,584,031)</u>	<u>\$ 403,349,306</u>

Additions to capital assets include \$561,056 in assets donated by outside entities, such as property developers.

**BUTLER COUNTY, OHIO**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2009**

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

	Restated Balance At 12/31/08	Additions	Deletions	Balance At 12/31/09
<b>Business-Type Activities</b>				
<b>Capital Assets Not Being Depreciated:</b>				
Land	\$ 1,656,490	\$ -	\$ -	\$ 1,656,490
Construction in Progress	8,890,421	6,892,011	(8,258,071)	7,524,361
<b>Total Capital Assets, Not Being Depreciated</b>	<b>10,546,911</b>	<b>6,892,011</b>	<b>(8,258,071)</b>	<b>9,180,851</b>
<b>Depreciable Capital Assets:</b>				
Land Improvements	3,128,768	260,484	-	3,389,252
Buildings and Improvements	80,377,798	570,151	(636,389)	80,311,560
Furniture, Fixtures and Equipment	72,562,325	2,862,663	(481,354)	74,943,634
Vehicles	2,563,391	-	(211,314)	2,352,077
Water Rights	38,896,324	-	-	38,896,324
Water and Sewer Mains	296,991,073	5,765,845	(31,854)	302,725,064
<b>Total Depreciable Capital Assets</b>	<b>494,519,679</b>	<b>9,459,143</b>	<b>(1,360,911)</b>	<b>502,617,911</b>
<b>Total Capital Assets At Historical Cost</b>	<b>505,066,590</b>	<b>16,351,154</b>	<b>(9,618,982)</b>	<b>511,798,762</b>
<b>Less Accumulated Depreciation:</b>				
Land Improvements	(1,478,559)	(143,066)	-	(1,621,625)
Buildings and Improvements	(24,514,616)	(2,811,473)	420,099	(26,905,990)
Furniture, Fixtures and Equipment	(37,178,284)	(4,074,468)	470,663	(40,782,089)
Vehicles	(2,079,405)	(106,971)	189,652	(1,996,724)
Water Rights	(10,873,276)	(1,955,568)	-	(12,828,844)
Water and Sewer Mains	(96,602,051)	(7,509,753)	23,204	(104,088,600)
<b>Total Accumulated Depreciation</b>	<b>(172,726,191)</b>	<b>(16,601,299)</b>	<b>1,103,618</b>	<b>(188,223,872)</b>
<b>Depreciable Capital Assets, Net</b>	<b>321,793,488</b>	<b>(7,142,156)</b>	<b>(257,293)</b>	<b>314,394,039</b>
<b>Business-Type Activities Capital Assets, Net</b>	<b>\$ 332,340,399</b>	<b>\$ (250,145)</b>	<b>\$ (8,515,364)</b>	<b>\$ 323,574,890</b>

Depreciation expense was charged to governmental functions as follows:

<b>General Government:</b>	
Legislative and Executive	\$ 2,865,782
Judicial	435,285
Public Safety	2,422,105
Public Works	964,799
Health	756,653
Human Services	242,951
<b>Total Depreciation Expense</b>	<b>\$ 7,687,575</b>

Additions to business-type capital assets being depreciated include \$1,201,072 in assets donated by property developers, as well as \$820,976 in assets donated by customers.

**BUTLER COUNTY, OHIO**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2009**

**NOTE 10 - RISK MANAGEMENT**

The County is exposed to various risks of loss related to torts; damage to, theft of, or destruction of assets; errors and omissions; injuries to employees and natural disasters. During 2009 the County contracted with County Risk Sharing Authority Inc. (CORSA) (a risk-sharing pool - see Note 21) for liability, property, and crime damage. Coverage provided by the pool is as follows:

Property Coverage:

Blanket all risks of direct physical loss or damage  
 \$100,000,000 Annual Aggregate pool limit for flood and earthquake

Liability Coverage:

Automobile Liability	\$	6,000,000
Uninsured Motorist		250,000
General Liability		6,000,000
Stop Gap Liability		1,000,000
Law Enforcement Liability		6,000,000
Errors and Omissions Liability		6,000,000
Medical Professional Liability		6,000,000

Crime:

Employee Dishonesty/Faithful Performance	1,000,000
Money and Securities (Inside)	1,000,000
Money and Securities (Outside)	1,000,000
Money Orders and Counterfeit Currency	1,000,000
Depositor's Forgery	1,000,000

Boiler and Machinery	100,000,000
----------------------	-------------

Business Interruption	1,000,000
-----------------------	-----------

Deductible:

General, Law Enforcement and Public Officials	25,000
Each and every loss/claim and/or occurrence	5,000

Settled claims have not exceeded coverage in any of the last three years. The County has had no reduction in coverage in 2009.

The County has workers' compensation coverage for all employees, which are accounted for in a self-insurance internal service fund. The claims liability reported in the workers' compensation internal service fund at December 31, 2009, is based on the requirements of Governmental Accounting Standards Board Statement No. 30 which requires that a liability for unpaid claims costs, including estimates of costs relating to incurred but not reported claims, be reported. The estimate was not affected by incremental claim adjustment expenses and does not include other allocated or unallocated claim adjustment expenses. The County maintains a retrospective rating plan for workers' compensation insurance.

**BUTLER COUNTY, OHIO**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2009**

NOTE 10 - RISK MANAGEMENT (continued)

The historical changes in claims payable (based on 12/31/09 maximum premium) during years December 31, 2008 and 2009 are as follows:

	<u>Liability - Beginning of Year</u>	<u>Current Year Claims and Changes in Estimates</u>	<u>Claims Payments</u>	<u>Liability - End of Year</u>
2008	\$ 3,554,236	\$ 656	\$ 785,680	\$ 2,769,212
2009	2,769,212	790,716	857,132	2,702,796

NOTE 11 - LEASES

Operating Leases

The County leases equipment and buildings for county services under noncancelable operating leases. The total costs in 2009 were \$1,865,880 in the governmental funds. The future minimum lease payments for these leases are as follows:

<u>Year</u>	<u>Amount</u>
2010	\$ 1,545,270
2011	862,401
2012	433,656
2013	178,052
2014	122,129
2015-2019	487,946
	<u>\$ 3,629,454</u>

Capital Leases

During 2009 and in prior years, the County has entered into capital leases to finance various County purchases. The leases meet the criteria of a capital lease as defined by Statement of Financial Accounting Standards No. 13, "Accounting for Leases", which defines a capital lease generally as one which transfers benefits and risks of ownership to the lessee. Capital lease payments have been reclassified and are reflected as debt service expenditures in the basic financial statements for the governmental funds. These expenditures are reported as program expenditures in the budgetary statements.

General capital assets consisting of vehicles, software and equipment have been capitalized in the amount of \$7,262,212. This amount represents the present value of the minimum lease payments at the time of acquisition. Principal payments in 2009 totaled \$1,285,434 in the governmental funds.

**BUTLER COUNTY, OHIO**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2009**

**NOTE 11 – LEASES (continued)**

	<u>Governmental Activities</u>	
Asset:		
Furniture, Fixtures, and Equipment	\$	4,293,074
Vehicles		2,969,138
Less: Accumulated depreciation		(1,570,597)
Total Net Book Value	\$	<u>5,691,615</u>

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, 2009:

<u>Year</u>	<u>Amount</u>
2010	\$ 1,325,400
2011	1,061,357
2012	451,251
Total	<u>2,838,008</u>
Less Amount Representing Interest	(133,868)
Present Value of Net Minimum Lease Payments	<u>\$ 2,704,140</u>

**NOTE 12 - DEFINED BENEFIT PENSION PLANS**

**OHIO PUBLIC EMPLOYEES RETIREMENT SYSTEM (OPERS)**

Plan Description – The County participates in the Ohio Public Employees Retirement System (OPERS). OPERS administers three separate pension plans. The Traditional Pension 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. Under the Combined Plan, OPERS invests employer contributions to provide a formula retirement benefit similar in nature to the Traditional Pension Plan benefit. Member contributions, the investment of which is self-directed by the members, accumulate retirement assets in a manner similar to the Member-Directed Plan.

OPERS provides retirement, disability and survivor 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 stand-alone financial report. Interested parties may obtain a copy by writing to OPERS, 277 East Town Street, Columbus, Ohio 43215-4642, or by calling 614-222-5601 or 800-222-7377.

**BUTLER COUNTY, OHIO**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2009**

---

NOTE 12 - DEFINED BENEFIT PENSION PLANS (continued)

Funding Policy – The Ohio Revised Code provides statutory authority for member and employer contributions. For the year ended December 31, 2009, members in state and local classifications contributed 10.0 percent of covered payroll while public safety and law enforcement members contributed 10.1 percent.

The County's 2009 contribution rate was 14.0 percent, except for those plan members in law enforcement or public safety, for whom the County's contribution was 17.63 percent of covered payroll. For the period January 1 through March 31, a portion of the County's contribution equal to 7.0 percent of covered payroll was allocated to fund the post-employment health care plan; for the period April 1 through December 31, 2009 this amount was decreased to 5.5 percent. Employer contribution rates are actuarially determined. State statute sets a maximum contribution rate for the City of 14.0 percent, except for public safety and law enforcement, where the maximum employer contribution rate is 18.1 percent.

The County's required contributions for pension obligations to the Traditional Pension and Combined Plans for the years ended December 31, 2009, 2008, and 2007 were \$8,368,126, \$8,823,208, and \$8,774,716, respectively; 87 percent has been contributed for 2009 and 100 percent for 2008 and 2007. Contributions to the Member-Directed Plan for 2009 were \$249,316 made by the County and \$178,084 made by plan members.

STATE TEACHERS RETIREMENT SYSTEM (STRS)

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

New members have a choice of three retirement plans, a Defined Benefit (DB) Plan, a Defined Contribution (DC) Plan, and a Combined Plan. The DB plan offers an annual retirement allowance based on final average salary times a percentage that varies based on years of service or an allowance based on member contributions and earned interest matched by STRS Ohio funds divided by an actuarially determined annuity factor. The DC Plan allows members to place all 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 50 and termination of employment. The member may elect to receive a lifetime monthly annuity or lump sum withdrawal.

**BUTLER COUNTY, OHIO**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2009**

---

NOTE 12 - DEFINED BENEFIT PENSION PLANS (continued)

The Combined Plan offers features of both the DC Plan and the DB Plan. In the Combined Plan, member contributions are invested by the member, and employer contributions are used to fund the defined benefit payment at a reduced level from the regular DB Plan. The DB portion of the Combined Plan payment is payable to a member on or after age 60; the DC portion of the account may be taken as a lump sum or converted to a lifetime monthly annuity at age 50. Benefits are established by Chapter 3307 of the Ohio Revised Code.

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

Funding Policy – For the fiscal year ended June 30, 2009, plan members were required to contribute 10.0 percent of their annual covered salaries. The County was required to contribute 14.0 percent for 2009; 13.0 percent was the portion used to fund pension obligations.

Contribution rates are established by the State Teachers Retirement Board, upon recommendations of its consulting actuary, not to exceed statutory maximum rates of 10.0 percent for members and 14.0 percent for employers. Chapter 3307 of the Ohio Revised Code provides statutory authority for member and employer contributions.

The County's required contributions for pension obligations to the DB Plan for the fiscal years ended December 31, 2009, 2008, and 2007 were \$136,091, \$134,175, and \$166,667, respectively; 99 percent has been contributed for year 2009 and 100 percent for years 2008 and 2007. Contributions were not made to the DC and Combined plans for 2009.

NOTE 13 - POSTEMPLOYMENT BENEFITS

OHIO PUBLIC EMPLOYEES RETIREMENT SYSTEM (OPERS)

Plan Description – Ohio Public Employees Retirement System (OPERS) maintains a cost-sharing multiple-employer defined benefit post-employment health care plan for qualifying members of both the Traditional Pension and the Combined Plans. Members of the Member-Directed Plan do not qualify for ancillary benefits, including post-employment health care coverage. The plan includes a medical plan, prescription drug program and Medicare Part B premium reimbursement.



**BUTLER COUNTY, OHIO**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2009**

---

NOTE 13 - POSTEMPLOYMENT BENEFITS (continued)

In order to qualify for post-employment health care coverage, age-and-service retirees under the Traditional Pension and Combined Plans must have 10 or more years of qualifying Ohio service credit. Health care coverage for disability benefit recipients and qualified survivor benefit recipients is available. The Ohio Revised Code permits, but does not require, OPERS to provide health care benefits to its eligible members and beneficiaries. Authority to establish and amend benefits is provided in Chapter 145 of the Ohio Revised Code.

Disclosures for the health care plan are presented separately in the OPERS financial report which may be obtained by writing to OPERS, 277 East Town Street, Columbus, Ohio 43215-4642, or by calling 614-222-5601 or 800-222-7377.

Funding Policy – The post-employment health care plan was established under, and is administrated in accordance with, Internal Revenue Code 401(h). State Statute requires that public employers fund post-employment health care through contributions to OPERS. A portion of each employer's contribution to OPERS is set aside for the funding of post-retirement health care.

Employer contribution rates are expressed as a percentage of the covered payroll of active members. In 2009, state and local employers contributed at a rate of 14.0 percent of covered payroll, and public safety and law enforcement employers contributed at 17.63 percent. Each year, the OPERS Retirement Board determines the portion of the employer contribution rate that will be set aside for funding of post-employment health care benefits. The amount of employer contributions which were allocated to fund post-employment health care was 7.0 percent from January 1 through March 31, 2009, and 5.5 percent from April 1 through December 31, 2009.

The OPERS Retirement Board is also authorized to establish rules for the payment of a portion of the health care benefits provided, by the retiree or their surviving beneficiaries. Payment amounts vary depending on the number of covered dependents and the coverage selected. Active members do not make contributions to the post-employment health care plan.

The County's contributions allocated to fund post-employment health care benefits for the years ended December 31, 2009, 2008, and 2007 were \$5,877,615, \$6,240,309, and \$5,556,996, respectively; 87 percent has been contributed for 2009 and 100 percent for 2008 and 2007.

The Health Care Preservation Plan (HCPP) adopted by the OPERS Retirement Board on September 9, 2004, was effective January 1, 2007. Member and employer contribution rates increased on January 1 of each year from 2006 to 2008. Rates for law and public safety employers increased over a six year period beginning on January 1, 2006, with a final rate increase on January 1, 2011. These rate increases allowed additional funds to be allocated to the health care plan.

**BUTLER COUNTY, OHIO**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2009**

---

NOTE 13 - POSTEMPLOYMENT BENEFITS (continued)

STATE TEACHERS RETIREMENT SYSTEM (STRS)

Plan Description – Ohio law authorizes STRS Ohio to offer a cost sharing, multiple employer health care plan to eligible retirees who participated in the defined benefit or the combined pension plans and their eligible family members. Coverage includes hospitalization, physicians' fees, prescription drugs, and reimbursement of monthly Medicare Part B premiums. Benefit provisions and the obligation to contribute are established by the STRS Ohio based on authority granted by State statute. The State Teachers Retirement Board has statutory authority over how much, if any, of the health care costs will be absorbed by STRS Ohio.

STRS Ohio issues a financial report that includes financial information for the health care plan. Interested parties can obtain a copy by calling (888) 227-7877.

Funding Policy – Under Ohio law, funding for post-employment health care may be deducted from employer contributions. Of the 14.0 percent employer contribution rate, one percent of covered payroll was allocated to post-employment health care for the years ended June 30, 2009, 2008 and 2007. The 14.0 percent contribution is the maximum rate allowed under Ohio law.

All benefit recipients pay a portion of the health care cost in the form of a monthly premium. The County's contributions allocated to fund post-employment health care benefits for the years ended December 31, 2009, 2008, and 2007 were \$9,916, \$11,139, and \$10,861, respectively; 99 percent has been contributed for 2009 and 100 percent for 2008 and 2007.

NOTE 14 - OTHER EMPLOYEE BENEFITS

COMPENSATED ABSENCES

County employees earn vacation and sick leave at varying rates depending on length of service and department policy. All accumulated, unused vacation time is paid upon separation if the employee has at least one year of service with the County. Unused vacation time may be accumulated, with the approval of the appointing authority, to a maximum of three one-year accruals. All accumulated, unused compensatory time is paid upon separation. Accumulated, unused sick leave is paid at varying rates depending on length of service to employees who retire.

HEALTH CARE BENEFITS

The County has elected to provide employee medical/surgical benefits through the County Employee Benefits Consortium of Ohio (CEBCO). Dental insurance is provided to all employees as a function of the health care plan through Dental Care Plus.

**BUTLER COUNTY, OHIO**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2009**

NOTE 14 - OTHER EMPLOYEE BENEFITS (continued)

During 2009, the County participated with the County Employee Benefits Consortium of Ohio, Inc. (CEBCO) (an insurance purchasing pool – see Note 21). CEBCO charges a fixed premium per month per enrolled employee. The premiums, along with an administrative charge, are paid into the Health Insurance internal service fund by the participating County funds and, in turn, the premiums are paid to CEBCO. Premiums charged by CEBCO are based upon the County's claims experience.

NOTE 15 – PRIOR YEAR DEFEASANCE OF REVENUE BONDS

PRIOR YEAR DEFEASANCE OF REVENUE BONDS

In prior years, the County has defeased various bonds by placing the proceeds of the new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust assets and the liability for the defeased bonds are not included in the County's financial statements. As of December 31, 2009, the bonds listed were unmatured and unpaid.

<u>Refunded Bond Issues</u>	<u>Original Issue</u>	<u>Unmatured and Unpaid at 12/31/09</u>
Fairfield Liberty Sewer District Number 2		
Dated April 1, 1968	\$ 525,000	\$ 15,000
Water Revenue		
Dated April 1, 1996	14,075,000	11,110,000
Sewer		
Dated June 1, 1996	16,645,000	10,545,000
Sewer		
Dated October 1, 1997	1,485,000	1,245,000
Sales Tax Revenue Bonds		
Dated 1997	23,810,000	17,650,000
Government Services Center		
Dated 1997	7,375,000	5,465,000
Sewer		
Dated June 1, 1998	5,490,000	5,235,000
Sewer		
Dated March 1, 1999	12,790,000	12,790,000
Mulhauser Road		
Dated October 1, 2000	6,860,000	4,195,000
Lakota Drive		
Dated October 1, 2000	395,000	275,000
Union Centre Phase 2		
Dated October 1, 2000	1,045,000	700,000
Water Judgement Bonds		
Dated July 23, 2002	35,030,000	30,685,000
Adult Detention Facility		
Dated October 1, 2002	29,875,000	22,255,000
Fiber Optic Ring		
Dated October 1, 2002	2,745,000	2,045,000

**BUTLER COUNTY, OHIO**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2009**

**NOTE 16 - LONG-TERM OBLIGATIONS**

A schedule of changes in bonds and other long-term obligations of the governmental activities of the County during 2009 were as follows:

Types/Issues	Balance 12/31/08	Increases	Decreases	Balance 12/31/09	Due Within One Year
<b>General Obligation Bonds</b>					
2002 1.43-5.25% - \$29,875,000					
Adult Detention Facility	\$ 12,675,000	\$ -	\$ 1,240,000	\$ 11,435,000	\$ 1,295,000
Premium on Debt Issue	848,981	-	70,748	778,233	-
2002 1.43-5.25% - \$2,745,000					
Fiber Optic Ring	1,165,000	-	115,000	1,050,000	120,000
Premium on Debt Issue	78,226	-	6,519	71,707	-
2004 2.00-4.75% - \$19,255,000					
Various Purpose	15,300,000	-	1,185,000	14,115,000	1,225,000
Premium on Debt Issue	262,572	-	25,345	237,227	-
Less: Calculated difference between old and new debt for 2004 advance refunding					
	(391,184)	-	(52,327)	(338,857)	-
2006 3.75-5.00% - \$17,500,000					
Various Purpose	15,815,000	-	785,000	15,030,000	860,000
Premium on Debt Issue	514,647	-	28,591	486,056	-
2007 4.00-5.25% - \$12,305,000					
Various Purpose	12,075,000	-	25,000	12,050,000	25,000
Premium on Debt Issue	583,975	-	48,665	535,310	-
Less: Calculated difference between old and new debt for 2007 advance refunding					
	(428,703)	-	(35,725)	(392,978)	-
2009 2.38-6.50% - \$1,935,000					
By-Pass 4	-	1,935,000	-	1,935,000	-
Premium on Debt Issue	-	30,433	-	30,433	-
<b>Total General Obligation Bonds</b>	<b>\$ 58,498,514</b>	<b>\$ 1,965,433</b>	<b>\$ 3,441,816</b>	<b>\$ 57,022,131</b>	<b>\$ 3,525,000</b>

**BUTLER COUNTY, OHIO**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2009**

**NOTE 16 - LONG-TERM OBLIGATIONS (continued)**

Types/Issues	Balance 12/31/08	Increases	Decreases	Balance 12/31/09	Due Within One Year
<b>Sales Tax Bonds</b>					
2005 3.00-5.00% - \$29,365,000					
Government Services Center	\$ 24,620,000	\$ -	\$ 1,825,000	\$ 22,795,000	\$ 9,600,000
Premium on Debt Issue	1,332,274	-	166,533	1,165,741	-
Less: Calculated difference between old and new debt for 2005 advance refunding	(1,200,934)	-	(150,117)	(1,050,817)	-
<b>Total Sales Tax Bonds</b>	<b>24,751,340</b>	<b>-</b>	<b>1,841,416</b>	<b>22,909,924</b>	<b>9,600,000</b>
<b>Special Assessment Bonds with Governmental Commitment</b>					
1989 7.375% - \$90,369					
Water System	10,000	-	5,000	5,000	5,000
2000 4.35-5.65% - \$355,000					
Lakota Drive	30,000	-	15,000	15,000	15,000
2000 4.35-5.65% - \$6,860,000					
Mulhauser Road	745,000	-	365,000	380,000	380,000
2000 4.35-5.65% - \$1,045,000					
Union Centre Phase 2	95,000	-	45,000	50,000	50,000
2001 2.40-5.10% - \$3,045,000					
Union Centre Phase I & III	2,250,000	-	130,000	2,120,000	140,000
2005 4.125% - \$1,144,000					
Venice Gardens Sewer	1,107,470	-	13,200	1,094,270	13,740
2007 4.00-5.00% - \$4,790,000					
Various Purpose	4,690,000	-	15,000	4,675,000	15,000
Premium on Debt Issued	139,513	-	69,757	69,756	-
Less: Calculated Difference between old and new debt for 2007 advance refunding	(160,509)	-	(80,258)	(80,251)	-
2008 3.00-5.50% - \$3,315,000					
Various Purpose	3,315,000	-	65,000	3,250,000	115,000
Premium on Debt Issued	83,744	-	4,187	79,557	-
<b>Total Special Assessment Bonds</b>	<b>\$ 12,305,218</b>	<b>\$ -</b>	<b>\$ 646,886</b>	<b>\$ 11,658,332</b>	<b>\$ 733,740</b>

**BUTLER COUNTY, OHIO**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2009**

**NOTE 16 - LONG-TERM OBLIGATIONS (continued)**

<u>Types/Issues</u>	<u>Balance 12/31/08</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balance 12/31/09</u>	<u>Due Within One Year</u>
<b>Loans</b>					
1998 2.00% - \$1,811,520					
OPWC Mulhauser Road	\$ 607,965	\$ -	\$ 88,491	\$ 519,474	\$ 90,270
2001 0.00% - \$789,748					
OPWC Cincinnati Dayton Road	631,796	-	39,487	592,309	39,487
2004 3.90% - \$263,660					
Oracle Software Loan	28,549	-	28,549	-	-
2007 0.00% - \$374,761					
Mulhauser and Allen Road Loan	374,761	286,659	132,284	529,136	132,284
2009 0.00% - \$329,549					
Tylersville Road	-	329,549	8,239	321,310	16,477
2009 0.00% - \$157,188					
Hamilton Eaton Slip	-	157,188	-	157,188	3,930
<b>Total Loans</b>	<u>1,643,071</u>	<u>773,396</u>	<u>297,050</u>	<u>2,119,417</u>	<u>282,448</u>
	<u>Restated Balance</u>			<u>Balance</u>	<u>Due Within</u>
<u>Types/Issues</u>	<u>12/31/08</u>	<u>Increases</u>	<u>Decreases</u>	<u>12/31/09</u>	<u>One Year</u>
<b>Other Long-Term Obligations</b>					
Capital Leases Payable	2,512,592	1,476,982	1,285,434	2,704,140	1,242,662
Claims Payable	2,769,212	790,716	857,132	2,702,796	852,491
Compensated Absences Payable	8,045,115	6,257,251	6,036,280	8,266,086	3,096,399
<b>Total Other Long-Term Obligations</b>	<u>13,326,919</u>	<u>8,524,949</u>	<u>8,178,846</u>	<u>13,673,022</u>	<u>5,191,552</u>
<b>Total Governmental Activities</b>	<u>\$ 110,525,062</u>	<u>\$ 11,263,778</u>	<u>\$ 14,406,014</u>	<u>\$ 107,382,826</u>	<u>\$ 19,332,740</u>

**GENERAL OBLIGATION BONDS**

All general obligation bonded debt is a general obligation supported by the full faith and credit of the County. All unvoted general obligation bonds will be retired from the General Fund using unvoted general property tax revenues except New Miami Sewer, Venice Gardens Sewer, USDA Vehicle Equipment Acquisition bonds, 1998 Sewer Refunding, and the 1999 Water and Sewer Refunding which are being paid by Enterprise funds.

**BUTLER COUNTY, OHIO**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2009**

---

NOTE 16 - LONG-TERM OBLIGATIONS (continued)

In October 2002, the County issued \$32,620,000 in general obligation bonds to bond notes issued for the construction of the Adult Detention Facility and the Fiber Optic Ring. The bonds were issued for a twenty-year period, with final maturity in December 2022. In April 2007, the County issued \$12,305,000 in bonds to partially refund the 2002 bonds.

In September 2004, the County issued a \$19,255,000 general obligation bond for the purpose of advance refunding \$8,225,000 of existing bonds and to bond \$10,415,000 of short-term bond anticipation notes. The bonds were issued for a twenty-year period, with final maturity in December 2024. The \$10,350,000 in new bond proceeds along with existing Butler County funds were used to pay bond anticipation notes that included the Voice of America TIF, Road Improvement TID series A and the Voice of America Sewer TIF. The \$8,905,000 portion of the bond proceeds were used to advance refund the 1996 General obligations issue, 1996 Union Center Special Assessment, 1994 Wetherington Infrastructure Special Assessment, 1992 Cox Road Special Assessment, 1992 Beacon Pt. Sewer Special Assessment and the 1992 Greencrest Sewer Special Assessment.

In 2007 the County pledged the Voice of America net TIF revenues (collections less debt service and school district payments) as a primary source to the Transportation Improvement District (TID) to assist in paying for the 2007 Butler County Transportation Improvement District Highway Improvement Bonds. The County has pledged one-quarter of its Non-Tax Revenues of the General Fund as a secondary or back-up pledge. The TID Bonds have three pledged receipts for payment, which include Butler County along with pledges from Liberty Township and West Chester Township. Neither the Faith and Credit nor the Taxing Power of the District, the County of Butler of the State of Ohio or any of its political subdivisions is pledged for the payment of the TID bonds.

In September 2006, the County issued a \$17,500,000 various purpose general obligation bond for the purpose of bonding short-term bond anticipation notes for various construction projects. These projects included building expansions or renovations for Children Services, the Juvenile Detention Center, County Administration Building, Middletown Mall roof, a grand jury room and the building located at 301 South Third Street. Other projects bonded in this issue included the Symmes Road Extension, various computer hardware/software, and construction of the Metro Parks lodge and lake facility at the old Voice of America property. The bonds were issued for a twenty-year period, with the final maturity in December 2026.

In April 2007, the County issued \$12,305,000 in various purpose general obligation bonds for the purpose of advance refunding \$10,820,000 of the 2002 Adult Detention Facility bonds and \$995,000 of the 2002 Fiber Optic Bonds. The bonds were issued for a fourteen-year period, with final maturity in December 2020.

**BUTLER COUNTY, OHIO**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2009**

---

NOTE 16 - LONG-TERM OBLIGATIONS (continued)

In November 2009, the County issued \$1,935,000 in general obligation bonds for the purpose of assisting the Transportation Improvement District in widening the State Route 4 Bypass. The bonds were issued for a twenty-year period, with a final maturity in December 2029. Bonds maturing on or after December 1, 2020 are subject to redemption, either in whole or in part, in such order as determined, on any date on or after December 1, 2019, at the redemption price equal to 100% of the principal amount redeemed plus, in each case, accrued interest to the date fixed for redemption.

The bonds maturing on December 1, 2024 and December 1, 2029 are subject to mandatory sinking fund redemption prior to stated maturity.

SALES TAX BONDS

The sales tax bonds are payable solely through sales tax revenues generated by the County's three-quarters of one percent (.75%) permanent permissive sales tax. These bonds were issued to construct the County's Government Services Center. The County is under no obligation to have such sales tax revenues directly paid to the bond trustees as long as the County finances all principal and interest payments due on the bonds sixty days prior to their payment date. Therefore, all payments made on the sales tax bonds are to be paid using sales tax revenue.

In June 2005, the County issued a \$29,365,000 Sales Tax bonds for the purpose of advance refunding \$31,185,000 of existing bonds issued to construct the Government Services Center Building. The bonds were issued for a twelve-year period, with final maturity in December 2016. The total interest and principal remaining on the bonds is \$26,192,675 payable through 2016. For the current year, principal and interest paid and sales tax revenues were \$2,964,200 and \$31,843,586, respectively.

SPECIAL ASSESSMENT BONDS WITH GOVERNMENTAL COMMITMENT

Special assessment debt will be paid from the proceeds of special assessments levied against benefited property owners. In the event that a property owner defaults on an assessment, the County would be responsible for the debt payments. Special assessment bonds are retired from the Debt Service Fund using special assessment revenues.

The 1989 Water System Special Assessment Bonds were issued in the amount of \$90,369 to expand the County water system. The bonds were issued for twenty-year period with final maturity in December 2010.

In October 2000, the County issued various purpose special assessment bonds in the amount of \$8,260,000 which included improvements to Lakota Drive, Muhlhauser Road, and Union Centre Boulevard Phase II. The bonds were issued for ten years with a final maturity in December 2010.



**BUTLER COUNTY, OHIO  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2009**

---

NOTE 16 - LONG-TERM OBLIGATIONS (continued)

In October 2001, the County issued \$3,045,000 of special assessment bonds to assist with the first and third phase of construction at Union Centre. The bonds were issued for a twenty-year period with final maturity in December 2021.

In August 2005, the County issued a \$1,144,000 special assessment bond for the purpose of bonding short-term bond anticipation notes for the Venice Gardens Sewer project. The bonds were issued for a forty-year period with final maturity in August 2045.

In April 2007, the County issued \$4,790,000 in special assessment bonds for the purpose of advance refunding \$220,000 of the 2000 Lakota Drive Bonds, \$650,000 of the 2000 Union Center Phase II Bonds and \$3,815,000 of the 2000 Muhlhauser Road Bonds. The bonds were issued for a fourteen-year period, with final maturity in December 2020.

In August 2008, the County issued \$3,315,000 in special assessment bonds for the purpose of bonding short-term bond anticipation notes for the University Pointe Landscaping and the Liberty Interchange (Cox Road Extension). The bonds were issued for a twenty-year period, with a final maturity in December 2028.

LONG TERM LOANS

In 1998, the County entered into a loan with the Ohio Public Works Commission (OPWC) for \$1,811,520 to make improvements to Mulhauser Road using proceeds from the loan. The loan was issued for twenty-years with a final payment in July 2015. The loan will be repaid from the Motor Vehicle Fund revenues.

In 2001, the County entered into a loan with the Ohio Public Works Commission (OPWC) for \$789,748 to make improvements to Cincinnati Dayton Road using proceeds from the loan. The loan was issued for twenty-years with the final payment due in July 2024. The loan will be repaid from the Motor Vehicle Fund revenues.

In 2004, the County entered into a loan with Lasalle National Leasing for \$263,660 to finance software and support costs for the Oracle financial system. The loan agreement was for a six-year period with the final payment made in April 2009. The loan was repaid using General Fund dollars.

In October 2006, Butler County entered into an agreement with West Chester Township and IKEA to expand the intersection at Muhlhauser and Allen Road to accommodate traffic flow needs due to the proposed IKEA store. In 2007, West Chester Township contributed \$749,522 for this intersection expansion. Butler County's portion of the obligation to West Chester Township in 2007 was \$374,761 for the project costs and \$286,659 in 2009, totaling \$661,420. The loan will be repaid from General Fund revenues.

**BUTLER COUNTY, OHIO**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2009**

---

NOTE 16 - LONG-TERM OBLIGATIONS (continued)

In 2009, the County entered into a loan with the Ohio Public Works Commission (OPWC) for \$329,549 for the widening of Tylersville Road between Cincinnati Dayton and Wetherington Drive, including the replacement of an existing bridge using proceeds from the loan. The loan was issued for twenty-years with the final payment due in 2028. The loan will be repaid from the Motor Vehicle Fund revenues.

The County also entered into a loan with the Ohio Public Works Commission (OPWC) for \$157,188 for the restoration of the Hamilton Eaton Slip located at the intersection of State Road and Hamilton Eaton Road where Seven Mile Creek has eroded into the roadway area. The loan was issued for twenty-years with the final payment due in 2030. The loan will be repaid from the Motor Vehicle Fund revenues.

OTHER PAYABLES

In 2009, the County leased fiber optic cables, a voice recording system, a shelving unit, and additions to sheriff vehicles through the Fifth Third Leasing Company for \$1,476,982. The lease agreements will be repaid using General Fund dollars.

Capital leases are for a fire alarm system for the Butler County Care Facility, helicopter and police cruisers for the Sheriff's Office, a County wide permitting system and computer server, a Court reporting system for Common Pleas, electronic voting machines for the Board of Elections, copiers for Job and Family Services/Children Services Agency, fiber optic cables, a voice recording system for Children Services Agency, and a shelving unit for Domestic Relations.

Claims payable represent the County's liability for workers' compensation coverage for all employees. Claims liabilities and expenses are estimated through a case by case review of all claims. The claims liability will be paid from the Workers' Compensation Internal Service Fund.

Compensated absences liability will be paid from the General Fund, Developmental Disabilities, Job and Family Services/Children Services Agency, Real Estate Assessment, All Other Legislative and Executive, Health Insurance, and the Workers Compensation Funds.

**BUTLER COUNTY, OHIO**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2009**

**NOTE 16 - LONG-TERM OBLIGATIONS (continued)**

Changes in long-term obligations reported in the business-type activities of the County during 2009 were as follows:

Types/Issues	Balance 12/31/08	Increases	Decreases	Balance 12/31/09	Due Within One Year
<b>General Obligation Bonds</b>					
2005 4.125% - \$600,000 Venice Gardens Sewer	\$ 580,840	\$ -	\$ 6,920	\$ 573,920	\$ 7,210
2006 4.375% - \$3,200,000 New Miami Sewer USDA	3,137,040	-	33,560	3,103,480	35,030
2007 4.25% - \$1,117,500 USDA Vehicle and Equipment	912,207	-	214,017	698,190	223,113
2009 4.25% - \$4,610,000 Refunding 1998 Sewer Revenue	-	4,610,000	1,130,000	3,480,000	1,135,000
Premium on Debt Issue	-	54,368	13,592	40,776	-
Less: Calculated Difference between old and new debt for 2009 advance refunding	-	(290,387)	(72,597)	(217,790)	-
2009 2.00-4.00% - \$10,695,000 Refunding 1999 Sewer and Water Revenue	-	10,695,000	-	10,695,000	1,765,000
Premium on Debt Issue	-	246,935	-	246,935	-
Less: Calculated Difference between old and new debt for 2009 advance refunding	-	(415,205)	-	(415,205)	-
<b>Total General Obligation Bonds</b>	<u>4,630,087</u>	<u>14,900,711</u>	<u>1,325,492</u>	<u>18,205,306</u>	<u>3,165,353</u>
<b>Water Judgement Bonds</b>					
2002 1.55-5.25% - \$35,030,000 Water Judgement Bonds	7,850,000	-	1,165,000	6,685,000	1,210,000
Premium on Debt Issue	135,440	-	19,348	116,092	-
2007 4.00-5.25% - \$24,135,000 Water Judgement Bonds	23,725,000	-	15,000	23,710,000	15,000
Premium on Debt Issue	1,547,291	-	221,041	1,326,250	-
Less: Calculated Difference between old and new debt for 2007 advance refunding	(1,353,073)	-	(193,296)	(1,159,777)	-
<b>Total Water Judgement Bonds</b>	<u>\$ 31,904,658</u>	<u>\$ -</u>	<u>\$ 1,227,093</u>	<u>\$ 30,677,565</u>	<u>\$ 1,225,000</u>

**BUTLER COUNTY, OHIO**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2009**

**NOTE 16 - LONG-TERM OBLIGATIONS (continued)**

Types/Issues	Balance 12/31/08	Increases	Decreases	Balance 12/31/09	Due Within One Year
<b>Revenue Bonds</b>					
<b>Water</b>					
1999 3.00-5.00% - \$17,140,000	\$ 10,245,000	\$ -	\$ 10,245,000	\$ -	\$ -
2005 3.50-5.00% - \$14,850,000	13,280,000	-	560,000	12,720,000	580,000
Premium on Debt Issue	438,876	-	25,816	413,060	-
2005 3.00-5.125% - \$13,235,000	10,710,000	-	635,000	10,075,000	655,000
Premium on Debt Issue	521,121	-	39,330	481,791	-
Less: Calculated difference between old and new debt for 2005 advance refunding	(939,623)	-	(70,915)	(868,708)	-
<b>Total Water</b>	<u>34,255,374</u>	<u>-</u>	<u>11,434,231</u>	<u>22,821,143</u>	<u>1,235,000</u>
<b>Sewer</b>					
1998 4.00-5.25% - \$23,050,000	6,970,000	-	6,970,000	-	-
1999 3.20-5.10% - \$28,160,000	5,605,000	-	5,605,000	-	-
2004 3.20-5.10% - \$19,620,000	16,045,000	-	915,000	15,130,000	940,000
Premium on Debt Issue	17,888	-	1,118	16,770	-
Less: Calculated difference between old and new debt for 2004 advance refunding	(1,290,602)	-	(99,277)	(1,191,325)	-
2005 3.00-5.00% - \$19,575,000	19,400,000	-	395,000	19,005,000	410,000
Premium on Debt Issue	1,570,553	-	104,704	1,465,849	-
Less: Calculated difference between old and new debt for 2005 advance refunding	(923,234)	-	(230,809)	(692,425)	-
2006 4.375-4.375% - \$4,000,000					
USDA Sewer	3,917,060	-	44,220	3,872,840	46,140
<b>Total Sewer</b>	<u>51,311,665</u>	<u>-</u>	<u>13,704,956</u>	<u>37,606,709</u>	<u>1,396,140</u>
<b>Total Revenue Bonds</b>	<u>85,567,039</u>	<u>-</u>	<u>25,139,187</u>	<u>60,427,852</u>	<u>2,631,140</u>
<b>Loans</b>					
2005 4.19% - \$4,634,892					
Cincinnati Waterworks Loan	4,133,187	-	172,745	3,960,442	180,123
2006 0% - \$710,200					
OPWC Cast Iron Watermain	710,200	-	26,851	683,349	35,044
2006 0% - \$874,581					
OPWC Watermain Improvements	852,716	-	43,729	808,987	43,729
2009 0% - \$91,345					
OPWC Cast Iron Watermain Replacement	-	91,345	-	91,345	-
2009 3.42% - \$825,337					
OWDA Shaker Creek Sewer	-	825,337	-	825,337	32,882
2009 3.42% - \$1,073,206					
OWDA Big Monroe Sewer	-	1,073,206	-	1,073,206	41,406

**BUTLER COUNTY, OHIO**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2009**

**NOTE 16 - LONG-TERM OBLIGATIONS (continued)**

Types/Issues	Balance 12/31/08	Increases	Decreases	Balance 12/31/09	Due Within One Year
2009 0% - \$196,243 OWDA LeSourdsville Sewer	\$ -	\$ 196,243	\$ -	\$ 196,243	\$ -
2009 0% - \$783,257 OWDA Polybutylene Water Line	-	783,257	-	783,257	-
<b>Total Loans</b>	5,696,103	2,969,388	243,325	8,422,166	333,184
<b>Other Long-Term Obligations</b>					
Compensated Absences	776,482	443,440	498,983	720,939	244,644
<b>Total Business-Type Activities</b>	\$ 128,574,369	\$ 18,313,539	\$ 28,434,080	\$ 118,453,828	\$ 7,599,321

**GENERAL OBLIGATION BONDS**

All general obligation bonded debt is an obligation supported by the full faith and credit of the County. Enterprise supported general obligation bonds for Venice Gardens Sewer, New Miami Sewer, USDA Vehicle Equipment Acquisition bonds, 1998 Sewer Refunding, and the 1999 Water and Sewer Refunding are being paid by Enterprise funds.

In August 2005, the County issued a \$600,000 general obligation bond for the purpose of bonding short-term bond anticipation notes for the Venice Gardens Sewer project. The bonds were issued for a forty-year period, with final maturity in August 2045.

In September 2006, the County issued a \$3,200,000 general obligation bond for the purpose of bonding short-term bond anticipation notes for the New Miami Sewer Improvement project. These bonds are registered with the United States Department of Agriculture Rural Development (USDA). The bonds were issued for a forty-year period, with maximum maturity in August 2046.

In March 2008, the County received the remaining \$217,500 in general obligation bond proceeds in addition to the \$900,000 received in 2007. These dollars were used for Vehicle and Equipment purchases in the Water and Sewer Funds. These bonds are registered to the United States Department of Agriculture, Rural Development. The bonds were issued for a five-year period, with the final maturity in December 2012.

In February 2009, the County issued \$4,610,000 in general obligation bonds for the purpose of current refunding \$6,970,000 of the 1998 Sewer Revenue Bonds. The County used \$2,543,324 in trust accounts to assist in the refunding. The bonds were issued for a four-year period, with a final maturity in December 2012. The bonds are subject to neither optional nor mandatory sinking fund redemption.

**BUTLER COUNTY, OHIO**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2009**

---

**NOTE 16 - LONG-TERM OBLIGATIONS (continued)**

The current refunding resulted in a difference of \$290,387 between the net carrying amount of the debt and the acquisition price. The difference, reported in the accompanying financial statements as a decrease to bonds payable, is being amortized to interest expense over the life of the bonds using the straight-line method. The County's total debt service payments decreased by \$426,088 as a result of the current refunding. The County also incurred an economic gain (difference between present values of the old and new debt service payments) of \$275,331

In November 2009, the County issued \$10,695,000 in general obligation bonds for the purpose of current refunding \$10,245,000 of the 1999 Water Revenue bonds and \$5,605,000 of the 1999 Sewer Revenue Bonds. The County used \$2,971,790 in trust accounts to assist in the refunding.

The current refunding resulted in a difference of \$415,205 between the net carrying amount of the debt and the acquisition price. The difference, reported in the accompanying financial statements as a decrease to bonds payable, is being amortized to interest expense over the life of the bonds using the straight-line method. The County's total debt service payments decreased \$1,343,761 as a result of the current refunding. The County also incurred an economic gain (difference between present values of the old and new debt service payments) of \$957,942

**WATER JUDGMENT BONDS**

The 2002 and 2007 Water Judgment Bonds are general obligation bonds that were court ordered to settle the water contract dispute between Butler County and the City of Hamilton. The principal and interest are paid from the Water fund.

In July 2002, the County issued \$35,030,000 in water judgment bonds. The bonds were issued for a twenty-five year period with final maturity in 2026. In 2007 these bonds were partially advance refunded with the \$24,135,000 in bonds, changing the final maturity date to December 2015.

In April 2007, the County issued \$24,135,000 in water judgment bonds for the purpose of advance refunding \$24,000,000 of the 2002 Water Judgment Bonds. The bonds were issued for a twenty year period, with final maturity in December 2026. The bond proceeds were used to partially advance refund the 2002 Water Judgment Bonds

**REVENUE BONDS**

Revenue bonds are supported by user charges and are not backed by the full faith and credit of the County. These bonds have been issued to pay for water and sewer projects.

In March of 1999, the County issued \$17,140,000 in Water Revenue bonds for the purpose of bonding notes for various water system replacement and improvements within the County. The bond was current refunded in 2009.

**BUTLER COUNTY, OHIO**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2009**

---

**NOTE 16 - LONG-TERM OBLIGATIONS (continued)**

In June 2005, the County issued a \$14,850,000 Water Revenue bond for the purpose of bonding \$8,400,000 in bond anticipation notes and to issue a new Water bond for \$6,450,000 for various water system replacement and improvements within the County. The bonds were issued for a twenty-year period, with final maturity in December 2025.

In March 2005, the County issued a \$13,235,000 Water Revenue bond for the purpose of advance refunding \$14,075,000 of existing 1996 Water bonds. The bonds were issued for a seventeen year period, with final maturity in December 2021.

In June 1998, the County issued \$23,050,000 in Sewer Revenue bonds for the purpose of making replacement and improvements to the sewer system within Butler County. The bond was current refunded in 2009.

In March 1999, the County issued \$28,160,000 in Sewer Revenue bonds for the purpose of making replacement and improvements to the sewer system within Butler County. The bond was current refunded in 2009.

In September 2004, the County issued a \$19,620,000 Sewer Revenue bond for the purpose of advance refunding \$13,815,000 of existing 1996 Sewer bonds and to issue a new Sewer bond for \$6,245,000 for the purpose of making replacement and improvements to the sewer system. The bonds were issued for a twenty-year period, with final maturity in December 2024.

In June 2005 the County issued a \$19,575,000 Sewer Revenue bond for the purpose of partially advance refunding \$1,485,000 of existing 1997, \$5,490,000 of existing 1998, and \$12,790,000 of existing 1999 Sewer bonds. The bonds were issued for an eighteen year period, with final maturity in December 2023.

In September 2006, the County issued a \$4,000,000 Sewer Revenue bond for the purpose of bonding short-term bond anticipation notes for the New Miami Sewer Improvement project. These bonds are registered to the United States Department of Agriculture, Rural Development. The bonds were issued for a forty-year period, with the final maturity in December 2045.

The County has pledged future revenues, net of operating expenses, to repay Revenue Bonds, Cincinnati Waterworks Loans, OPWC, and OWDA loans in the Water fund. The debt is payable solely from net revenues and are payable through 2028. Annual Principal and Interest payments on debt are expected to require 32% of net revenues. The total principal and interest remaining to be paid on the bonds and loans is \$39,603,370. Of this total \$31,811,413 for the revenue bonds, \$5,425,019 for the Cincinnati Waterworks, \$1,583,681 for the OPWC loans, and \$783,257 for OWDA loans.

**BUTLER COUNTY, OHIO**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2009**

---

NOTE 16 - LONG-TERM OBLIGATIONS (continued)

Principal and interest paid for the current year and total net revenues were \$2,259,913 and \$7,120,934 respectively. Principal and interest paid for the current year for Revenue Bonds was \$1,917,280 and for Cincinnati Waterworks loan was \$342,633.

The County has pledged future revenues, net of operating expenses, to repay Revenue Bonds and OWDA loans in the Sewer fund. The debt is payable solely from net revenues and are payable through 2045. Annual Principal and Interest payments on debt are expected to require 27% of net revenues. The total principal and interest remaining to be paid on the bonds and loans is \$56,457,472. Of this total \$53,549,947 is for the revenue bonds and \$2,907,525 for the OWDA loans. Principal and interest paid for the current year and total net revenues were \$3,226,106 and \$11,962,551 respectively.

LONG TERM LOANS

In 2005, Butler County entered into a contractual agreement with the City of Cincinnati for \$4,634,892 to assist in financing the construction of water lines and a master meter that runs from International Boulevard to Mulhauser Road. This expansion will allow Butler County a secondary water source and provide access to water for future development. Approximately \$549,623 of Butler County water lines were added while intangible assets of \$4,085,629 were recorded as deferred charges, now classified as depreciable capital assets, net. The balance owed to the City of Cincinnati at December 31, 2009 as a result of this project is \$3,960,442. This amount has been recorded on the County's books as a long-term liability in the Water Enterprise Fund.

In 2006, the County entered into a loan with the Ohio Public Works Commission (OPWC) for \$710,200 and \$874,581 to make improvements to watermains in Butler County using proceeds from OPWC loans. The 2006 cast iron watermain loan was issued for twenty-years with the first payment starting in July 2009 and a final payment due in January 2029. The 2006 watermain improvements loan was issued for twenty-years with the first payment starting in July 2008 and a final payment due in January 2028. Both OPWC loans will be repaid from Water fund user charges.

In 2009, the County entered into a loan with Ohio Public Works Commission (OPWC) for \$91,345 for the widening of Tylersville Road between Cincinnati Dayton and Wetherington Drive, including the replacement of an existing bridge using proceeds from the loan. The loan will be repaid from Water Fund revenues once the project has been completed.

In 2009, the County entered into a loan with Ohio Water Development Authority for \$783,257 to replace over 7,000 failing polybutylene service lines in Butler County. The Polybutylene loan will be repaid from Water Fund revenues once the project is completed.



**BUTLER COUNTY, OHIO**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2009**

**NOTE 16 - LONG-TERM OBLIGATIONS (continued)**

In 2009, the County entered into a loan with Ohio Water Development Authority for \$825,337 and \$1,073,206 to restore and stabilize eroding stream banks while reducing erosion, sedimentation and nutrient enrichment located at Mill Creek. The Shaker Creek loan and the Big Monroe loans were issued for twenty years with the first payment starting in January 2010 and the final payment due in July 2029. The loans will be repaid from Sewer Fund revenues.

In 2009, the County entered into a loan with Ohio Water Development Authority for \$196,243 for the construction of a new septage receiving facility, a new vector truck unloading facility, and the installation of a second sludge-dewatering centrifuge. The LeSourdsville loan will be repaid from Sewer Fund revenues once the project is completed.

**OTHER PAYABLES**

Compensated absences liability will be paid from Water, Sewer, and GSC Parking Facility enterprise funds.

Principal and interest requirements to retire the County's long-term obligations outstanding at December 31, 2009 were:

**Governmental Funds**

Year	General Obligation Bonds		Sales Tax Bonds	
	Principal	Interest	Principal	Interest
2010	\$ 3,525,000	\$ 2,479,701	\$ 9,600,000	\$ 1,075,325
2011	3,595,000	2,350,563	1,965,000	614,225
2012	3,760,000	2,217,863	2,070,000	535,625
2013	3,910,000	2,066,300	2,125,000	458,000
2014	4,110,000	1,915,516	2,235,000	351,750
2015-2019	18,920,000	6,944,213	4,800,000	362,750
2020-2024	15,685,000	2,586,825	-	-
2025-2029	2,110,000	252,875	-	-
<b>Totals</b>	<b>\$ 55,615,000</b>	<b>\$ 20,813,856</b>	<b>\$ 22,795,000</b>	<b>\$ 3,397,675</b>

Year	Special Assessment Bonds		Loans	
	Principal	Interest	Principal	Interest
2010	\$ 733,740	\$ 530,357	\$ 282,448	\$ 31,106
2011	759,300	497,674	288,193	24,000
2012	789,900	468,039	290,043	16,858
2013	820,510	436,675	291,932	10,340
2014	851,150	403,943	161,574	2,461
2015-2019	4,296,320	1,378,357	368,728	496
2020-2024	1,581,760	627,469	319,117	-
2025-2029	1,076,800	290,416	117,382	-
2030-2034	167,450	126,950	-	-
2035-2039	204,940	89,446	-	-
2040-2044	250,850	43,541	-	-
2045-2046	56,550	2,333	-	-
<b>Totals</b>	<b>\$ 11,589,270</b>	<b>\$ 4,895,200</b>	<b>\$ 2,119,417</b>	<b>\$ 85,261</b>

**BUTLER COUNTY, OHIO**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2009**

**NOTE 16 - LONG-TERM OBLIGATIONS (continued)**

**Business Type**

Year	General Obligation Bonds		Judgement Bonds	
	Principal	Interest	Principal	Interest
2010	\$ 3,165,353	\$ 619,473	\$ 1,225,000	\$ 1,395,046
2011	3,286,656	494,375	1,275,000	1,350,281
2012	3,373,461	405,709	1,345,000	1,304,006
2013	727,970	323,971	1,395,000	1,253,531
2014	740,040	306,592	1,450,000	1,197,731
2015-2019	4,094,690	1,162,096	8,370,000	4,890,356
2020-2024	351,950	656,484	10,420,000	2,844,125
2025-2029	435,110	573,323	4,915,000	390,338
2030-2034	537,940	470,500	-	-
2035-2039	665,070	343,367	-	-
2039-2044	822,260	186,171	-	-
2045	350,090	22,402	-	-
<b>Totals</b>	<b>\$18,550,590</b>	<b>\$5,564,463</b>	<b>\$ 30,395,000</b>	<b>\$ 14,625,414</b>

Year	Revenue Bonds		Loans	
	Principal	Interest	Principal	Interest
2010	\$ 2,631,140	\$ 2,729,739	\$ 333,184	\$ 233,354
2011	2,713,170	2,641,945	373,439	223,098
2012	2,810,270	2,549,472	384,112	212,425
2013	4,432,470	2,448,048	395,219	201,318
2014	4,654,770	2,258,078	406,778	189,758
2015-2019	26,621,950	7,847,876	2,537,024	758,248
2020-2024	12,976,430	2,434,543	2,637,802	389,881
2025-2029	1,518,680	643,435	1,354,608	69,234
2030-2034	592,970	484,951	-	-
2035-2039	734,540	343,382	-	-
2040-2044	909,900	168,014	-	-
2045-2046	206,550	9,037	-	-
<b>Totals</b>	<b>\$ 60,802,840</b>	<b>\$ 24,558,520</b>	<b>\$ 8,422,166</b>	<b>\$ 2,277,316</b>

**MULTIFAMILY HOUSING**

The County has served as the issuer of Multifamily Housing bonds. The proceeds were used to acquire, construct, improve, and equip multifamily housing. The Multifamily Housing revenue bonds do not constitute a general obligation, debt or bonded indebtedness of the County. Neither is the full faith and credit or taxing power of the County pledged to make repayment. The amount of revenue bonds outstanding at December 31, 2009 was \$108,865,000.

**INDUSTRIAL DEVELOPMENT REVENUE BONDS**

The County has issued industrial development revenue bonds (in the aggregate outstanding principal amount of \$8,500,000 at December 31, 2009) for facilities used by private corporations or other entities. The County is not obligated in any way to pay debt charges on the bonds from any of its funds, and therefore they have been excluded entirely from the County's debt presentation. There has not been and is not any condition of default under the bonds or the related financing documents. The principal payments will begin in 2012.

**BUTLER COUNTY, OHIO**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2009**

---

NOTE 16 - LONG-TERM OBLIGATIONS (continued)

HOSPITAL REVENUE BONDS

The County has served as the issuer of hospital revenue bonds. The proceeds were used to acquire, construct, improve, and equip hospital facilities. The hospital revenue bonds do not constitute a general obligation, debt or bonded indebtedness of the County. Neither is the full faith and credit or taxing power of the County pledged to make repayment. The amount of revenue bonds outstanding at December 31, 2009 was \$126,350,000.

CAPITAL FUNDING REVENUE BONDS

The capital funding revenue bonds were issued on behalf of the County Commissioners Association of Ohio for their low cost capital pooled financing program. Butler County is not obligated in any way to pay debt charges on the bonds from any of its funds, and therefore they have been excluded entirely from the County's debt presentation. The principal payments will begin in 2035. The principal balance outstanding at December 31, 2009 was \$47,325,000.

LEGAL DEBT MARGIN

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

The effects of the debt limitations described above at December 31, 2009 are an overall debt margin of \$162,456,589 and unvoted debt margin of \$39,567,279.

**BUTLER COUNTY, OHIO**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2009**

**NOTE 17 - SHORT-TERM OBLIGATIONS**

A summary of the note transactions for the year ended December 31, 2009 follows:

<u>Fund Type</u>	<u>Balance 12/31/08</u>	<u>Increase</u>	<u>Decrease</u>	<u>Balance 12/31/09</u>
<b><u>Governmental</u></b>				
<b>Short Term Notes</b>				
<b>Special Revenue</b>				
4.50% - Road Improvement	\$ 250,000	\$ 165,000	\$ 250,000	\$ 165,000
4.50% - Airport Construction	1,965,000	1,860,000	1,965,000	1,860,000
4.50% - Highway Construction	170,000	-	170,000	-
<b>Capital Projects</b>				
4.50% - Cincinnati Dayton/State Route 129	400,000	400,000	400,000	400,000
4.50% - Cincinnati Dayton/State Route 129	900,000	900,000	900,000	900,000
4.50% - Cincinnati Dayton/Interstate 75 TIF	2,550,000	2,550,000	2,550,000	2,550,000
4.50% - Cincinnati Dayton/Interstate 75 TIF	1,030,000	1,030,000	1,030,000	1,030,000
4.50% - Courts Remodeling and Expansion	2,080,000	2,080,000	2,080,000	2,080,000
5.47% - Courts Remodeling Project	600,000	600,000	600,000	600,000
5.47% - Courts Remodeling Project	900,000	900,000	900,000	900,000
5.47% - Fiber Optic Ring (2)	2,465,000	2,335,000	2,465,000	2,335,000
5.47% - Fiber Optic Ring (3)	485,000	460,000	485,000	460,000
5.47% - Hutsenpiller Hamilton Mason TIF	3,115,000	3,115,000	3,115,000	3,115,000
4.40% - Old Jail Rehabilitation	1,025,000	1,025,000	1,025,000	1,025,000
5.47% - Princeton Road Admin Building	7,500,000	7,665,000	7,500,000	7,665,000
4.50% - State Route 129 Liberty Interchange	843,000	843,000	843,000	843,000
4.50% - State Route 129 Liberty Interchange	-	-	-	-
4.50% - Yankee Road TIF Improvements	2,005,000	2,005,000	2,005,000	2,005,000
4.50% - Yankee Road TIF Improvements	2,180,000	2,180,000	2,180,000	2,180,000
<b>Total Governmental Funds</b>	<b><u>\$ 30,463,000</u></b>	<b><u>\$ 30,113,000</u></b>	<b><u>\$ 30,463,000</u></b>	<b><u>\$ 30,113,000</u></b>

The notes are issued in anticipation of long-term bond financing and will be refinanced until such bonds are issued. They are backed by the full faith and credit of the County and will mature within one year. The liability for the notes is presented in the fund that received the note proceeds.

**BUTLER COUNTY, OHIO**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2009**

**NOTE 18 - INTERFUND BALANCES AND ACTIVITY**

Transfers In/Transfers Out activity for 2009, consisted of the following:

		Transfers From				Total
		General	Residential Incentive Districts and Tax Incremental Financings	Other Governmental Funds		
Transfers to	General	\$ -	\$ -	\$ 332		\$ 332
	Job and Family Services/ Children Services Agency	1,511,902	-	-		1,511,902
	Other Governmental Funds	1,109,749	589,291	-		1,699,040
	Total	\$ 2,621,651	\$ 589,291	\$ 332		\$ 3,211,274

Due From/Due To balances at December 31, 2009 consist of the following individual fund receivables and payables:

		Receivable					Total
		General	Mental Health	Other Governmental	GSC Parking Facility	Internal Service	
Payable	General	\$ -	\$ -	\$ 52,463	\$ -	\$ 1,038,032	\$ 1,090,495
	Developmental Disabilities	348	-	540	-	256,777	257,665
	Job and Family Services/ Children Services Agency	51,282	30,160	19,710	1,730	424,255	527,137
	Mental Health	-	-	-	-	16,281	16,281
	Other Governmental	418,831	-	48,597	-	594,042	1,061,470
	Sewer	149,859	-	-	-	111,604	261,463
	Water	152,368	-	-	-	79,640	232,008
	GSC Parking Facility	-	-	-	-	1,443	1,443
	Internal Service	-	-	-	-	2,627	2,627
	Total	\$ 772,688	\$ 30,160	\$ 121,310	\$ 1,730	\$ 2,524,701	\$ 3,450,589

Advances From/Advances To balances at December 31, 2009 consist of the following individual fund receivables and payables:

		Advances From
		General
Advances To	Other Governmental Funds	\$269,040
	Internal Service Funds	100,000
	Total	\$369,040

**BUTLER COUNTY, OHIO**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2009**

---

**NOTE 18 - INTERFUND BALANCES AND ACTIVITY (continued)**

Transfers are used to move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them and use unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

All balances in the Due From/Due To schedule resulted from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, (3) payments between funds are made, and (4) internal service fund billing to other County funds.

The balance of \$369,040 due to the General Fund for advances to other Governmental Funds and the Internal Service Fund results from cash flow issues in those funds. The amounts reported as Due From/Due to Other Funds are expected to be repaid within one year; the advances are not.

**NOTE 19 - WATER RATE AGREEMENT**

Litigation between the County and the City of Hamilton (the "City") regarding a 1989 water agreement was settled in 2002, whereby the existing water agreement was terminated and replaced with a new water agreement effective for the period July 1, 2002 through December 31, 2021. Under the terms of the agreement, the County (1) paid the City \$35 million and financed the payment by issuing debt related to certain capital improvements made to its water system, and (2) agreed to purchase from the City a minimum water supply of eight million gallons per day through December 31, 2021. In exchange, the City agreed to reduce the rate charged to the County for water from \$3.28 per thousand gallons to a two-tier rate structure based on a Tier A rate of \$2.15 per thousand gallons (adjusted annually using an agreed-upon inflation index) for the first eight million gallons of water purchased daily, and a Tier B rate of \$1.07 per thousand gallons. Effective July 1, 2008 the City increased the Tier A water rate charged to the County to \$2.49 per thousand gallons and the tier B rate was increased to \$1.59 per thousand gallons.

Several factors emanating from this new water agreement have provided the County with more flexibility in servicing customers as well as the potential to realize significant savings during the life of the agreement. While the County has secured a steady water supply through at least 2021, it now has the ability to build and operate its own water plant by 2010, if desired, as well as the ability to consider sources of water other than the City of Hamilton for better water rates over the eight million gallon per day minimum, and to sell water to customers outside the County's water district.

**BUTLER COUNTY, OHIO**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2009**

---

NOTE 19 - WATER RATE AGREEMENT (continued)

The new agreement has also provided the County with a more favorable rate structure for water purchases. The County recorded an asset in the amount of \$34,810,695, as "Depreciable Capital Assets, Net". This amount represents the purchase of future water rights. In 2009, the County amortized \$1,740,535 using the straight-line depreciation method, leaving \$22,626,950 in the statement of net assets. This asset was recorded as deferred charges for water rate stabilization prior to the implementation of GASB statement 51. See Note 3 for additional disclosure.

NOTE 20 - 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 representatives. These audits could lead to a request for reimbursement to the grantor agency for any expenses disallowed under terms of the grant. Based on prior experience the County believes such disallowances, if any, will be immaterial.

The County is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, in the opinion of the County the resolution of these matters will not have a material adverse effect on the financial condition of the County.

NOTE 21- JOINTLY GOVERNED ORGANIZATIONS/RISK SHARING POOL/INSURANCE PURCHASING POOL/RELATED ORGANIZATIONS

A. BUTLER COUNTY EMERGENCY MANAGEMENT AGENCY

The Butler County Emergency Management Agency is a jointly governed organization among the County, five cities and seven villages created by a countywide agreement with the Butler County Commissioners. The twenty-six members of the advisory council are appointed as follows: one County Commissioner and the chief elected official of each of the thirteen townships, five cities and seven villages. The degree of control exercised by any participating government is limited to its representation on the Board. The Agency does not have any outstanding debt. The County does not have an equity interest in the Agency.

The Agency is not accumulating significant financial resources or experiencing fiscal stress which would cause additional financial benefit to or burden on the County. In 2009, the County contributed \$91,832. Complete financial statements can be obtained from the Emergency Management Agency, 315 High St. Hamilton, OH 45011.

**BUTLER COUNTY, OHIO**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2009**

---

NOTE 21- JOINTLY GOVERNED ORGANIZATIONS/RISK SHARING POOL/INSURANCE PURCHASING POOL/RELATED ORGANIZATIONS (continued)

B. TRANSPORTATION IMPROVEMENT DISTRICT OF BUTLER COUNTY

The Transportation Improvement District, a jointly governed organization, provides the opportunity to construct roads, bridges and accompanying improvements within the County. The Transportation Improvement District Board, which consists of representatives from each of the participating governments, including the County, oversees the operation of the District. Complete financial statements can be obtained from the Transportation Improvement District, 315 High St. 6<sup>th</sup> Floor Hamilton, OH 45011.

C. OHIO KENTUCKY INDIANA REGIONAL COUNCIL OF GOVERNMENTS

The Ohio Kentucky Indiana Regional Council of Governments (OKI), a jointly governed organization, was formed in 1964. OKI is a council of local governments, business organizations and community groups that work together to improve the economic development of the Tri-State.

D. BUTLER/CLERMONT/WARREN WORKFORCE POLICY BOARD

The Butler/Clermont/Warren Workforce Policy Board is a jointly governed organization with 27 board members consisting of representatives from business, education, labor and government. The Butler County Commissioners appoint 2 of the members of the board. The Policy Board is a regional organization developed as a result of the Workforce Investment Act. The role of the Policy Board is to assess the workforce needs of area employers, assess the employment and training needs of job seekers and to identify fiscal and other available resources to meet current and future workforce needs in the region.

E. COMMUNITY-BASED CORRECTIONAL FACILITY

The Community-Based Correctional Facility is a jointly governed organization that provides an alternative to prison incarceration for felony offenders. The Facility is the last step in the continuum of increasing punishment before prison incarceration. The Facility is a minimum-security operation. The Facility's governing board oversees the operations of the organization. Common Pleas Judges from the participating counties comprise a Judicial Advisory Board. The Judicial Advisory Board appoints two-thirds of the members of the Facility Governing Board and advises the Facility's Governing Board regarding Facility matters. The Board includes at least one Common Pleas Court Judge from each participating county. The Facility serves Butler, Clermont, and Warren County.



**BUTLER COUNTY, OHIO**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2009**

---

**NOTE 21- JOINTLY GOVERNED ORGANIZATIONS/RISK SHARING POOL/INSURANCE PURCHASING POOL/RELATED ORGANIZATIONS (continued)**

The Facility's Governing Board has contracted with Talbert House for daily operational functions, a non-profit organization. Talbert House is responsible for essentially all management decisions related to the Facility, subject to the Facility Governing Board's oversight. Complete financial statements can be obtained from the Community-Based Correctional Facility, 5234 State Route 63, Lebanon, OH 45036

**F. COUNTY RISK SHARING AUTHORITY (CORSA)**

The County Risk Sharing Authority (CORSA) is a risk sharing pool made up of 61 counties in Ohio. CORSAs was formed as an Ohio non-profit corporation for the purpose of establishing the CORSAs Insurance/Self-Insurance Program, a group primary and excess insurance/self-insurance and risk management program. Member counties agree to jointly participate in coverage of losses and pay all contributions necessary for the specified insurance coverage provided by CORSAs.

This coverage includes comprehensive general liability, automobile liability, certain property insurance and public officials' errors and omissions liability insurance.

Each member county has one vote on all matters requiring a vote, to be cast by a designated representative. An elected board of not more than nine trustees manages the affairs of the Corporation. Only county commissioners of member counties are eligible to serve on the board. No county may have more than one representative on the board at any time. Each member county's control over the budgeting and financing of CORSAs is limited to its voting authority and any representation it may have on the board of trustees. CORSAs has issued certificates of participation in order to provide adequate cash reserves. The certificates are secured by the member counties' obligations to make coverage payments to CORSAs. The participating counties have no responsibility for the payment of certificates. The County's payment for insurance to CORSAs in 2009 was \$949,530.

**G. COUNTY EMPLOYEE BENEFITS CONSORTIUM OF OHIO, INC. (CEBCO)**

The County purchases commercial health care insurance from the County Employee Benefits Consortium of Ohio, Inc. (CEBCO), an Ohio not-for-profit corporation, and insurance purchasing pool with membership open to Ohio political subdivisions, to collectively pool resources to purchase employee benefits. The entire risk of loss transfers to the commercial insurance carrier.

The business and affairs of the consortium are governed by a board comprised of representatives of counties that participate in the program. Two thirds of the directors are County Commissioners of the member Counties and one third are employees of member Counties. Each member of the

**BUTLER COUNTY, OHIO**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2009**

---

NOTE 21- JOINTLY GOVERNED ORGANIZATIONS/RISK SHARING POOL/INSURANCE PURCHASING POOL/RELATED ORGANIZATIONS (continued)

consortium is entitled to one vote. At all times one director is required to be a member of the board of directors of the County Commissioners Association of Ohio and another is required to be a board member of the County Risk Sharing Authority, Inc.

H. REGIONAL TRANSIT AUTHORITY (RTA)

The Regional Transit Authority (RTA) is a related organization to the County. The County Commissioners are responsible for appointing the board of directors of the RTA; however, the County Commissioners cannot influence the RTA's operations, nor does the RTA represent a potential financial benefit or burden to the County. Although the County does serve as the taxing authority and may issue tax related debt on behalf of the RTA, its role is limited to a ministerial function. Once the RTA determines to present a levy to the voters, including the determination of the rate and duration, the County must place the levy on the ballot. The RTA may issue debt and determine its own budget. Financial information for the RTA may be obtained at 3045 Moser Ct. Hamilton, OH 45011.

I. BUTLER COUNTY CONVENTION AND VISITOR BUREAU

The Butler County Convention and Visitor Bureau is a related organization established to promote economic activity and development through tourism. The County Commissioners appoint fifteen members to serve on the Convention and Visitor Bureau Board. Nine of the Board members represent local community interests. Three members include representatives from existing Convention and Visitor Bureaus already established in the County. The remaining Board members consist of a member from Butler County Metroparks, Butler County Chamber Caucus and a board member recommended by the Commissioners.

The County Commissioners passed a 3% hotel excise tax in August of 2003 pursuant to the regulations in Ohio Revised Code 5739.09. The hotel tax collections are collected by Butler County and can only be distributed to a Convention and Visitor Bureau according to the statute. The County is not required to contribute any of their own resources to the Convention and Visitor Bureau in the event of fiscal stress, nor would Butler County benefit from any significant financial resources of the Butler County Visitor and Convention Bureau. Complete financial statements can be obtained from the Butler County Convention and Visitor Bureau, 315 High Street, Hamilton, OH 45011.

**BUTLER COUNTY, OHIO**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2009**

NOTE 21- JOINTLY GOVERNED ORGANIZATIONS/RISK SHARING POOL/INSURANCE PURCHASING POOL/RELATED ORGANIZATIONS (continued)

J. BUTLER COUNTY PORT AUTHORITY

On July 29, 2004, the Butler County Commissioners established the Butler County Port Authority to undertake various projects that would create or preserve jobs and employment opportunities within the County. The Butler County Port Authority is a related organization of the County. The Port Authority Board consists of 7 voting members of which 4 members must have businesses or places of employment within Butler County. The remaining 3 members of the board need not possess either of the preceding qualifications. The President of the Butler County Transportation Improvement District (BCTID) shall serve as an ex officio member of the Port Authority Board without voting privileges. The Agency is not accumulating significant financial resources or experiencing financial stress which would cause additional financial benefit to or burden on the County. Financial Information for the Butler County Port Authority may be obtained at 315 High Street, Hamilton, OH 45011.

K. METROPARKS OF BUTLER COUNTY

The District Commissioners are appointed by the Probate Judge of the County. The Commissioners adopt their own budget, authorize expenditures, hire and fire staff, and do not rely on the County to finance deficits. Metroparks provides educational programs along with recreational opportunities throughout the year. The County is not financially accountable for the District nor is the District fiscally dependent on the County. The District serves as its own taxing and debt issuance authority and is a related organization of the County. Financial information for the Metroparks of Butler County may be obtained at 2051 Timberman Road, Hamilton, OH 45013.

NOTE 22 - CONSTRUCTION AND OTHER SIGNIFICANT COMMITMENTS

The County has several outstanding contracts for construction and professional services. The following amounts remain on these contracts as of December 31, 2009.

<u>Project/Vendor</u>	<u>Outstanding Balance</u>
Lesourdsville WRF Phase II	\$ 2,099,220
Repair Services Blue Max	1,275,935
Big Monroe	1,125,404
Shaker Creek Relief Sewer	842,637
2008-2009 CI Watermain Replacement	212,116
Water Master Plan Update	146,000
Lesourdsville WRF Phase I	139,822
Yankee Road Watermain Replacement	106,235

Butler County, Ohio  
 Required Supplementary Information  
 Condition Assessment of the County's Infrastructure  
 Reported Using the Modified Approach as Outlined in GASB 34  
 For The Year Ended December 31, 2009

Butler County reports its infrastructure assets using the modified approach as outlined in Governmental Accounting Standards Board (GASB) Statement No. 34. The following disclosures pertain to the conditional assessment and budgeted versus actual expenditures for the preservation of these assets. Data for the conditional assessment is presented in each of the following three sections for 2008, 2007, and 2006. Beginning with reporting year 2009, the County moved to a three year conditional assessment rotation cycle. New conditional assessment information will be disclosed in reporting year 2011.

County Roads

The condition of road pavement is evaluated and measured using a physical condition rating system. This approach assigns a numerical rating to each road, or section thereof, based on the following criteria: age of pavement, date of last surface maintenance, traffic flow and volume, traffic type and availability of funds. The physical condition rating is determined by a committee of experts from the County Engineer's Office based on the criteria below:

Pavement Rating	Condition Rating	Description
1	Excellent	Pavements not in need of maintenance. New condition. Typically pavements 1-4 years old fall into this category. Older pavements with lower traffic counts and low truck traffic also fall into this category.
2	Good	Pavement in need of minor maintenance to restore to Excellent condition. Typically pavements 5-8 years old with high traffic counts or a large percentage of truck traffic.
3	Fair	Pavement in need of major maintenance to restore to Excellent condition. Typically pavements are 9-12 years old.
4	Poor	Pavement in need of major repair or heavy overlays to bring to Excellent condition. Pavements over 12 years old, or with high traffic volume and/or high truck traffic could be rated 4.

It is the County policy that at least 90% of the roadways will have a rating of 3 (Fair) or higher. The County Engineer's Office has implemented a system whereby the total mileage of the roadway in the County will be re-paved on a 12-year rotational basis. Historical data has shown that with yearly inspection and maintenance, the average road of the County will be maintained at a usable level for a 12-year period. Each roadway in the County will be assessed once every three years, with higher emphasis on older and more heavily used pavements.

*The following summarizes the physical condition assessment of county roads as of December 31 for 2008, 2007, and 2006:*

Road Condition	2008		2007		2006	
	Road Miles	% of Total	Road Miles	% of Total	Road Miles	% of Total
Fair or Better	263	96%	256	96%	263	98%
Less than Fair	12	4%	12	4%	4	2%
Total	275	100%	268	100%	267	100%

Butler County, Ohio  
 Required Supplementary Information  
 Condition Assessment of the County's Infrastructure  
 Reported Using the Modified Approach as Outlined in GASB 34  
 For The Year Ended December 31, 2009

The following is a comparison of County budgeted and actual expenditures for preservation of the existing roadways:

Year	Budgeted Expenditures	Actual Expenditures	Difference
2009	\$2,755,258	\$ 2,626,854	\$ 128,404
2008	2,747,701	2,402,175	345,526
2007	12,148,485	3,873,674	8,274,811
2006	8,865,982	6,370,154	2,495,828
2005	2,949,348	2,769,401	179,947

County Bridges

The condition of the County's bridges is determined using a general appraisal and operational status rating which is a conditional coding system developed by the Federal Highway Administration. This system is comprised of ratings for the individual elements of the structure. The primary elements of this appraisal system include the following:

- *bridge decks* (riding surface, roadway approaches, end joints, curbing and sidewalks)
- *superstructures* (side rails, above-road piers and overhead truss)
- *substructures* (undercarriage, piers, footings, abutments and erosion protection)

The Federal Highway Administration has defined specific criteria for each element of the bridge, based on its construction. For each element, a 0-9 rating scale is used, where 4 or less is defined as "poor" condition. The ratings of all elements are combined to summarize the structural condition of a bridge as follows:

Bridge Rating	Condition Rating	Description
9	Excellent	Superior to present desirable criteria.
8	Very Good	Equal to present desirable criteria.
7	Good	Better than present minimum criteria.
6	Satisfactory	Equal to present minimum criteria.
5	Fair	Better than minimum adequacy to tolerate being left in place as is.
4	Poor	Meets minimum tolerable condition requiring high priority to repair.
3	Serious	Basically intolerable condition requiring high priority to repair.
2	Critical	Basically intolerable condition requiring high priority of replacement.
1	Imminent Failure	Immediate repair necessary to put back into service.
0	Closed	Bridge closed.

Butler County, Ohio  
 Required Supplementary Information  
 Condition Assessment of the County's Infrastructure  
 Reported Using the Modified Approach as Outlined in GASB 34  
 For The Year Ended December 31, 2009

It is the County policy to maintain the bridge system in the County where 85% of the structures have a general appraisal summary of 5 (Fair) condition or higher. The following is a summary of the conditional assessment for bridges as of December 31 for 2008, 2007, and 2006:

Bridge Condition	2008		2007		2006	
	Number of Bridges	% of Total	Number of Bridges	% of Total	Number of Bridges	% of Total
Fair or Better	357	90%	345	92%	341	92%
Less than Fair	38	10%	31	8%	30	8%
Total	395	100%	376	100%	371	100%

The following is a comparison of County budgeted and actual expenditures for preservation of the existing bridges:

Year	Budgeted Expenditures	Actual Expenditures	Difference
2009	\$6,672,617	\$5,310,974	\$1,361,643
2008	\$8,232,687	\$7,300,786	\$931,901
2007	3,253,089	2,891,296	361,793
2006	984,612	590,306	394,306
2005	1,810,823	1,496,159	314,664

County Culverts

The Butler County Engineer maintains a culvert inventory system. All culverts are inspected every three years with any critical structure being inspected as needed, as per the Engineer's internal policy. A committee of experts from the County Engineer's Office determines the condition rating, and a general appraisal of the condition is categorized as follows:

Culvert Rating	Condition Rating	Description
1	Good	No repair required.
2	Fair	Minor deficiency, culvert still functioning as designed.
3	Poor	Major deficiency, culvert in need of repair to continue functioning as designed.
4	Critical	Culvert no longer functioning as designed.

Butler County, Ohio  
 Required Supplementary Information  
 Condition Assessment of the County's Infrastructure  
 Reported Using the Modified Approach as Outlined in GASB 34  
 For The Year Ended December 31, 2009

*It is the goal of the Butler County Engineer to maintain 75% of culverts in a condition of 2-Fair or better. The following is a summary of the conditional assessment for culverts as of December 31 for 2008, 2007, and 2006:*

<i>Culvert Condition</i>	<i>2008</i>		<i>2007</i>		<i>2006</i>	
	<i>Number of Culverts</i>	<i>% of Total</i>	<i>Number of Culverts</i>	<i>% of Total</i>	<i>Number of Culverts</i>	<i>% of Total</i>
<i>Fair or Better</i>	836	79%	855	80%	817	80%
<i>Less than Fair</i>	226	21%	217	20%	202	20%
<i>Total</i>	1062	100%	1072	100%	1019	100%

The following is a comparison of County budgeted and actual expenditures for preservation of the existing culverts:

<i>Year</i>	<i>Budgeted Expenditures</i>	<i>Actual Expenditures</i>	<i>Difference</i>
2009	\$204,160	\$121,563	\$82,597
2008	\$152,429	\$83,107	\$69,322
2007	249,236	188,099	61,137
2006	187,361	145,231	42,130
2005	1,297,972	1,297,636	336

**(This Page Intentionally Left Blank)**



**Combining Statements and  
Individual Fund Schedules**

## **Combining Statements – Nonmajor Governmental Funds**

### **Nonmajor Special Revenue Funds**

**Special Revenue funds are used to account for the proceeds of specific revenue sources (other than capital projects) that are legally restricted to expenditure for specified purposes. The following are descriptions of each nonmajor special revenue fund:**

**Real Estate Assessment – To account for State mandated county-wide real estate reappraisals that are funded by charges to the County’s political subdivisions.**

**All Other Legislative and Executive – To account for all other Legislative and Executive activities not presented on an individual basis.**

**All Other Judicial – To account for all other Judicial activities not presented on an individual basis.**

**All Other Public Safety – To account for all other Public Safety activities not presented on an individual basis.**

**Child Support Enforcement – To account for the poundage fees collected by the Bureau of Child Support that are restricted by State statute to finance the operation of the Child Support Enforcement Agency.**

**All Other Conservation and Recreation – To account for fees collected on permits by the County to finance erosion and sediment control activities.**

**All Other Public Works – To account for all other Public Works activities not presented on an individual basis.**

**Alcohol and Drug Addiction – To account for Federal and State grants that are used to pay the costs of contracts with local agencies that provide services to the public.**

**Motor Vehicle – To account for the revenues derived from motor vehicle licenses and gasoline taxes. Expenditures in this special revenue fund are restricted by State law to County roads and bridge repair/improvement programs.**

**All Other Health – To account for all other Health activities not presented on an individual basis.**

**County Care Facility – To account for the collection of medicaid and fees from residents’ families for the operations of the County Home.**

**(Continued)**

### **Nonmajor Special Revenue Funds**

**Elderly Services Levy – To account for a county-wide property tax and the expenditure of those funds.**

**All Other Human Services – To account for all other Human Services activities not presented on an individual basis.**

### **Nonmajor Capital Projects Funds**

**Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by the Proprietary funds). The following are descriptions of each nonmajor capital projects fund:**

**Technology – To account for the financing and related cost of County technology activities.**

**Other Capital Improvements – To account for all other capital improvements not presented on an individual basis.**

**Road Improvements – To account for projects related to the construction of roads.**

**Buildings Construction and Renovations – To account for improvements and new construction of buildings.**

### **Nonmajor Bond Retirement Fund**

**The Bond Retirement Fund is used to account for proceeds and payments on Butler County bonds. The County's Bond Retirement Fund accounts for financing and related costs of issuing and paying County bonds.**

**(This Page Intentionally Left Blank)**

Butler County, Ohio  
Combining Balance Sheet  
Nonmajor Governmental Funds  
December 31, 2009

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Nonmajor Bond Retirement Fund	Total Nonmajor Governmental Funds
<b>Assets</b>				
Equity in Pooled Cash and Cash Equivalents	\$ 44,622,430	\$ 255,132	\$ 1,054,489	\$ 45,932,051
Cash and Cash Equivalents:				
In Segregated Accounts	563,943	-	-	563,943
Receivables:				
Property Taxes	8,827,912	-	-	8,827,912
Other Local Taxes	258,430	-	-	258,430
Accounts	159,198	-	-	159,198
Due from Other Governments	21,496,199	-	-	21,496,199
Special Assessments	1,541,175	-	9,566,639	11,107,814
Loans	611,129	-	-	611,129
Due from Other Funds	121,310	-	-	121,310
Prepaid Items	123,087	-	-	123,087
Materials and Supplies Inventory	644,330	-	-	644,330
<b>Total Assets</b>	<b>\$ 78,969,143</b>	<b>\$ 255,132</b>	<b>\$ 10,621,128</b>	<b>\$ 89,845,403</b>
<b>Liabilities and Fund Balances</b>				
<b>Liabilities:</b>				
Accounts Payable	\$ 1,728,975	\$ -	\$ -	\$ 1,728,975
Contracts Payable	415,609	159,821	-	575,430
Accrued Wages and Benefits Payable	1,280,257	-	-	1,280,257
Matured Compensated Absences Payable	1,225	-	-	1,225
Retainage Payable	33,960	-	-	33,960
Due to Other Funds	1,061,470	-	-	1,061,470
Due to Other Governments	179,795	-	-	179,795
Deferred Revenue	28,971,530	-	9,566,639	38,538,169
Advances from Other Funds	215,040	54,000	-	269,040
Matured Bonds Payable	-	-	13,250	13,250
Matured Interest Payable	-	-	5,543	5,543
Accrued Interest Payable	10,307	81,233	-	91,540
Notes Payable	2,025,000	15,065,000	-	17,090,000
<b>Total Liabilities</b>	<b>35,923,168</b>	<b>15,360,054</b>	<b>9,585,432</b>	<b>60,868,654</b>
<b>Fund Balances</b>				
Reserved for Encumbrances	365,409	-	-	365,409
Reserved for Loans	320,966	-	-	320,966
Unreserved, Undesignated, Reported in:				
Special Revenue Funds	42,359,600	-	-	42,359,600
Debt Service Fund	-	-	1,035,696	1,035,696
Capital Projects Funds (Deficit)	-	(15,104,922)	-	(15,104,922)
<b>Total Fund Balances (Deficit)</b>	<b>43,045,975</b>	<b>(15,104,922)</b>	<b>1,035,696</b>	<b>28,976,749</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 78,969,143</b>	<b>\$ 255,132</b>	<b>\$ 10,621,128</b>	<b>\$ 89,845,403</b>

Butler County, Ohio  
Combining Balance Sheet  
Nonmajor Special Revenue Funds  
December 31, 2009

	Real Estate Assessment	All Other Legislative and Executive	All Other Judicial	All Other Public Safety	Child Support Enforcement
<b>Assets</b>					
Equity in Pooled Cash and Cash Equivalents	\$ 660,414	\$ 3,517,703	\$ 2,543,304	\$ 3,215,786	\$ 635,449
Cash and Cash Equivalents:					
In Segregated Accounts	-	246,321	260,246	34,131	146
Receivables:					
Property Taxes	-	175,078	-	-	-
Other Local Taxes	-	-	-	-	-
Accounts	-	-	13,161	18,728	-
Due from Other Governments	-	6,271	255,091	2,560,371	1,874,550
Special Assessments	-	-	-	-	-
Loans	-	-	-	-	-
Due from Other Funds	-	-	-	64,391	-
Prepaid Items	2,320	30,162	36,793	1,481	3,728
Materials and Supplies Inventory	2,007	1,237	1,469	55,748	1,125
<b>Total Assets</b>	<b>664,741</b>	<b>3,976,772</b>	<b>3,110,064</b>	<b>5,950,636</b>	<b>2,514,998</b>
<b>Liabilities and Fund Balances</b>					
<b>Liabilities:</b>					
Accounts Payable	8,466	27,334	29,103	151,575	2,132
Contracts Payable	-	-	-	-	-
Accrued Wages and Benefits Payable	79,198	94,230	73,038	326,974	167,007
Matured Compensated Absences Payable	651	574	-	-	-
Retainage Payable	-	-	-	-	-
Due to Other Funds	39,762	39,329	41,998	190,509	227,836
Due to Other Governments	-	-	-	7,134	770
Deferred Revenue	-	175,078	252,546	1,907,285	1,613,273
Advances from Other Funds	-	-	25,002	-	-
Accrued Interest Payable	-	-	-	-	-
Notes Payable	-	-	-	-	-
<b>Total Liabilities</b>	<b>128,077</b>	<b>336,545</b>	<b>421,687</b>	<b>2,583,477</b>	<b>2,011,018</b>
<b>Fund Balances</b>					
Reserved for Encumbrances	29,780	16,085	29,650	26,130	33,728
Reserved for Loans	-	-	-	-	-
Unreserved, Undesignated, Reported in:					
Special Revenue Funds (Deficit)	506,884	3,624,142	2,658,727	3,341,029	470,252
<b>Total Fund Balances (Deficit)</b>	<b>536,664</b>	<b>3,640,227</b>	<b>2,688,377</b>	<b>3,367,159</b>	<b>503,980</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 664,741</b>	<b>\$ 3,976,772</b>	<b>\$ 3,110,064</b>	<b>\$ 5,950,636</b>	<b>\$ 2,514,998</b>

All Other Conservation and Recreation	All Other Public Works	Alcohol and Drug Addiction	Motor Vehicle	All Other Health
\$ 13,300	\$ 7,880,481	\$ 1,399,300	\$ 6,662,692	\$ 235,352
-	4,025	-	18,590	460
-	-	-	-	-
-	-	-	258,430	-
-	78,763	-	48,546	-
-	7,199,909	2,028,609	7,062,924	1,778
-	1,533,083	-	8,092	-
-	611,129	-	-	-
-	-	1,463	43,897	-
-	8,062	13,024	17,632	227
-	192	501	566,172	679
<u>13,300</u>	<u>17,315,644</u>	<u>3,442,897</u>	<u>14,686,975</u>	<u>238,496</u>
-	80,673	223,137	114,717	955
-	126,518	-	289,091	-
-	54,089	18,252	199,815	9,601
-	-	-	-	-
-	33,960	-	-	-
-	80,256	9,235	122,404	6,519
-	156,676	-	1,245	-
-	8,810,288	1,722,373	5,806,477	-
-	69,900	97,600	-	-
-	9,467	-	840	-
-	1,860,000	-	165,000	-
<u>-</u>	<u>11,281,827</u>	<u>2,070,597</u>	<u>6,699,589</u>	<u>17,075</u>
-	23,934	52,386	140,331	1,754
-	320,966	-	-	-
<u>13,300</u>	<u>5,688,917</u>	<u>1,319,914</u>	<u>7,847,055</u>	<u>219,667</u>
<u>13,300</u>	<u>6,033,817</u>	<u>1,372,300</u>	<u>7,987,386</u>	<u>221,421</u>
<u>\$ 13,300</u>	<u>\$ 17,315,644</u>	<u>\$ 3,442,897</u>	<u>\$ 14,686,975</u>	<u>\$ 238,496</u>

(Continued)

Butler County, Ohio  
Combining Balance Sheet  
Nonmajor Special Revenue Funds (Continued)  
December 31, 2009

	County Care Facility	Elderly Services Levy	All Other Human Services	Total Nonmajor Special Revenue Funds
<b>Assets</b>				
Equity in Pooled Cash and Cash Equivalents	\$ 642,153	\$ 17,185,498	\$ 30,998	\$ 44,622,430
Cash and Cash Equivalents:				
In Segregated Accounts	24	-	-	563,943
Receivables:				
Property Taxes	-	8,652,834	-	8,827,912
Other Local Taxes	-	-	-	258,430
Accounts	-	-	-	159,198
Due from Other Governments	473,815	-	32,881	21,496,199
Special Assessments	-	-	-	1,541,175
Loans	-	-	-	611,129
Due from Other Funds	11,559	-	-	121,310
Prepaid Items	9,658	-	-	123,087
Materials and Supplies Inventory	15,146	-	54	644,330
<b>Total Assets</b>	<u>1,152,355</u>	<u>25,838,332</u>	<u>63,933</u>	<u>78,969,143</u>
<b>Liabilities and Fund Balances</b>				
<b>Liabilities:</b>				
Accounts Payable	104,655	986,228	-	1,728,975
Contracts Payable	-	-	-	415,609
Accrued Wages and Benefits Payable	248,626	-	9,427	1,280,257
Matured Compensated Absences Payable	-	-	-	1,225
Retainage Payable	-	-	-	33,960
Due to Other Funds	293,828	-	9,794	1,061,470
Due to Other Governments	13,970	-	-	179,795
Deferred Revenue	2,381	8,652,834	28,995	28,971,530
Advances from Other Funds	-	-	22,538	215,040
Accrued Interest Payable	-	-	-	10,307
Notes Payable	-	-	-	2,025,000
<b>Total Liabilities</b>	<u>663,460</u>	<u>9,639,062</u>	<u>70,754</u>	<u>35,923,168</u>
<b>Fund Balances</b>				
Reserved for Encumbrances	5,883	5,748	-	365,409
Reserved for Loans	-	-	-	320,966
Unreserved, Undesignated, Reported in:				
Special Revenue Funds (Deficit)	483,012	16,193,522	(6,821)	42,359,600
<b>Total Fund Balances (Deficit)</b>	<u>488,895</u>	<u>16,199,270</u>	<u>(6,821)</u>	<u>43,045,975</u>
<b>Total Liabilities and Fund Balances</b>	<u>\$ 1,152,355</u>	<u>\$ 25,838,332</u>	<u>\$ 63,933</u>	<u>\$ 78,969,143</u>



Butler County, Ohio  
Combining Balance Sheet  
Nonmajor Capital Projects Funds  
December 31, 2009

	Technology	Other Capital Improvements	Road Improvements	Buildings Construction and Renovations	Total Nonmajor Capital Projects Funds
<b>Assets</b>					
Equity in Pooled Cash and Cash Equivalents	\$ -	\$ 809	\$ -	\$ 254,323	\$ 255,132
<b>Liabilities and Fund Balances</b>					
<b>Liabilities:</b>					
Contracts Payable	-	-	-	159,821	159,821
Advances from Other Funds	-	54,000	-	-	54,000
Accrued Interest Payable	18,779	-	-	62,454	81,233
Notes Payable	2,795,000	-	-	12,270,000	15,065,000
<b>Total Liabilities</b>	<b>2,813,779</b>	<b>54,000</b>	<b>-</b>	<b>12,492,275</b>	<b>15,360,054</b>
<b>Fund Balances</b>					
Unreserved, Undesignated, Reported in: Capital Projects Funds (Deficit)	(2,813,779)	(53,191)	-	(12,237,952)	(15,104,922)
<b>Total Liabilities and Fund Balances</b>	<b>\$ -</b>	<b>\$ 809</b>	<b>\$ -</b>	<b>\$ 254,323</b>	<b>\$ 255,132</b>

**Butler County, Ohio**  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balances**  
**Nonmajor Governmental Funds**  
**For the Year Ended December 31, 2009**

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Nonmajor Debt Service Fund	Total Nonmajor Governmental Funds
<b>Revenues</b>				
Property Taxes	\$ 9,368,268	\$ -	\$ -	\$ 9,368,268
Other Local Taxes	2,430,185	-	-	2,430,185
Charges for Services	19,459,775	-	-	19,459,775
Licenses and Permits	675,578	-	-	675,578
Fines and Forfeitures	383,009	-	-	383,009
Intergovernmental	37,995,945	3,704,604	-	41,700,549
Special Assessments	1,607,830	-	978,741	2,586,571
Payments in Lieu of Taxes	14,529	-	-	14,529
Interest	25,482	3,745	536,994	566,221
Other	405,177	26,940	-	432,117
<b>Total Revenues</b>	<b>72,365,778</b>	<b>3,735,289</b>	<b>1,515,735</b>	<b>77,616,802</b>
<b>Expenditures</b>				
<b>Current:</b>				
<b>General Government:</b>				
Legislative and Executive	5,643,868	21,794	-	5,665,662
Judicial	2,603,505	3,514	-	2,607,019
Public Safety	8,822,312	2,237	-	8,824,549
Public Works	20,982,035	3,439,917	-	24,421,952
Health	5,799,602	11,925	-	5,811,527
Human Services	24,772,830	-	-	24,772,830
Conservation and Recreation	67,714	-	-	67,714
Capital Outlay	-	2,388,023	-	2,388,023
<b>Debt Service:</b>				
Principal Retirement	146,168	-	1,323,200	1,469,368
Interest and Fiscal Charges	69,481	306,905	1,053,971	1,430,357
<b>Total Expenditures</b>	<b>68,907,515</b>	<b>6,174,315</b>	<b>2,377,171</b>	<b>77,459,001</b>
<b>Excess of Revenues Over (Under) Expenditures</b>	<b>3,458,263</b>	<b>(2,439,026)</b>	<b>(861,436)</b>	<b>157,801</b>
<b>Other Financing Sources (Uses):</b>				
Proceeds of Loans	-	486,737	-	486,737
Transfers - In	728,662	381,087	589,291	1,699,040
Transfers - Out	(332)	-	-	(332)
<b>Total Other Financing Sources (Uses)</b>	<b>728,330</b>	<b>867,824</b>	<b>589,291</b>	<b>2,185,445</b>
<b>Net Change in Fund Balance</b>	<b>4,186,593</b>	<b>(1,571,202)</b>	<b>(272,145)</b>	<b>2,343,246</b>
<b>Fund Balances (Deficit) at Beginning of Year</b>	<b>38,859,382</b>	<b>(13,533,720)</b>	<b>1,307,841</b>	<b>26,633,503</b>
<b>Fund Balances (Deficit) at End of Year</b>	<b>\$ 43,045,975</b>	<b>\$ (15,104,922)</b>	<b>\$ 1,035,696</b>	<b>\$ 28,976,749</b>

**(This Page Intentionally Left Blank)**

Butler County, Ohio  
Combining Statement of Revenues, Expenditures  
and Changes in Fund Balances  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2009

	Real Estate Assessment	All Other Legislative and Executive	All Other Judicial	All Other Public Safety	Child Support Enforcement
Revenues					
Property Taxes	\$ -	\$ 435,215	\$ -	\$ -	\$ -
Other Local Taxes	-	-	-	-	-
Charges for Services	3,334,039	3,185,203	2,636,989	5,025,095	1,092,105
Licenses and Permits	-	-	-	164,451	-
Fines and Forfeitures	-	-	56,089	2,969	-
Intergovernmental	-	605,009	77,454	4,421,917	4,642,009
Special Assessments	-	-	-	-	-
Payments in Lieu of Taxes	-	-	-	-	-
Interest	-	7,013	-	-	-
Other	60	28,351	9,079	68,905	2,219
Total Revenues	<u>3,334,099</u>	<u>4,260,791</u>	<u>2,779,611</u>	<u>9,683,337</u>	<u>5,736,333</u>
Expenditures					
Current:					
General Government:					
Legislative and Executive	2,370,784	3,273,084	-	-	-
Judicial	-	-	2,603,505	-	-
Public Safety	-	-	-	8,822,312	-
Public Works	-	-	-	-	-
Health	-	-	-	-	-
Human Services	-	-	-	-	5,777,098
Conservation and Recreation	-	-	-	-	-
Debt Service:					
Principal Retirement	-	-	-	-	-
Interest and Fiscal Charges	-	-	-	-	-
Total Expenditures	<u>2,370,784</u>	<u>3,273,084</u>	<u>2,603,505</u>	<u>8,822,312</u>	<u>5,777,098</u>
Excess of Revenues Over (Under) Expenditures	<u>963,315</u>	<u>987,707</u>	<u>176,106</u>	<u>861,025</u>	<u>(40,765)</u>
Other Financing Sources (Uses)					
Transfers - In	-	522	-	164,810	-
Transfers - Out	-	(332)	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>190</u>	<u>-</u>	<u>164,810</u>	<u>-</u>
Net Change in Fund Balance	963,315	987,897	176,106	1,025,835	(40,765)
Fund Balances (Deficit) at Beginning of Year	<u>(426,651)</u>	<u>2,652,330</u>	<u>2,512,271</u>	<u>2,341,324</u>	<u>544,745</u>
Fund Balances (Deficit) at End of Year	<u>\$ 536,664</u>	<u>\$ 3,640,227</u>	<u>\$ 2,688,377</u>	<u>\$ 3,367,159</u>	<u>\$ 503,980</u>

All Other Conservation and Recreation	All Other Public Works	Alcohol and Drug Addiction	Motor Vehicle	All Other Health
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	2,430,185	-
13,620	1,095,777	85,843	1,014,325	16,918
-	-	-	-	511,127
-	-	-	297,668	26,283
-	2,419,359	5,094,471	13,691,910	2,000
-	1,603,759	-	4,071	-
-	-	-	-	-
-	18,469	-	-	-
-	15,105	800	261,883	2,175
<u>13,620</u>	<u>5,152,469</u>	<u>5,181,114</u>	<u>17,700,042</u>	<u>558,503</u>
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	4,985,288	-	15,996,747	-
-	-	5,280,835	-	518,767
-	-	-	-	-
67,714	-	-	-	-
-	-	-	136,217	-
-	51,134	-	17,918	-
<u>67,714</u>	<u>5,036,422</u>	<u>5,280,835</u>	<u>16,150,882</u>	<u>518,767</u>
<u>(54,094)</u>	<u>116,047</u>	<u>(99,721)</u>	<u>1,549,160</u>	<u>39,736</u>
-	396,468	110,000	-	-
-	-	-	-	-
-	<u>396,468</u>	<u>110,000</u>	-	-
(54,094)	512,515	10,279	1,549,160	39,736
67,394	5,521,302	1,362,021	6,438,226	181,685
<u>\$ 13,300</u>	<u>\$ 6,033,817</u>	<u>\$ 1,372,300</u>	<u>\$ 7,987,386</u>	<u>\$ 221,421</u>

(Continued)

Butler County, Ohio  
Combining Statement of Revenues, Expenditures  
and Changes in Fund Balances  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2009 (Continued)

	County Care Facility	Elderly Services Levy	All Other Human Services	Total Nonmajor Special Revenue Funds
Revenues				
Property Taxes	\$ -	\$ 8,933,053	\$ -	\$ 9,368,268
Other Local Taxes	-	-	-	2,430,185
Charges for Services	1,959,861	-	-	19,459,775
Licenses and Permits	-	-	-	675,578
Fines and Forfeitures	-	-	-	383,009
Intergovernmental	5,866,039	1,014,395	161,382	37,995,945
Special Assessments	-	-	-	1,607,830
Payments in Lieu of Taxes	-	14,529	-	14,529
Interest	-	-	-	25,482
Other	15,707	-	893	405,177
Total Revenues	<u>7,841,607</u>	<u>9,961,977</u>	<u>162,275</u>	<u>72,365,778</u>
Expenditures				
Current:				
General Government				
Legislative and Executive	-	-	-	5,643,868
Judicial	-	-	-	2,603,505
Public Safety	-	-	-	8,822,312
Public Works	-	-	-	20,982,035
Health	-	-	-	5,799,602
Human Services	7,562,088	11,195,616	238,028	24,772,830
Conservation and Recreation	-	-	-	67,714
Debt Service:				
Principal Retirement	9,951	-	-	146,168
Interest and Fiscal Charges	429	-	-	69,481
Total Expenditures	<u>7,572,468</u>	<u>11,195,616</u>	<u>238,028</u>	<u>68,907,515</u>
Excess of Revenues Over (Under) Expenditures	<u>269,139</u>	<u>(1,233,639)</u>	<u>(75,753)</u>	<u>3,458,263</u>
Other Financing Sources (Uses)				
Transfers - In	-	-	56,862	728,662
Transfers - Out	-	-	-	(332)
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>56,862</u>	<u>728,330</u>
Net Change in Fund Balance	269,139	(1,233,639)	(18,891)	4,186,593
Fund Balances (Deficit) at Beginning of Year	<u>219,756</u>	<u>17,432,909</u>	<u>12,070</u>	<u>38,859,382</u>
Fund Balances (Deficit) at End of Year	<u>\$ 488,895</u>	<u>\$ 16,199,270</u>	<u>\$ (6,821)</u>	<u>\$ 43,045,975</u>

Butler County, Ohio  
 Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
 Nonmajor Capital Projects Funds  
 For the Year Ended December 31, 2009

	Technology	Other Capital Improvements	Road Improvements	Buildings Construction and Renovations	Total Nonmajor Capital Projects Funds
<b>Revenues</b>					
Intergovernmental	\$ -	\$ 125,627	\$ 3,578,977	\$ -	\$ 3,704,604
Interest	-	-	-	3,745	3,745
Other	-	2,674	-	24,266	26,940
<b>Total Revenues</b>	<b>-</b>	<b>128,301</b>	<b>3,578,977</b>	<b>28,011</b>	<b>3,735,289</b>
<b>Expenditures</b>					
<b>Current:</b>					
<b>General Government:</b>					
Legislative and Executive	-	-	-	21,794	21,794
Judicial	-	3,514	-	-	3,514
Public Safety	-	2,237	-	-	2,237
Public Works	-	-	3,439,917	-	3,439,917
Health	-	11,925	-	-	11,925
Capital Outlay	-	338,540	-	2,049,483	2,388,023
<b>Debt Service:</b>					
Interest and Fiscal Charges	88,728	-	-	218,177	306,905
<b>Total Expenditures</b>	<b>88,728</b>	<b>356,216</b>	<b>3,439,917</b>	<b>2,289,454</b>	<b>6,174,315</b>
<b>Excess of Revenues Over (Under) Expenditures</b>	<b>(88,728)</b>	<b>(227,915)</b>	<b>139,060</b>	<b>(2,261,443)</b>	<b>(2,439,026)</b>
<b>Other Financing Sources:</b>					
Proceeds of Loans	-	-	486,737	-	486,737
Transfers-In	272,672	15,000	-	93,415	381,087
<b>Total Other Financing Sources</b>	<b>272,672</b>	<b>15,000</b>	<b>486,737</b>	<b>93,415</b>	<b>867,824</b>
<b>Net Change in Fund Balance</b>	<b>183,944</b>	<b>(212,915)</b>	<b>625,797</b>	<b>(2,168,028)</b>	<b>(1,571,202)</b>
<b>Fund Balances (Deficit) at Beginning of Year</b>	<b>(2,997,723)</b>	<b>159,724</b>	<b>(625,797)</b>	<b>(10,069,924)</b>	<b>(13,533,720)</b>
<b>Fund Balances (Deficit) at End of Year</b>	<b>\$ (2,813,779)</b>	<b>\$ (53,191)</b>	<b>\$ -</b>	<b>\$ (12,237,952)</b>	<b>\$ (15,104,922)</b>

## **INTERNAL SERVICE FUNDS**

The Internal Service Funds are used to account for the financing of services provided by one department or agency to other departments or agencies of the County, or to other governmental units, on a cost-reimbursement basis. The following are descriptions of each Internal Service Fund:

**Health Insurance – To account for monies received from governmental and proprietary funds and regional governmental agencies to pay for the actual expense of medical, dental and life insurance costs for employees.**

**Workers' Compensation – To account for funds received from governmental and proprietary funds and regional governmental agencies to pay for the actual expense of workers' compensation benefits.**

**County Fuel Depot – To account for funds received from governmental and proprietary funds to pay for the actual expenses of operating the County gas facility.**



Butler County, Ohio  
Combining Statement of Fund Net Assets  
Internal Service Funds  
December 31, 2009

	Health Insurance	Workers' Compensation	County Fuel Depot	Total
<b>Assets</b>				
<b>Current Assets</b>				
Equity in Pooled Cash and Cash Equivalents	\$ 689,281	\$ 693,070	\$ 57,484	\$ 1,439,835
<b>Receivables:</b>				
Accounts	-	-	2,980	2,980
Due from Other Funds	-	2,483,711	40,990	2,524,701
Prepaid Items	-	816	-	816
Materials and Supplies Inventory	-	-	30,401	30,401
<b>Total Assets</b>	<b>689,281</b>	<b>3,177,597</b>	<b>131,855</b>	<b>3,998,733</b>
<b>Liabilities</b>				
<b>Current Liabilities</b>				
Accounts Payable	\$ 1,880	\$ -	\$ -	\$ 1,880
Accrued Wages and Benefits Payable	5,382	9,923	-	15,305
Due to Other Funds	2,627	-	-	2,627
Due to Other Governments	-	782,417	-	782,417
Claims Payable	-	852,491	-	852,491
Compensated Absences Payable	3,696	6,002	-	9,698
<b>Total Current Liabilities</b>	<b>13,585</b>	<b>1,650,833</b>	<b>-</b>	<b>1,664,418</b>
<b>Non-Current Liabilities</b>				
Advances from Other Funds	-	-	100,000	100,000
Claims Payable	-	1,850,305	-	1,850,305
Compensated Absences Payable	7,064	10,993	-	18,057
<b>Total Non-Current Liabilities</b>	<b>7,064</b>	<b>1,861,298</b>	<b>100,000</b>	<b>1,968,362</b>
<b>Total Liabilities</b>	<b>20,649</b>	<b>3,512,131</b>	<b>100,000</b>	<b>3,632,780</b>
<b>Total Net Assets (Deficit)</b>	<b>\$ 668,632</b>	<b>\$ (334,534)</b>	<b>\$ 31,855</b>	<b>\$ 365,953</b>

Butler County, Ohio  
Combining Statement of Revenues,  
Expenses and Changes in Fund Net Assets  
Internal Service Funds  
For the Year Ended December 31, 2009

	Health Insurance	Workers' Compensation	County Fuel Depot	Total
Operating Revenues				
Charges for Services	\$ 14,519,834	\$ 2,547,608	\$ 433,771	\$ 17,501,213
Other Operating Revenues	748	-	-	748
Total Operating Revenues	14,520,582	2,547,608	433,771	17,501,961
Operating Expenses				
Personal Services	137,205	282,394	-	419,599
Contractual Services	14,249,990	906,504	7,624	15,164,118
Claims and Judgments	-	790,716	-	790,716
Materials and Supplies	2,721	-	533,171	535,892
Other	1,511	-	-	1,511
Total Operating Expenses	14,391,427	1,979,614	540,795	16,911,836
Operating Income (Loss)	129,155	567,994	(107,024)	590,125
Other Non-Operating Revenues	44,612	17,734	-	62,346
Change in Net Assets	173,767	585,728	(107,024)	652,471
Net Assets (Deficit) at Beginning of Year	494,865	(920,262)	138,879	(286,518)
Net Assets (Deficit) at End of Year	\$ 668,632	\$ (334,534)	\$ 31,855	\$ 365,953

**Butler County**  
**Combining Statement of Cash Flows**  
**Internal Service Funds**  
**For the Year Ended December 31, 2009**

	Health Insurance	Workers' Compensation	County Fuel Depot	Totals
<u>Increase (Decrease) in Cash and Cash Equivalents:</u>				
<u>Cash Flows from Operating Activities:</u>				
Cash Paid to Suppliers	\$ (14,262,202)	\$ (1,016,039)	\$ (553,302)	\$ (15,831,543)
Cash Paid to Employees	(137,442)	(303,778)	-	(441,220)
Cash Received from Interfund Services Provided	14,520,582	2,137,004	609,155	17,266,741
Other Non-Operating Revenues	44,612	17,734	-	62,346
Cash Paid for Claims	-	(857,132)	-	(857,132)
Net Cash Provided by (Used for) Operating Activities	<u>165,550</u>	<u>(22,211)</u>	<u>55,853</u>	<u>199,192</u>
<u>Cash Flows from Noncapital Financing Activities:</u>				
Repayment of Short-Term Advances from Other Funds	-	-	(150,000)	(150,000)
Net Increase (Decrease) in Cash and Cash Equivalents	165,550	(22,211)	(94,147)	49,192
Cash and Cash Equivalents at Beginning of Year	<u>523,731</u>	<u>715,281</u>	<u>151,631</u>	<u>1,390,643</u>
Cash and Cash Equivalents at End of Year	<u>\$ 689,281</u>	<u>\$ 693,070</u>	<u>\$ 57,484</u>	<u>\$ 1,439,835</u>
<u>Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used For) Operating Activities:</u>				
Operating Income (Loss)	<u>\$ 129,155</u>	<u>\$ 567,994</u>	<u>\$ (107,024)</u>	<u>\$ 590,125</u>
<u>Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used For) Operating Activities:</u>				
Other Non-Operating Revenues	44,612	17,734	-	62,346
<u>Changes in Assets and Liabilities:</u>				
Decrease in Accounts Receivable	-	-	10,063	10,063
(Increase) Decrease in Due from Other Funds	-	(410,604)	165,321	(245,283)
Decrease in Accrued Wages and Benefits Payable	(584)	(2,933)	-	(3,517)
Decrease in Accounts Payable	(7,980)	(1,673)	(12,507)	(22,160)
Decrease in Compensated Absences Payable	(277)	(18,451)	-	(18,728)
Increase in Due to Other Funds	624	-	-	624
Decrease in Due to Other Governments	-	(107,862)	-	(107,862)
Decrease in Claims Payable	-	(66,416)	-	(66,416)
Total Adjustments	<u>36,395</u>	<u>(590,205)</u>	<u>162,877</u>	<u>(390,933)</u>
Net Cash Provided by (Used for) Operating Activities	<u>\$ 165,550</u>	<u>\$ (22,211)</u>	<u>\$ 55,853</u>	<u>\$ 199,192</u>

## **AGENCY FUNDS**

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

**Undivided Tax – Accounts for various agency funds used for the collection and distribution of taxes by the County.**

**All Other Agency – Accounts for various individual agency funds combined for reporting purposes.**

**Butler County, Ohio**  
**Combining Statement of Fiduciary Assets and Liabilities**  
**Agency Funds**  
**December 31, 2009**

	Undivided Tax	All Other Agency	Total
<b>Assets</b>			
Equity in Pooled Cash and Cash Equivalents	\$ 12,511,480	\$ 10,322,871	\$ 22,834,351
Cash and Cash Equivalents in Segregated Accounts	29,757	3,868,660	3,898,417
Property Taxes Receivable	365,278,537	-	365,278,537
Special Assessments Receivable	43,137,694	-	43,137,694
Due from Other Governments	13,690,263	268,336	13,958,599
<b>Total Assets</b>	<b>\$ 434,647,731</b>	<b>\$ 14,459,867</b>	<b>\$ 449,107,598</b>
<b>Liabilities</b>			
Undistributed Monies	\$ -	\$ 3,520,418	\$ 3,520,418
Deposits Held and Due to Others	-	10,735,405	10,735,405
Due to Other Governments	434,647,731	164,604	434,812,335
Loans Payable	-	39,440	39,440
<b>Total Liabilities</b>	<b>\$ 434,647,731</b>	<b>\$ 14,459,867</b>	<b>\$ 449,107,598</b>

**Butler County, Ohio**  
**Combining Statement of Changes in Assets and Liabilities**  
**All Agency Funds**  
**For the Year Ended December 31, 2009**

	Beginning Balance 12/31/08	Additions	Deductions	Ending Balance 12/31/09
<b>Undivided Tax Fund</b>				
<b>Assets</b>				
Equity in Pooled Cash and Cash Equivalents	\$ 18,576,947	\$ 811,888,476	\$ 817,953,943	\$ 12,511,480
Cash and Cash Equivalents				
In Segregated Accounts	9,468	29,757	9,468	29,757
Due from Other Funds	-	39,225	39,225	-
Property Taxes Receivable	374,224,624	365,278,537	374,224,624	365,278,537
Special Assessments Receivable	40,788,909	42,585,280	40,236,495	43,137,694
Due from Other Governments	14,618,414	13,690,263	14,618,414	13,690,263
<b>Total Assets</b>	<b>\$ 448,218,362</b>	<b>\$ 1,233,511,538</b>	<b>\$ 1,247,082,169</b>	<b>\$ 434,647,731</b>
<b>Liabilities</b>				
Due to Other Governments	\$ 448,218,362	\$ 1,233,511,538	\$ 1,247,082,169	\$ 434,647,731
<b>All Other Agency Fund</b>				
<b>Assets</b>				
Equity in Pooled Cash and Cash Equivalents	\$ 8,967,626	\$ 129,576,138	\$ 128,220,893	\$ 10,322,871
Cash and Cash Equivalents in Segregated Accounts	3,703,476	72,641,147	72,475,963	3,868,660
Due from Other Funds	-	115,467	115,467	-
Due from Other Governments	1,710,724	268,336	1,710,724	268,336
<b>Total Assets</b>	<b>\$ 14,381,826</b>	<b>\$ 202,601,088</b>	<b>\$ 202,523,047</b>	<b>\$ 14,459,867</b>
<b>Liabilities</b>				
Undistributed Monies	\$ 4,603,628	\$ 13,129,560	\$ 14,212,770	\$ 3,520,418
Deposits Held and Due to Others	9,654,037	144,771,718	143,690,350	10,735,405
Due to Other Funds	-	37,066,034	37,066,034	-
Due to Other Governments	112,221	7,603,776	7,551,393	164,604
Loans Payable	11,940	30,000	2,500	39,440
<b>Total Liabilities</b>	<b>\$ 14,381,826</b>	<b>\$ 202,601,088</b>	<b>\$ 202,523,047</b>	<b>\$ 14,459,867</b>

(Continued)

**Butler County, Ohio**  
**Combining Statement of Changes in Assets and Liabilities**  
**All Agency Funds**  
**For the Year Ended December 31, 2009 (Continued)**

	Beginning Balance 12/31/08	Additions	Deductions	Ending Balance 12/31/09
Total - All Funds				
Assets				
Equity in Pooled Cash and Cash Equivalents	\$ 27,544,573	\$ 941,464,614	\$ 946,174,836	\$22,834,351
Cash and Cash Equivalents				
In Segregated Accounts	3,712,944	72,670,904	72,485,431	3,898,417
Due from Other Funds	-	154,692	154,692	-
Property Taxes Receivable	374,224,624	365,278,537	374,224,624	365,278,537
Special Assessments Receivable	40,788,909	42,585,280	40,236,495	43,137,694
Due from Other Governments	16,329,138	13,958,599	16,329,138	13,958,599
<b>Total Assets</b>	<b>\$ 462,600,188</b>	<b>\$ 1,436,112,626</b>	<b>\$ 1,449,605,216</b>	<b>\$449,107,598</b>
Liabilities				
Undistributed Monies	\$ 4,603,628	\$ 13,129,560	\$ 14,212,770	\$ 3,520,418
Deposits Held and Due to Others	9,654,037	144,771,718	143,690,350	10,735,405
Due to Other Funds	-	37,066,034	37,066,034	-
Due to Other Governments	448,330,583	1,241,115,314	1,254,633,562	434,812,335
Loans Payable	11,940	30,000	2,500	39,440
<b>Total Liabilities</b>	<b>\$ 462,600,188</b>	<b>\$ 1,436,112,626</b>	<b>\$ 1,449,605,216</b>	<b>\$ 449,107,598</b>

Butler County, Ohio  
Schedule of Revenues, Expenditures, and  
Changes in Fund Balance-Budget and Actual  
General Fund  
Budget Basis  
For the Year Ended December 31, 2009

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
<b>Revenues:</b>				
Property Taxes	\$ 14,702,100	\$ 15,063,785	\$ 15,064,346	\$ 561
Sales Taxes	32,000,000	29,438,315	29,671,938	233,623
Charges for Services	21,625,400	21,733,696	22,067,862	334,166
Licenses and Permits	16,060	14,760	15,370	610
Fines and Forfeitures	1,919,400	1,575,175	1,677,136	101,961
Intergovernmental	8,205,000	7,358,929	7,467,768	108,839
Payments in Lieu of Taxes	23,000	21,900	21,958	58
Interest	6,715,960	4,344,360	4,710,510	366,150
Other	1,627,500	1,511,500	1,989,696	478,196
<b>Total Revenues</b>	<b>86,834,420</b>	<b>81,062,420</b>	<b>82,686,584</b>	<b>1,624,164</b>
<b>Expenditures:</b>				
<b>Current:</b>				
<b>General Government:</b>				
<b>Legislative and Executive</b>				
<b>Information Services</b>				
Personal Services	1,675,422	1,666,881	1,666,355	526
Materials and Supplies	15,000	19,630	18,446	1,184
Contractual Services	70,000	125,893	116,933	8,960
<b>Total Information Services</b>	<b>1,760,422</b>	<b>1,812,404</b>	<b>1,801,734</b>	<b>10,670</b>
<b>Audit Services</b>				
Contractual Services	164,200	171,389	165,604	5,785
<b>Auditor</b>				
Personal Services	1,302,609	1,286,701	1,250,077	36,624
Materials and Supplies	28,000	37,212	24,520	12,692
Contractual Services	138,500	165,179	115,756	49,423
Other	4,000	4,000	2,110	1,890
<b>Total Auditor</b>	<b>1,473,109</b>	<b>1,493,092</b>	<b>1,392,463</b>	<b>100,629</b>
<b>Commissioners</b>				
Personal Services	991,474	990,227	986,695	3,532
Materials and Supplies	29,650	25,000	22,412	2,588
Contractual Services	48,950	26,675	24,560	2,115
Other	7,300	2,900	1,866	1,034
<b>Total Commissioners</b>	<b>1,077,374</b>	<b>1,044,802</b>	<b>1,035,533</b>	<b>9,269</b>
<b>Department of Development</b>				
Personal Services	1,084,949	1,181,798	1,179,487	2,311
Materials and Supplies	18,000	11,500	10,496	1,004
Contractual Services	246,232	191,764	178,232	13,532
<b>Total Department of Development</b>	<b>1,349,181</b>	<b>1,385,062</b>	<b>1,368,215</b>	<b>16,847</b>
<b>Mailroom</b>				
Personal Services	119,070	102,314	102,181	133
Materials and Supplies	530,800	592,929	592,006	923
Other	100	-	-	-
<b>Total Mailroom</b>	<b>\$ 649,970</b>	<b>\$ 695,243</b>	<b>\$ 694,187</b>	<b>\$ 1,056</b>

(continued)



Butler County, Ohio  
Schedule of Revenues, Expenditures, and  
Changes in Fund Balance-Budget and Actual  
General Fund (continued)  
Budget Basis  
For the Year Ended December 31, 2009

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Maintenance				
Personal Services	\$ 256,230	\$ 266,140	\$ 265,166	\$ 974
Materials and Supplies	179,000	207,856	191,561	16,295
Contractual Services	3,567,800	4,045,041	3,898,464	146,577
Other	1,000	1,000	-	1,000
Total Maintenance	4,004,030	4,520,037	4,355,191	164,846
Records Center				
Personal Services	265,898	365,564	354,594	10,970
Materials and Supplies	15,000	20,106	16,811	3,295
Contractual Services	75,000	35,804	23,917	11,887
Other	500	500	-	500
Total Records Center	356,398	421,974	395,322	26,652
Insurance, Pension and Taxes				
Personal Services	30,000	764	764	-
Material and Supplies	5,000	3,096	2,307	789
Contractual Services	1,050,000	1,057,153	1,045,466	11,687
Other	85,000	513,800	509,501	4,299
Total Insurance, Pension and Taxes	1,170,000	1,574,813	1,558,038	16,775
Commissioners-Other				
Contractual Services	379,100	433,957	425,704	8,253
Other	1,050,502	1,062,620	1,061,688	932
Total Commissioners-Other	1,429,602	1,496,577	1,487,392	9,185
Economic Development				
Personal Services	34,960	76,874	76,874	-
Materials and Supplies	300	2,559	2,559	-
Contractual Services	2,300	2,376	2,376	-
Total Economic Development	37,560	81,809	81,809	-
Board of Elections				
Personal Services	2,018,668	2,081,427	1,980,909	100,518
Materials and Supplies	397,424	319,045	195,017	124,028
Contractual Services	391,300	407,713	336,043	71,670
Total Board of Elections	2,807,392	2,808,185	2,511,969	296,216
Prosecuting Attorney				
Personal Services	3,976,045	3,939,490	3,927,777	11,713
Materials and Supplies	40,000	52,991	50,100	2,891
Contractual Services	138,000	141,818	122,418	19,400
Other	57,852	57,852	57,852	-
Total Prosecuting Attorney	4,211,897	4,192,151	4,158,147	34,004
CSEA Prosecutor				
Personal Services	321,189	316,605	312,481	4,124
Materials and Supplies	3,500	4,794	4,319	475
Contractual Services	27,000	33,742	32,276	1,466
Total CSEA Prosecutor	\$ 351,689	\$ 355,141	\$ 349,076	\$ 6,065

(continued)

Butler County, Ohio  
Schedule of Revenues, Expenditures, and  
Changes in Fund Balance-Budget and Actual  
General Fund (continued)  
Budget Basis  
For the Year Ended December 31, 2009

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Recorder				
Personal Services	\$ 798,481	\$ 799,330	\$ 797,251	\$ 2,079
Materials and Supplies	12,000	12,571	3,228	9,343
Contractual Services	13,000	12,200	3,326	8,874
Other	6,000	6,000	5,782	218
Total Recorder	<u>829,481</u>	<u>830,101</u>	<u>809,587</u>	<u>20,514</u>
Treasurer				
Personal Services	904,634	802,683	787,909	14,774
Materials and Supplies	15,000	17,744	8,823	8,921
Contractual Services	117,500	134,245	117,362	16,883
Other	3,000	3,000	2,015	985
Total Treasurer	<u>1,040,134</u>	<u>957,672</u>	<u>916,109</u>	<u>41,563</u>
Unclaimed Monies				
Other	-	25,000	23,381	1,619
Total General Government: Legislative and Executive	<u>22,712,439</u>	<u>23,865,452</u>	<u>23,103,757</u>	<u>761,695</u>
General Government:				
Judicial				
Area Courts				
Personal Services	1,225,329	1,130,868	1,123,802	7,066
Materials and Supplies	17,895	25,712	25,659	53
Contractual Services	44,943	77,110	69,571	7,539
Total Area Courts	<u>1,288,167</u>	<u>1,233,690</u>	<u>1,219,032</u>	<u>14,658</u>
Clerk of Courts				
Personal Services	1,692,295	1,633,175	1,621,648	11,527
Materials and Supplies	50,000	59,553	56,921	2,632
Contractual Services	48,121	47,738	21,553	26,185
Other	600	600	281	319
Total Clerk of Courts	<u>1,791,016</u>	<u>1,741,066</u>	<u>1,700,403</u>	<u>40,663</u>
Judicial Postage				
Materials and Supplies	265,000	265,000	264,967	33
Common Pleas Court				
Personal Services	1,813,093	1,829,702	1,826,545	3,157
Materials and Supplies	25,000	27,445	22,301	5,144
Contractual Services	1,043,000	1,189,914	1,149,549	40,365
Other	1,500	1,500	297	1,203
Total Common Pleas Court	<u>2,882,593</u>	<u>3,048,561</u>	<u>2,998,692</u>	<u>49,869</u>
Court Services				
Personal Services	395,590	395,564	392,740	2,824
Materials and Supplies	200	200	-	200
Contractual Services	8,000	11,512	8,056	3,456
Other	500	500	387	113
Total Court Services	<u>\$ 404,290</u>	<u>\$ 407,776</u>	<u>\$ 401,183</u>	<u>\$ 6,593</u>

(continued)

Butler County, Ohio  
Schedule of Revenues, Expenditures, and  
Changes in Fund Balance-Budget and Actual  
General Fund (continued)  
Budget Basis  
For the Year Ended December 31, 2009

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Domestic Relations Court				
Personal Services	\$ 1,572,410	\$ 1,529,036	\$ 1,522,040	\$ 6,996
Materials and Supplies	30,000	33,931	32,964	967
Contractual Services	159,480	166,221	147,458	18,763
Other	1,500	1,500	406	1,094
Total Domestic Relations Court	1,763,390	1,730,688	1,702,868	27,820
Parenting Education				
Contractual Services	47,000	48,960	45,860	3,100
Juvenile Court				
Personal Services	2,661,893	2,644,689	2,633,818	10,871
Materials and Supplies	48,135	50,419	47,321	3,098
Contractual Services	1,706,834	1,661,762	1,608,199	53,563
Other	2,000	2,100	1,690	410
Total Juvenile Court	4,418,862	4,358,970	4,291,028	67,942
Juvenile Court FDC				
Personal Services	-	1,746	1,746	-
Contractual Services	-	676	676	-
Total Juvenile Court FDC	-	2,422	2,422	-
Probate Court				
Personal Services	719,210	739,803	729,674	10,129
Materials and Supplies	23,500	28,840	27,864	976
Contractual Services	33,750	32,074	22,865	9,209
Other	1,000	1,000	975	25
Total Probate Court	777,460	801,717	781,378	20,339
Court of Appeals				
Personal Services	252,899	252,969	240,563	12,406
Materials and Supplies	30,758	38,322	32,429	5,893
Contractual Services	509,335	542,657	497,085	45,572
Other	13,098	13,223	9,187	4,036
Total Court of Appeals	806,090	847,171	779,264	67,907
Municipal Courts				
Personal Services	392,700	414,761	410,553	4,208
Contractual Services	487,500	487,500	483,207	4,293
Other	200	750	550	200
Total Municipal Courts	880,400	903,011	894,310	8,701
Total General Government: Judicial	15,324,268	15,389,032	15,081,407	307,625
Public Safety				
Adult Probation				
Personal Services	1,538,807	1,546,500	1,537,945	8,555
Materials and Supplies	85,000	86,725	70,955	15,770
Contractual Services	442,500	450,773	440,998	9,775
Other	1,500	3,015	1,515	1,500
Total Adult Probation	\$ 2,067,807	\$ 2,087,013	\$ 2,051,413	\$ 35,600

(continued)

Butler County, Ohio  
Schedule of Revenues, Expenditures, and  
Changes in Fund Balance-Budget and Actual  
General Fund (continued)  
Budget Basis  
For the Year Ended December 31, 2009

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Criminal Justice Board				
Personal Services	\$ -	\$ 6,883	\$ 6,883	\$ -
General Communications Sales Tax				
Personal Services	371,498	299,428	298,472	956
Materials and Supplies	37,000	30,619	25,885	4,734
Contractual Services	293,296	11,219,600	10,801,681	417,919
Other	2,300	2,300	2,283	17
Total General Communications Sales Tax	704,094	11,551,947	11,128,321	423,626
Coroner				
Personal Services	651,767	671,285	669,937	1,348
Materials and Supplies	13,816	12,006	10,752	1,254
Contractual Services	11,052	4,552	4,409	143
Total Coroner	676,635	687,843	685,098	2,745
Coroner's Morgue				
Materials and Supplies	13,832	9,440	5,308	4,132
Contractual Services	238,373	281,599	276,163	5,436
Total Coroner's Morgue	252,205	291,039	281,471	9,568
Juvenile Facilities				
Personal Services	2,024,238	2,026,100	2,018,881	7,219
Materials and Supplies	219,758	199,266	170,434	28,832
Contractual Services	85,720	97,573	49,343	48,230
Other	1,300	1,832	632	1,200
Total Juvenile Facilities	2,331,016	2,324,771	2,239,290	85,481
Sheriff's Academy				
Materials and Supplies	23,000	25,029	22,448	2,581
Contractual Services	104,300	81,031	74,936	6,095
Total Sheriff's Academy	127,300	106,060	97,384	8,676
Sheriff's Resolutions				
Contractual Services	6,305,000	5,731,679	5,703,069	28,610
Other	-	186,011	186,011	-
Total Sheriff's Resolutions	6,305,000	5,917,690	5,889,080	28,610
Sheriff				
Personal Services	22,870,094	21,531,101	21,368,586	162,515
Materials and Supplies	673,775	691,889	598,009	93,880
Contractual Services	665,980	685,096	637,253	47,843
Other	352,585	338,165	249,899	88,266
Total Sheriff	\$ 24,562,434	\$ 23,246,251	\$ 22,853,747	\$ 392,504

(continued)

Butler County, Ohio  
 Schedule of Revenues, Expenditures, and  
 Changes in Fund Balance-Budget and Actual  
 General Fund (continued)  
 Budget Basis  
 For the Year Ended December 31, 2009

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Paramedics				
Personal Services	\$ 847,793	\$ 779,237	\$ 777,241	\$ 1,996
Materials and Supplies	725	934	907	27
Contractual Services	805,750	750,597	732,870	17,727
Total Paramedics	1,654,268	1,530,768	1,511,018	19,750
Total Public Safety	38,680,759	47,750,265	46,743,705	1,006,560
Public Works				
Commissioners - Other				
Contractual Services	375,393	383,690	383,690	-
Solid Waste Landfill				
Contractual Services	16,000	14,600	14,600	-
Engineers-Plat Room				
Personal Services	202,546	192,519	192,519	-
Total Public Works	593,939	590,809	590,809	-
Health				
Other-Health				
Contractual Service	500,000	685,000	684,846	154
Registration Vital Statistics				
Other	7,650	7,650	3,578	4,072
Total Health	507,650	692,650	688,424	4,226
Human Services				
Veterans Memorial				
Contractual Services	14,850	16,435	8,865	7,570
Other	7,000	12,388	12,217	171
Total Veterans Memorial	21,850	28,823	21,082	7,741
Veterans Services				
Personal Services	704,444	629,049	617,897	11,152
Materials and Supplies	17,207	17,577	12,526	5,051
Contractual Services	484,686	575,666	563,377	12,289
Other	398,500	405,636	389,253	16,383
Total Veterans Services	1,604,837	1,627,928	1,583,053	44,875
Total Human Services	\$ 1,626,687	\$ 1,656,751	\$ 1,604,135	\$ 52,616

(continued)

Butler County, Ohio  
Schedule of Revenues, Expenditures, and  
Changes in Fund Balance-Budget and Actual  
General Fund (continued)  
Budget Basis  
For the Year Ended December 31, 2009

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Conservation and Recreation				
Agricultural				
Contractual Services	\$ 3,000	\$ 3,000	\$ 1,238	\$ 1,762
Other	483,000	488,000	488,000	-
Total Agricultural	486,000	491,000	489,238	1,762
Historical Society				
Other	15,000	15,000	15,000	-
Emergency Management				
Other	-	22,278	22,278	-
Total Conservation and Recreation	501,000	528,278	526,516	1,762
Debt Service:				
Principal Retirement	6,047,414	6,173,243	6,172,773	470
Interest and Fiscal Charges	3,343,983	3,360,049	3,360,047	2
Total Debt Service	9,391,397	9,533,292	9,532,820	472
Total Expenditures	89,338,139	100,006,529	97,871,573	2,134,956
Excess of Revenues Over (Under) Expenditures	(2,503,719)	(18,944,109)	(15,184,989)	3,759,120
Other Financing Sources (Uses):				
Other Financing Sources	3,030,400	2,522,400	3,066,659	544,259
Advances - In	182,500	182,500	150,000	(32,500)
Advances - Out	-	(149,530)	(134,530)	15,000
Transfers - In	-	-	332	332
Transfers - Out	(1,831,350)	(2,622,342)	(2,621,651)	691
Total Other Financing Sources (Uses)	1,381,550	(66,972)	460,810	527,782
Net Change in Fund Balance	(1,122,169)	(19,011,081)	(14,724,179)	4,286,902
Fund Balance at Beginning of Year	15,483,541	15,483,541	15,483,541	-
Prior Year Encumbrances Appropriated	8,948,798	8,948,798	8,948,798	-
Fund Balance at End of Year	\$ 23,310,170	\$ 5,421,258	\$ 9,708,160	\$ 4,286,902

**Butler County, Ohio**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balance-Budget and Actual**  
**Developmental Disabilities-Special Revenue Fund**  
**Budget Basis**  
**For the Year Ended December 31, 2009**

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
<b>Revenues:</b>				
Property Taxes	\$ 19,500,000	\$ 19,620,000	\$ 19,626,128	\$ 6,128
Charges for Services	-	48,985	58,590	9,605
Intergovernmental	9,277,000	9,161,952	10,098,429	936,477
Payments in Lieu of Taxes	-	26,705	26,705	-
Other	223,000	330,751	16,413	(314,338)
<b>Total Revenues</b>	<b>29,000,000</b>	<b>29,188,393</b>	<b>29,826,265</b>	<b>637,872</b>
<b>Expenditures:</b>				
<b>Current:</b>				
<b>Health</b>				
<b>Developmental Disabilities</b>				
Personal Services	14,207,000	14,207,000	13,877,648	329,352
Materials and Supplies	1,107,000	1,346,545	816,922	529,623
Contractual Services	13,816,000	16,990,567	12,024,627	4,965,940
Capital Outlay	500,000	560,900	153,375	407,525
Other	70,000	74,152	49,548	24,604
<b>Total Expenditures</b>	<b>29,700,000</b>	<b>33,179,164</b>	<b>26,922,120</b>	<b>6,257,044</b>
Excess of Revenues Over (Under) Expenditures	(700,000)	(3,990,771)	2,904,145	6,894,916
<b>Other Financing Sources :</b>				
Other Financing Sources	-	31,607	38,279	6,672
<b>Net Change in Fund Balance</b>	<b>(700,000)</b>	<b>(3,959,164)</b>	<b>2,942,424</b>	<b>6,901,588</b>
Fund Balance at Beginning of Year	22,054,146	22,054,146	22,054,146	-
Prior Year Encumbrances Appropriated	3,477,096	3,477,096	3,477,096	-
<b>Fund Balance at End of Year</b>	<b>\$ 24,831,242</b>	<b>\$ 21,572,078</b>	<b>\$ 28,473,666</b>	<b>\$ 6,901,588</b>

Butler County, Ohio  
Schedule of Revenues, Expenditures, and  
Changes in Fund Balance-Budget and Actual  
Job and Family Services/Children Services Agency-Special Revenue Fund  
Budget Basis  
For the Year Ended December 31, 2009

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
<b>Revenues:</b>				
Property Taxes	\$ 14,316,000	\$ 14,811,000	\$ 14,904,844	\$ 93,844
Intergovernmental	53,112,167	47,056,096	48,066,596	1,010,500
Payments in Lieu of Taxes	-	-	13,429	13,429
Other	371,846	2,215,246	2,251,506	36,260
<b>Total Revenues</b>	<b>67,800,013</b>	<b>64,082,342</b>	<b>65,236,375</b>	<b>1,154,033</b>
<b>Expenditures:</b>				
<b>Current:</b>				
<b>Human Services</b>				
<b>Job and Family/Children Services</b>				
Personal Services	21,186,464	21,385,769	21,296,188	89,581
Materials and Supplies	334,155	429,421	369,356	60,065
Contractual Services	43,640,653	44,445,683	42,996,979	1,448,704
Other	3,961,112	2,919,160	2,653,518	265,642
<b>Total Human Services</b>	<b>69,122,384</b>	<b>69,180,033</b>	<b>67,316,041</b>	<b>1,863,992</b>
<b>Debt Service:</b>				
Principal Retirement	18,413	24,913	24,913	-
Interest and Fiscal Charges	6,363	6,363	6,057	306
<b>Total Debt Service</b>	<b>24,776</b>	<b>31,276</b>	<b>30,970</b>	<b>306</b>
<b>Total Expenditures</b>	<b>69,147,160</b>	<b>69,211,309</b>	<b>67,347,011</b>	<b>1,864,298</b>
<b>Excess of Revenues Over (Under) Expenditures</b>	<b>(1,347,147)</b>	<b>(5,128,967)</b>	<b>(2,110,636)</b>	<b>3,018,331</b>
<b>Other Financing Sources:</b>				
Other Financing Sources	988,263	684,763	942,838	258,075
Transfers - In	1,237,952	1,511,852	1,511,902	50
<b>Total Other Financing Sources</b>	<b>2,226,215</b>	<b>2,196,615</b>	<b>2,454,740</b>	<b>258,125</b>
<b>Net Change in Fund Balance</b>	<b>879,068</b>	<b>(2,932,352)</b>	<b>344,104</b>	<b>3,276,456</b>
Fund Balance at Beginning of Year	5,316,626	5,316,626	5,316,626	-
Prior Year Encumbrances Appropriated	1,930,184	1,930,184	1,930,184	-
<b>Fund Balance at End of Year</b>	<b>\$ 8,125,878</b>	<b>\$ 4,314,458</b>	<b>\$ 7,590,914</b>	<b>\$ 3,276,456</b>



Butler County, Ohio  
Schedule of Revenues, Expenditures, and  
Changes in Fund Balance-Budget and Actual  
Mental Health-Special Revenue Fund  
Budget Basis  
For the Year Ended December 31, 2009

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues:				
Property Taxes	\$ 9,005,211	\$ 8,698,211	\$ 8,697,542	\$ (669)
Charges for Services	98,461	99,661	91,622	(8,039)
Intergovernmental	19,617,488	19,384,688	19,385,082	394
Payments in Lieu of Taxes	3,365	3,183	3,183	-
Other	147,078	277,757	314,996	37,239
Total Revenues	<u>28,871,603</u>	<u>28,463,500</u>	<u>28,492,425</u>	<u>28,925</u>
Expenditures:				
Current:				
Health				
Mental Health				
Personal Services	960,789	962,704	838,355	124,349
Materials and Supplies	30,554	34,922	23,572	11,350
Contractual Services	30,022,344	36,723,557	26,814,283	9,909,274
Total Expenditures	<u>31,013,687</u>	<u>37,721,183</u>	<u>27,676,210</u>	<u>10,044,973</u>
Excess of Revenues Over (Under) Expenditures	(2,142,084)	(9,257,683)	816,215	10,073,898
Other Financing Sources:				
Other Financing Sources	-	101,104	101,104	-
Net Change in Fund Balance	(2,142,084)	(9,156,579)	917,319	10,073,898
Fund Balance at Beginning of Year	5,941,706	5,941,706	5,941,706	-
Prior Year Encumbrances Appropriated	4,706,580	4,706,580	4,706,580	-
Fund Balance at End of Year	<u>\$ 8,506,202</u>	<u>\$ 1,491,707</u>	<u>\$ 11,565,605</u>	<u>\$ 10,073,898</u>

**Butler County, Ohio**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balance-Budget and Actual**  
**Residential Incentive Districts and Tax Incremental Financings-Capital Projects Fund**  
**Budget Basis**  
**For the Year Ended December 31, 2009**

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues:				
Payments in Lieu of Taxes	\$ 3,566,000	\$ 3,858,336	\$ 3,901,677	\$ 43,341
Interest	50,000	3,463	5,212	1,749
Total Revenues	<u>3,616,000</u>	<u>3,861,799</u>	<u>3,906,889</u>	<u>45,090</u>
Expenditures:				
Current:				
Other Capital Improvements				
Capital Outlay				
Contractual Services	1,340,935	2,778,741	631,672	2,147,069
Intergovernmental				
Contractual Services	880,500	3,095,097	3,095,097	-
Total Other Capital Improvements	<u>2,221,435</u>	<u>5,873,838</u>	<u>3,726,769</u>	<u>2,147,069</u>
Debt Service:				
Principal Retirement	13,023,000	13,023,000	13,023,000	-
Interest and Fiscal Charges	354,221	406,066	343,915	62,151
Bond Issuance Costs	-	65,618	65,618	-
Total Debt Service	<u>13,377,221</u>	<u>13,494,684</u>	<u>13,432,533</u>	<u>62,151</u>
Total Expenditures	<u>15,598,656</u>	<u>19,368,522</u>	<u>17,159,302</u>	<u>2,209,220</u>
Excess of Revenues Over (Under) Expenditures	<u>(11,982,656)</u>	<u>(15,506,723)</u>	<u>(13,252,413)</u>	<u>2,254,310</u>
Other Financing Sources (Uses):				
Bonds Issued	-	1,965,433	1,935,000	(30,433)
Notes Issued	13,023,000	13,023,000	13,023,000	-
Premium on Debt Issued	61,000	70,230	101,299	31,069
Transfers - In	180,236	616,000	616,167	167
Transfers - Out	(834,566)	(834,566)	(589,291)	245,275
Total Other Financing Sources (Uses)	<u>12,429,670</u>	<u>14,840,097</u>	<u>15,086,175</u>	<u>246,078</u>
Net Change in Fund Balance	447,014	(666,626)	1,833,762	2,500,388
Fund Balance at Beginning of Year	5,134,323	5,134,323	5,134,323	-
Prior Year Encumbrances Appropriated	98,333	98,333	98,333	-
Fund Balance at End of Year	<u>\$ 5,679,670</u>	<u>\$ 4,566,030</u>	<u>\$ 7,066,418</u>	<u>\$ 2,500,388</u>

Butler County, Ohio  
Schedule of Revenues, Expenses, and  
Changes in Fund Equity-Budget and Actual  
Sewer-Enterprise Fund  
Budget Basis  
For the Year Ended December 31, 2009

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
<b>Revenues:</b>				
Charges for Services	\$ 18,945,000	\$ 18,781,500	\$ 19,205,440	\$ 423,940
Contributed Capital	5,500	3,413,500	3,310,028	(103,472)
Special Assessments	1,000	59,000	58,120	(880)
Grants	-	599,608	794,523	194,915
Other Non-Operating Revenues	101,000	101,000	97,021	(3,979)
Other Operating Revenues	77,500	74,867	545,000	470,133
Premium on Debt Issued	-	129,020	129,021	1
Refunding Bonds Issued	-	7,350,000	7,350,000	-
Notes Issued	-	2,094,786	2,094,786	-
<b>Total Revenues</b>	<b>19,130,000</b>	<b>32,603,281</b>	<b>33,583,939</b>	<b>980,658</b>
<b>Expenses:</b>				
Personal Services	6,214,319	5,764,371	5,652,480	111,891
Contractual Services	9,318,326	13,173,981	9,080,381	4,093,600
Materials and Supplies	1,498,148	1,645,030	1,354,168	290,862
Other Operating Expenses	665,289	702,474	565,010	137,464
<b>Debt Service:</b>				
Principal Retirement	4,192,166	12,141,311	11,611,168	530,143
Interest and Fiscal Charges	3,335,758	3,078,730	1,685,847	1,392,883
Bond Issuance Costs	-	110,803	110,803	-
<b>Total Expenses</b>	<b>25,224,006</b>	<b>36,616,700</b>	<b>30,059,857</b>	<b>6,556,843</b>
<b>Excess of Revenues Over (Under) Expenses</b>	<b>(6,094,006)</b>	<b>(4,013,419)</b>	<b>3,524,082</b>	<b>7,537,501</b>
Fund Equity at Beginning of Year	30,194,815	30,194,815	30,194,815	-
Prior Year Encumbrances Appropriated	1,516,306	1,516,306	1,516,306	-
<b>Fund Equity at End of Year</b>	<b>\$ 25,617,115</b>	<b>\$ 27,697,702</b>	<b>\$ 35,235,203</b>	<b>\$ 7,537,501</b>

Butler County, Ohio  
Schedule of Revenues, Expenses, and  
Changes in Fund Equity-Budget and Actual  
Water-Enterprise Fund  
Budget Basis  
For the Year Ended December 31, 2009

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
<b>Revenues:</b>				
Charges for Services	\$ 22,888,200	\$ 20,440,600	\$ 20,594,008	\$ 153,408
Contributed Capital	-	1,453,870	1,688,432	234,562
Special Assessments	52,000	111,551	66,683	(44,868)
Grants	-	571,261	480,626	(90,635)
Other Non-Operating Revenues	126,000	153,260	355,845	202,585
Other Operating Revenues	247,000	195,000	291,112	96,112
Premium on Debt Issued	-	172,282	172,282	-
Proceeds from Loans	-	783,257	874,602	91,345
Bonds Issued	-	7,955,000	7,955,000	-
<b>Total Revenues</b>	<b>23,313,200</b>	<b>31,836,081</b>	<b>32,478,590</b>	<b>642,509</b>
<b>Expenses:</b>				
Personal Services	4,337,858	4,057,121	3,963,467	93,654
Contractual Services	14,920,561	17,604,722	15,490,588	2,114,134
Materials and Supplies	726,852	872,822	642,671	230,151
Other Operating Expenses	576,075	581,598	479,276	102,322
<b>Debt Service:</b>				
Principal Retirement	3,615,269	11,670,903	11,679,771	(8,868)
Interest and Fiscal Charges	3,207,119	3,207,135	3,171,051	36,084
Bond Issuance Costs	-	106,788	106,788	-
<b>Total Expenses</b>	<b>27,383,734</b>	<b>38,101,089</b>	<b>35,533,612</b>	<b>2,567,477</b>
<b>Excess of Revenues Over (Under) Expenses</b>	<b>(4,070,534)</b>	<b>(6,265,008)</b>	<b>(3,055,022)</b>	<b>3,209,986</b>
Fund Equity at Beginning of Year	20,291,349	20,291,349	20,291,349	-
Prior Year Encumbrances Appropriated	1,819,740	1,819,740	1,819,740	-
<b>Fund Equity at End of Year</b>	<b>\$ 18,040,555</b>	<b>\$ 15,846,081</b>	<b>\$ 19,056,067</b>	<b>\$ 3,209,986</b>

**Butler County, Ohio**  
**Schedule of Revenues, Expenses, and**  
**Changes in Fund Equity-Budget and Actual**  
**GSC Parking Facility-Enterprise Fund**  
**Budget Basis**  
**For the Year Ended December 31, 2009**

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues:				
Charges for Services	\$ 160,000	\$ 143,280	\$ 144,728	\$ 1,448
Expenses:				
Personal Services	73,272	74,937	74,908	29
Contractual Services	6,000	4,900	4,761	139
Materials and Supplies	8,000	6,300	5,674	626
Other Operating Expenses	77,000	144,250	135,107	9,143
Total Expenses	<u>164,272</u>	<u>230,387</u>	<u>220,450</u>	<u>9,937</u>
Excess of Revenues Over (Under) Expenses	(4,272)	(87,107)	(75,722)	11,385
Fund Equity at Beginning of Year	88,098	88,098	88,098	-
Fund Equity at End of Year	<u>\$ 83,826</u>	<u>\$ 991</u>	<u>\$ 12,376</u>	<u>\$ 11,385</u>

Butler County, Ohio  
 Schedule of Revenues, Expenditures, and  
 Changes in Fund Balance-Budget and Actual  
 Real Estate Assessment-Special Revenue Fund  
 Budget Basis  
 For the Year Ended December 31, 2009

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues:				
Charges for Services	\$ 3,660,000	\$ 3,334,943	\$ 3,334,039	\$ (904)
Other	-	60	60	-
Total Revenues	<u>3,660,000</u>	<u>3,335,003</u>	<u>3,334,099</u>	<u>(904)</u>
Expenditures:				
Current:				
General Government:				
Legislative and Executive				
Real Estate Assessment				
Personal Services	2,450,043	2,420,808	2,167,794	253,014
Materials and Supplies	163,000	170,155	98,258	71,897
Contractual Services	1,013,300	1,040,961	802,807	238,154
Other	6,000	6,000	1,857	4,143
Total Expenditures	<u>3,632,343</u>	<u>3,637,924</u>	<u>3,070,716</u>	<u>567,208</u>
Excess of Revenues Over (Under) Expenditures	27,657	(302,921)	263,383	566,304
Other Financing Sources:				
Other Financing Sources	-	997	2,430	1,433
Net Change in Fund Balance	27,657	(301,924)	265,813	567,737
Fund Balance at Beginning of Year	315,186	315,186	315,186	-
Prior Year Encumbrances Appropriated	43,581	43,581	43,581	-
Fund Balance (Deficit) at End of Year	<u>\$ 386,424</u>	<u>\$ 56,843</u>	<u>\$ 624,580</u>	<u>\$ 567,737</u>

**Butler County, Ohio**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balance-Budget and Actual**  
**All Other Legislative and Executive-Special Revenue Fund**  
**Budget Basis**  
**For the Year Ended December 31, 2009**

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
<b>Revenues:</b>				
Property Taxes	\$ 430,000	\$ 432,200	\$ 438,201	\$ 6,001
Charges for Services	3,536,358	3,133,218	3,145,405	12,187
Intergovernmental	-	26,300	506,983	480,683
Interest	40,000	6,000	7,013	1,013
Other	-	21,545	29,169	7,624
<b>Total Revenues</b>	<b>4,006,358</b>	<b>3,619,263</b>	<b>4,126,771</b>	<b>507,508</b>
<b>Expenditures:</b>				
<b>Current:</b>				
<b>General Government:</b>				
Personal Services	2,415,907	2,485,320	2,276,271	209,049
Materials and Supplies	167,200	200,532	116,649	83,883
Contractual Services	655,020	672,136	477,139	194,997
Other	453,900	450,516	414,482	36,034
<b>Total Expenditures</b>	<b>3,692,027</b>	<b>3,808,504</b>	<b>3,284,541</b>	<b>523,963</b>
<b>Excess of Revenues Over (Under) Expenditures</b>	<b>314,331</b>	<b>(189,241)</b>	<b>842,230</b>	<b>1,031,471</b>
<b>Other Financing Sources (Uses):</b>				
Other Financing Sources	-	12,179	12,450	271
Transfers - In	-	-	522	522
Transfers - Out	-	(332)	(332)	-
<b>Total Other Financing Sources (Uses)</b>	<b>-</b>	<b>11,847</b>	<b>12,640</b>	<b>793</b>
<b>Net Change in Fund Balance</b>	<b>314,331</b>	<b>(177,394)</b>	<b>854,870</b>	<b>1,032,264</b>
Fund Balance at Beginning of Year	2,590,313	2,590,313	2,590,313	-
Prior Year Encumbrances Appropriated	37,694	37,694	37,694	-
<b>Fund Balance at End of Year</b>	<b>\$ 2,942,338</b>	<b>\$ 2,450,613</b>	<b>\$ 3,482,877</b>	<b>\$ 1,032,264</b>

**Butler County, Ohio**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balance-Budget and Actual**  
**All Other Judicial-Special Revenue Fund**  
**Budget Basis**  
**For the Year Ended December 31, 2009**

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
<b>Revenues:</b>				
Charges for Services	\$ 2,251,525	\$ 2,485,708	\$ 2,545,875	\$ 60,167
Fines and Forfeitures	20,000	49,000	54,142	5,142
Intergovernmental	-	75,000	75,032	32
Other	-	7,563	9,079	1,516
<b>Total Revenues</b>	<u>2,271,525</u>	<u>2,617,271</u>	<u>2,684,128</u>	<u>66,857</u>
<b>Expenditures:</b>				
<b>Current:</b>				
<b>General Government:</b>				
<b>Judicial</b>				
<b>Other Judicial</b>				
Personal Services	1,712,825	1,861,247	1,766,996	94,251
Materials and Supplies	241,373	428,952	236,406	192,546
Contractual Services	636,820	775,339	594,631	180,708
Capital Outlay	-	26,049	26,049	-
Other	141,700	143,730	12,970	130,760
<b>Total Expenditures</b>	<u>2,732,718</u>	<u>3,235,317</u>	<u>2,637,052</u>	<u>598,265</u>
<b>Net Change in Fund Balance</b>	(461,193)	(618,046)	47,076	665,122
<b>Fund Balance at Beginning of Year</b>	2,188,739	2,188,739	2,188,739	-
<b>Prior Year Encumbrances Appropriated</b>	252,703	252,703	252,703	-
<b>Fund Balance at End of Year</b>	<u>\$ 1,980,249</u>	<u>\$ 1,823,396</u>	<u>\$ 2,488,518</u>	<u>\$ 665,122</u>



**Butler County, Ohio**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balance-Budget and Actual**  
**All Other Public Safety-Special Revenue Fund**  
**Budget Basis**  
**For the Year Ended December 31, 2009**

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues:				
Charges for Services	\$ 5,146,969	\$ 5,009,827	\$ 5,038,818	\$ 28,991
Licenses and Permits	95,772	161,772	164,451	2,679
Fines and Forfeitures	3,000	2,755	3,187	432
Intergovernmental	7,003,966	4,520,229	4,540,896	20,667
Other	5,000	68,485	68,816	331
Total Revenues	<u>12,254,707</u>	<u>9,763,068</u>	<u>9,816,168</u>	<u>53,100</u>
Expenditures:				
Current:				
Public Safety				
Other Public Safety				
Personal Services	7,098,210	7,567,983	7,323,619	244,364
Materials and Supplies	1,069,588	1,437,120	1,091,296	345,824
Contractual Services	4,257,399	1,577,646	1,121,801	455,845
Capital Outlay	30,000	43,299	12,874	30,425
Other	113,180	374,379	309,957	64,422
Total Expenditures	<u>12,568,377</u>	<u>11,000,427</u>	<u>9,859,547</u>	<u>1,140,880</u>
Excess of Revenues Over (Under) Expenditures	<u>(313,670)</u>	<u>(1,237,359)</u>	<u>(43,379)</u>	<u>1,193,980</u>
Other Financing Sources:				
Other Financing Sources	68,000	307,341	310,183	2,842
Transfers - In	5,423	164,804	164,810	6
Total Other Financing Sources	<u>73,423</u>	<u>472,145</u>	<u>474,993</u>	<u>2,848</u>
Net Change in Fund Balance	(240,247)	(765,214)	431,614	1,196,828
Fund Balance at Beginning of Year	2,345,708	2,345,708	2,345,708	-
Prior Year Encumbrances Appropriated	348,349	348,349	348,349	-
Fund Balance at End of Year	<u>\$ 2,453,810</u>	<u>\$ 1,928,843</u>	<u>\$ 3,125,671</u>	<u>\$ 1,196,828</u>

**Butler County, Ohio**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balance—Budget and Actual**  
**Child Support Enforcement—Special Revenue Fund**  
**Budget Basis**  
**For the Year Ended December 31, 2009**

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues:				
Charges for Services	\$ 1,081,000	\$ 1,092,100	\$ 1,092,181	\$ 81
Intergovernmental	5,426,392	4,771,292	4,831,959	60,667
Other	200	2,200	2,234	34
Total Revenues	<u>6,507,592</u>	<u>5,865,592</u>	<u>5,926,374</u>	<u>60,782</u>
Expenditures:				
Current:				
Human Services				
Child Support Enforcement				
Personal Services	4,547,581	4,468,581	4,404,323	64,258
Materials and Supplies	138,000	138,872	128,328	10,544
Contractual Services	1,846,875	1,565,421	1,160,904	404,517
Other	203,000	228,933	226,433	2,500
Total Expenditures	<u>6,735,456</u>	<u>6,401,807</u>	<u>5,919,988</u>	<u>481,819</u>
Excess of Revenues Over (Under) Expenditures	(227,864)	(536,215)	6,386	542,601
Other Financing Sources:				
Other Financing Sources	5,000	96,000	97,339	1,339
Net Change in Fund Balance	(222,864)	(440,215)	103,725	543,940
Fund Balance at Beginning of Year	274,318	274,318	274,318	-
Prior Year Encumbrances Appropriated	166,352	166,352	166,352	-
Fund Balance at End of Year	<u>\$ 217,806</u>	<u>\$ 455</u>	<u>\$ 544,395</u>	<u>\$ 543,940</u>

Butler County, Ohio  
 Schedule of Revenues, Expenditures, and  
 Changes in Fund Balance-Budget and Actual  
 All Other Conservation and Recreation-Special Revenue Fund  
 Budget Basis  
 For the Year Ended December 31, 2009

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues:				
Charges for Services	\$ 4,110	\$ 4,110	\$ 13,680	\$ 9,570
Expenditures:				
Current:				
Conversation and Recreation				
Contractual Services	-	67,334	67,334	-
Other	-	380	380	-
Total Expenditures	-	67,714	67,714	-
Net Change in Fund Balance	4,110	(63,604)	(54,034)	9,570
Fund Balance at Beginning of Year	67,334	67,334	67,334	-
Fund Balance at End of Year	\$ 71,444	\$ 3,730	\$ 13,300	\$ 9,570

**Butler County, Ohio**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balance-Budget and Actual**  
**All Other Public Works-Special Revenue Fund**  
**Budget Basis**  
**For the Year Ended December 31, 2009**

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
<b>Revenues:</b>				
Charges for Services	\$ 1,282,000	\$ 1,073,041	\$ 1,093,816	\$ 20,775
Intergovernmental	3,120,000	2,474,978	2,491,665	16,687
Special Assessments	1,600,000	1,603,204	1,603,759	555
Interest	24,384	18,434	18,469	35
Other	92,896	143,334	144,001	667
<b>Total Revenues</b>	<u>6,119,280</u>	<u>5,312,991</u>	<u>5,351,710</u>	<u>38,719</u>
<b>Expenditures:</b>				
<b>Current:</b>				
<b>Public Works</b>				
<b>Other Public Works</b>				
Personal Services	1,267,616	1,394,508	1,266,926	127,582
Materials and Supplies	398,000	399,971	87,302	312,669
Contractual Services	4,771,260	4,673,198	3,201,430	1,471,768
Capital Outlay	-	215,000	215,000	-
Other	544,366	576,288	220,205	356,083
<b>Total Public Works</b>	<u>6,981,242</u>	<u>7,258,965</u>	<u>4,990,863</u>	<u>2,268,102</u>
<b>Debt Service:</b>				
Principal Retirement	-	1,965,000	1,965,000	-
Interest and Fiscal Charges	-	81,586	81,586	-
<b>Total Debt Service</b>	<u>-</u>	<u>2,046,586</u>	<u>2,046,586</u>	<u>-</u>
<b>Total Expenditures</b>	<u>6,981,242</u>	<u>9,305,551</u>	<u>7,037,449</u>	<u>2,268,102</u>
<b>Excess of Revenues Over (Under) Expenditures</b>	<u>(861,962)</u>	<u>(3,992,560)</u>	<u>(1,685,739)</u>	<u>2,306,821</u>
<b>Other Financing Sources:</b>				
Other Financing Sources	-	-	69,033	69,033
Notes Issued	-	1,860,000	1,860,000	-
Premium on Debt Issued	-	9,118	10,118	1,000
Transfers - In	120,000	396,468	396,468	-
Advances - In	-	120,400	120,400	-
<b>Total Other Financing Sources</b>	<u>120,000</u>	<u>2,385,986</u>	<u>2,456,019</u>	<u>70,033</u>
<b>Net Change in Fund Balance</b>	<u>(741,962)</u>	<u>(1,606,574)</u>	<u>770,280</u>	<u>2,376,854</u>
Fund Balance at Beginning of Year	6,633,014	6,633,014	6,633,014	-
Prior Year Encumbrances Appropriated	414,723	414,723	414,723	-
<b>Fund Balance at End of Year</b>	<u>\$ 6,305,775</u>	<u>\$ 5,441,163</u>	<u>\$ 7,818,017</u>	<u>\$ 2,376,854</u>

Butler County, Ohio  
Schedule of Revenues, Expenditures, and  
Changes in Fund Balance-Budget and Actual  
Alcohol and Drug Addiction-Special Revenue Fund  
Budget Basis  
For the Year Ended December 31, 2009

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues:				
Charges for Services	\$ 94,798	\$ 92,298	\$ 96,456	\$ 4,158
Intergovernmental	5,770,399	4,492,095	5,296,818	804,723
Other	5,000	800	800	-
Total Revenues	<u>5,870,197</u>	<u>4,585,193</u>	<u>5,394,074</u>	<u>808,881</u>
Expenditures:				
Current:				
Health				
Alcohol and Drug Addiction				
Personal Services	468,465	451,712	450,589	1,123
Materials and Supplies	30,500	29,048	5,211	23,837
Contractual Services	5,681,584	5,051,739	4,882,105	169,634
Other	14,000	7,583	7,508	75
Total Expenditures	<u>6,194,549</u>	<u>5,540,082</u>	<u>5,345,413</u>	<u>194,669</u>
Excess of Revenues Over (Under) Expenditures	<u>(324,352)</u>	<u>(954,889)</u>	<u>48,661</u>	<u>1,003,550</u>
Other Financing Sources:				
Other Financing Sources	54,900	15,700	16,511	811
Transfers - In	110,000	110,000	110,000	-
Total Other Financing Sources	<u>164,900</u>	<u>125,700</u>	<u>126,511</u>	<u>811</u>
Net Change in Fund Balance	(159,452)	(829,189)	175,172	1,004,361
Fund Balance at Beginning of Year	864,809	864,809	864,809	-
Prior Year Encumbrances Appropriated	125,236	125,236	125,236	-
Fund Balance at End of Year	<u>\$ 830,593</u>	<u>\$ 160,856</u>	<u>\$ 1,165,217</u>	<u>\$ 1,004,361</u>

**Butler County, Ohio**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balance-Budget and Actual**  
**Motor Vehicle-Special Revenue Fund**  
**Budget Basis**  
**For the Year Ended December 31, 2009**

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues:				
Other Local Taxes	\$ 2,420,000	\$ 2,240,000	\$ 2,435,900	\$ 195,900
Charges for Services	35,000	1,009,000	1,011,678	2,678
Fines and Forfeitures	286,000	244,844	291,091	46,247
Intergovernmental	17,420,000	13,252,298	13,980,692	728,394
Special Assessments	3,000	4,071	4,071	-
Other	45,000	243,532	261,883	18,351
Total Revenues	<u>20,209,000</u>	<u>16,993,745</u>	<u>17,985,315</u>	<u>991,570</u>
Expenditures:				
Current:				
Public Works				
Motor Vehicle				
Personal Services	5,892,075	5,892,075	5,579,809	312,266
Materials and Supplies	1,609,750	1,774,645	1,028,043	746,602
Contractual Services	12,771,094	14,244,302	10,721,768	3,522,534
Capital Outlay	830,000	1,058,441	711,298	347,143
Other	415,000	295,000	164,504	130,496
Total Public Works	<u>21,517,919</u>	<u>23,264,463</u>	<u>18,205,422</u>	<u>5,059,041</u>
Debt Service:				
Principal Retirement	420,000	420,000	420,000	-
Interest and Fiscal Charges	1,693	26,559	10,081	16,478
Total Debt Service	<u>421,693</u>	<u>446,559</u>	<u>430,081</u>	<u>16,478</u>
Total Expenditures	<u>21,939,612</u>	<u>23,711,022</u>	<u>18,635,503</u>	<u>5,075,519</u>
Excess of Revenue Over (Under) Expenditures	<u>(1,730,612)</u>	<u>(6,717,277)</u>	<u>(650,188)</u>	<u>6,067,089</u>
Other Financing Sources:				
Notes Issued	250,000	165,000	165,000	-
Premium on Debt Issued	-	-	900	900
Other Financing Sources	350,000	15,255	16,357	1,102
Total Other Financing Sources	<u>600,000</u>	<u>180,255</u>	<u>182,257</u>	<u>2,002</u>
Net Change in Fund Balance	(1,130,612)	(6,537,022)	(467,931)	6,069,091
Fund Balance at Beginning of Year	2,185,679	2,185,679	2,185,679	-
Prior Year Encumbrances Appropriated	4,396,545	4,396,545	4,396,545	-
Fund Balance at End of Year	<u>\$ 5,451,612</u>	<u>\$ 45,202</u>	<u>\$ 6,114,293</u>	<u>\$ 6,069,091</u>

**Butler County, Ohio**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balance-Budget and Actual**  
**All Other Health-Special Revenue Fund**  
**Budget Basis**  
**For the Year Ended December 31, 2009**

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
<b>Revenues:</b>				
Charges for Services	\$ 1,000	\$ 7,750	\$ 8,700	\$ 950
License and Permits	500,000	486,697	511,127	24,430
Fines and Forfeitures	20,000	24,078	25,812	1,734
Intergovernmental	-	2,000	2,000	-
Other	-	2,175	2,175	-
<b>Total Revenues</b>	<b>521,000</b>	<b>522,700</b>	<b>549,814</b>	<b>27,114</b>
<b>Expenditures:</b>				
<b>Current:</b>				
<b>Health</b>				
<b>Other Health</b>				
Personal Services	299,800	309,600	302,399	7,201
Materials and Supplies	40,200	46,267	22,517	23,750
Contractual Services	41,300	40,808	21,078	19,730
Other	182,496	182,846	181,055	1,791
<b>Total Expenditures</b>	<b>563,796</b>	<b>579,521</b>	<b>527,049</b>	<b>52,472</b>
<b>Excess of Revenues Over (Under) Expenditures</b>	<b>(42,796)</b>	<b>(56,821)</b>	<b>22,765</b>	<b>79,586</b>
<b>Other Financing Sources:</b>				
Other Financing Sources	-	300	300	-
<b>Net Change in Fund Balance</b>	<b>(42,796)</b>	<b>(56,521)</b>	<b>23,065</b>	<b>79,586</b>
Fund Balance at Beginning of Year	191,831	191,831	191,831	-
Prior Year Encumbrances Appropriated	8,285	8,285	8,285	-
<b>Fund Balance at End of Year</b>	<b>\$ 157,320</b>	<b>\$ 143,595</b>	<b>\$ 223,181</b>	<b>\$ 79,586</b>

Butler County, Ohio  
Schedule of Revenues, Expenditures, and  
Changes in Fund Balance-Budget and Actual  
County Care Facility-Special Revenue Fund  
Budget Basis  
For the Year Ended December 31, 2009

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
<b>Revenues:</b>				
Charges for Services	\$ 1,630,000	\$ 1,900,000	\$ 1,959,861	\$ 59,861
Intergovernmental	5,688,800	5,758,800	5,854,812	96,012
Other	-	10,000	11,574	1,574
<b>Total Revenues</b>	<b>7,318,800</b>	<b>7,668,800</b>	<b>7,826,247</b>	<b>157,447</b>
<b>Expenditures:</b>				
<b>Current:</b>				
<b>Human Services</b>				
<b>County Care Facility</b>				
Personal Services	5,701,503	5,906,503	5,828,149	78,354
Materials and Supplies	1,094,840	1,093,624	1,025,671	67,953
Contractual Services	533,972	543,908	517,900	26,008
Other	263,835	307,485	304,271	3,214
<b>Total Expenditures</b>	<b>7,594,150</b>	<b>7,851,520</b>	<b>7,675,991</b>	<b>175,529</b>
<b>Excess of Revenues Over (Under) Expenditures</b>	<b>(275,350)</b>	<b>(182,720)</b>	<b>150,256</b>	<b>332,976</b>
<b>Other Financing Sources:</b>				
Other Financing Sources	44,400	44,400	44,094	(306)
<b>Net Change in Fund Balance</b>	<b>(230,950)</b>	<b>(138,320)</b>	<b>194,350</b>	<b>332,670</b>
Fund Balance at Beginning of Year	367,680	367,680	367,680	-
Prior Year Encumbrances Appropriated	52,368	52,368	52,368	-
<b>Fund Balance at End of Year</b>	<b>\$ 189,098</b>	<b>\$ 281,728</b>	<b>\$ 614,398</b>	<b>\$ 332,670</b>



Butler County, Ohio  
 Schedule of Revenues, Expenditures, and  
 Changes in Fund Balance-Budget and Actual  
 Elderly Services Levy-Special Revenue Fund  
 Budget Basis  
 For the Year Ended December 31, 2009

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues:				
Property Taxes	\$ 14,500,000	\$ 9,180,000	\$ 9,178,053	\$ (1,947)
Intergovernmental	-	1,005,500	1,014,395	8,895
Payments in Lieu of Taxes	-	14,500	14,529	29
Total Revenues	<u>14,500,000</u>	<u>10,200,000</u>	<u>10,206,977</u>	<u>6,977</u>
Expenditures:				
Current:				
Human Services				
Contractual Services	<u>13,000,000</u>	<u>13,000,000</u>	<u>12,175,985</u>	<u>824,015</u>
Excess of Revenues Over (Under) Expenditures	1,500,000	(2,800,000)	(1,969,008)	830,992
Fund Balance at Beginning of Year	<u>18,058,318</u>	<u>18,058,318</u>	<u>18,058,318</u>	-
Fund Balance at End of Year	<u>\$ 19,558,318</u>	<u>\$ 15,258,318</u>	<u>\$ 16,089,310</u>	<u>\$ 830,992</u>

**Butler County, Ohio**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balance-Budget and Actual**  
**All Other Human Services-Special Revenue Fund**  
**Budget Basis**  
**For the Year Ended December 31, 2009**

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues:				
Intergovernmental	\$ 188,379	\$ 164,427	\$ 165,432	\$ 1,005
Other	2,250	890	893	3
Total Revenues	<u>190,629</u>	<u>165,317</u>	<u>166,325</u>	<u>1,008</u>
Expenditures:				
Current:				
Human Services				
Other Human Services				
Personal Services	228,997	230,162	216,058	14,104
Materials and Supplies	8,269	12,703	11,031	1,672
Contractual Services	9,874	13,206	10,997	2,209
Other	-	1,311	1,311	-
Total Expenditures	<u>247,140</u>	<u>257,382</u>	<u>239,397</u>	<u>17,985</u>
Excess of Revenues Over (Under) Expenditures	<u>(56,511)</u>	<u>(92,065)</u>	<u>(73,072)</u>	<u>18,993</u>
Other Financing Sources:				
Advances - In	-	13,500	14,130	630
Transfers - In	55,423	53,677	56,862	3,185
Total Other Financing Sources	<u>55,423</u>	<u>67,177</u>	<u>70,992</u>	<u>3,815</u>
Net Change in Fund Balance	(1,088)	(24,888)	(2,080)	22,808
Fund Balance at Beginning of Year	29,872	29,872	29,872	-
Prior Year Encumbrances Appropriated	2,566	2,566	2,566	-
Fund Balance at End of Year	<u>\$ 31,350</u>	<u>\$ 7,550</u>	<u>\$ 30,358</u>	<u>\$ 22,808</u>

**Butler County, Ohio**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balance-Budget and Actual**  
**Technology-Capital Projects Fund**  
**Budget Basis**  
**For the Year Ended December 31, 2009**

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Expenditures:				
Debt Service:				
Principal Retirement	\$ 2,950,000	\$ 2,950,000	\$ 2,950,000	\$ -
Interest and Fiscal Charges	117,672	117,672	117,672	-
Total Expenditures	<u>3,067,672</u>	<u>3,067,672</u>	<u>3,067,672</u>	<u>-</u>
Excess of Revenues Under Expenditures	<u>(3,067,672)</u>	<u>(3,067,672)</u>	<u>(3,067,672)</u>	<u>-</u>
Other Financing Sources:				
Notes Issued	2,795,000	2,795,000	2,795,000	-
Transfers - In	272,672	272,672	272,672	-
Total Other Financing Sources	<u>3,067,672</u>	<u>3,067,672</u>	<u>3,067,672</u>	<u>-</u>
Net Change in Fund Balance	-	-	-	-
Fund Balance at Beginning of Year	-	-	-	-
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Butler County, Ohio  
Schedule of Revenues, Expenditures, and  
Changes in Fund Balance-Budget and Actual  
Other Capital Improvements - Capital Projects Fund  
Budget Basis  
For the Year Ended December 31, 2009

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues:				
Intergovernmental	\$ -	\$ 125,627	\$ 125,627	\$ -
Other	70,000	2,674	2,674	-
Total Revenues	<u>70,000</u>	<u>128,301</u>	<u>128,301</u>	<u>-</u>
Expenditures:				
Other Capital Improvement				
Contractual Services	-	299,340	298,645	695
Materials and Supplies	-	74,854	74,854	-
Capital Outlay	100,000	11,925	11,925	-
Total Expenditures	<u>100,000</u>	<u>386,119</u>	<u>385,424</u>	<u>695</u>
Excess of Revenues Over (Under) Expenditures	<u>(30,000)</u>	<u>(257,818)</u>	<u>(257,123)</u>	<u>695</u>
Other Financing Sources:				
Other Financing Sources	-	29,208	29,208	-
Transfers - In	-	15,000	15,000	-
Total Other Financing Sources	<u>-</u>	<u>44,208</u>	<u>44,208</u>	<u>-</u>
Net Change in Fund Balance	(30,000)	(213,610)	(212,915)	695
Fund Balance at Beginning of Year	32,201	32,201	32,201	-
Prior Year Encumbrances Appropriated	181,524	181,524	181,524	-
Fund Balance at End of Year	<u>\$ 183,725</u>	<u>\$ 115</u>	<u>\$ 810</u>	<u>\$ 695</u>

**Butler County, Ohio**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balance-Budget and Actual**  
**Road Improvements-Capital Projects Fund**  
**Budget Basis**  
**For the Year Ended December 31, 2009**

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues:				
Intergovernmental	\$ 875,224	\$ 3,578,977	\$ 3,578,977	\$ -
Expenditures:				
Road Improvement				
Capital Outlay				
Contractual Services	875,224	4,065,714	4,065,714	-
Excess of Revenues Under Expenditures	-	(486,737)	(486,737)	-
Other Financing Sources:				
Proceeds of Loans	-	486,737	486,737	-
Net Change in Fund Balance	-	-	-	-
Fund Balance at Beginning of Year	-	-	-	-
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**Butler County, Ohio**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balance-Budget and Actual**  
**Buildings Construction and Renovations-Capital Projects Fund**  
**Budget Basis**  
**For the Year Ended December 31, 2009**

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
<b>Revenues:</b>				
Interest	\$ -	\$ 2,697	\$ 3,745	\$ 1,048
Other	-	5,500	24,266	18,766
<b>Total Revenues</b>	<b>-</b>	<b>8,197</b>	<b>28,011</b>	<b>19,814</b>
<b>Expenditures:</b>				
Buildings Construction and Renovations				
Contractual Services	2,120,000	2,964,726	2,941,187	23,539
<b>Debt Service:</b>				
Principal Retirement	12,105,000	12,105,000	12,105,000	-
Interest and Fiscal Charges	309,662	350,527	330,277	20,250
<b>Total Debt Service</b>	<b>12,414,662</b>	<b>12,455,527</b>	<b>12,435,277</b>	<b>20,250</b>
<b>Total Expenditures</b>	<b>14,534,662</b>	<b>15,420,253</b>	<b>15,376,464</b>	<b>43,789</b>
<b>Excess of Revenues Over (Under) Expenditures</b>	<b>(14,534,662)</b>	<b>(15,412,056)</b>	<b>(15,348,453)</b>	<b>63,603</b>
<b>Other Financing Sources:</b>				
Notes Issued	12,105,000	12,269,740	12,270,000	260
Premium on Debt Issued	66,000	65,644	66,725	1,081
Transfers - In	79,000	93,415	93,415	-
<b>Total Other Financing Sources</b>	<b>12,250,000</b>	<b>12,428,799</b>	<b>12,430,140</b>	<b>1,341</b>
<b>Net Change in Fund Balance</b>	<b>(2,284,662)</b>	<b>(2,983,257)</b>	<b>(2,918,313)</b>	<b>64,944</b>
Fund Balance at Beginning of Year	2,466,798	2,466,798	2,466,798	-
Prior Year Encumbrances Appropriated	698,175	698,175	698,175	-
<b>Fund Balance at End of Year</b>	<b>\$ 880,311</b>	<b>\$ 181,716</b>	<b>\$ 246,660</b>	<b>\$ 64,944</b>

**Butler County, Ohio**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balance-Budget and Actual**  
**Bond Retirement-Debt Service Fund**  
**Budget Basis**  
**For the Year Ended December 31, 2009**

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues:				
Special Assessments	\$ 1,408,200	\$ 1,505,538	\$ 1,515,735	\$ 10,197
Expenditures:				
Current:				
Capital Outlay				
Other	-	223,681	223,681	-
Debt Service:				
Principal Retirement	1,313,002	1,326,202	1,323,200	3,002
Interest and Fiscal Charges	1,009,620	1,055,308	1,053,971	1,337
Total Debt Service	2,322,622	2,381,510	2,377,171	4,339
Total Expenditures	2,322,622	2,605,191	2,600,852	4,339
Excess of Revenues Over (Under) Expenditures	(914,422)	(1,099,653)	(1,085,117)	14,536
Other Financing Sources (Uses):				
Transfers - In	707,647	589,291	589,291	-
Transfers - Out	(6,941)	(623,108)	(616,167)	6,941
Total Other Financing Sources (Uses)	700,706	(33,817)	(26,876)	6,941
Net Change in Fund Balance	(213,716)	(1,133,470)	(1,111,993)	21,477
Fund Balance at Beginning of Year	2,166,485	2,166,485	2,166,485	-
Fund Balance at End of Year	\$ 1,952,769	\$ 1,033,015	\$ 1,054,492	\$ 21,477

Butler County, Ohio  
Schedule of Revenues, Expenses, and  
Changes in Fund Equity-Budget and Actual  
Health Insurance-Internal Service Fund  
Budget Basis  
For the Year Ended December 31, 2009

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues:				
Charges for Services	\$ 15,050,000	\$ 14,325,531	\$ 14,519,834	\$ 194,303
Other Operating Revenues	-	747	748	1
Total Revenues	15,050,000	14,326,278	14,520,582	194,304
Expenses:				
Personal Services	126,080	141,073	137,442	3,631
Contractual Services	14,250,000	14,505,511	14,259,850	245,661
Materials and Supplies	1,000	4,900	2,721	2,179
Other	1,000	2,611	1,511	1,100
Total Expenses	14,378,080	14,654,095	14,401,524	252,571
Excess of Revenues Over (Under) Expenses	671,920	(327,817)	119,058	446,875
Other Financing Sources:				
Other Non-Operating Revenues	-	23,722	44,612	20,890
Net Change in Fund Equity	671,920	(304,095)	163,670	467,765
Fund Equity at Beginning of Year	505,262	505,262	505,262	-
Prior Year Encumbrances Appropriated	18,469	18,469	18,469	-
Fund Equity at End of Year	\$ 1,195,651	\$ 219,636	\$ 687,401	\$ 467,765



Butler County, Ohio  
 Schedule of Revenues, Expenses, and  
 Changes in Fund Equity-Budget and Actual  
 Workers' Compensation Benefit-Internal Service Fund  
 Budget Basis  
 For the Year Ended December 31, 2009

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues:				
Charges for Services	\$ 2,030,000	\$ 2,030,000	\$ 2,127,640	\$ 97,640
Other Non Operating Revenues	-	-	17,734	17,734
Total Revenues	<u>2,030,000</u>	<u>2,030,000</u>	<u>2,145,374</u>	<u>115,374</u>
Expenses:				
Personal Services	339,610	339,610	303,778	35,832
Contractual Services	906,000	1,041,350	1,016,807	24,543
Claims and Judgments	785,000	865,000	857,132	7,868
Other	1,000	1,000	-	1,000
Total Expenses	<u>2,031,610</u>	<u>2,246,960</u>	<u>2,177,717</u>	<u>69,243</u>
Excess of Revenues Over (Under) Expenses	(1,610)	(216,960)	(32,343)	184,617
Fund Equity at Beginning of Year	663,322	663,322	663,322	-
Prior Year Encumbrances Appropriated	5,350	5,350	5,350	-
Fund Equity at End of Year	<u>\$ 667,062</u>	<u>\$ 451,712</u>	<u>\$ 636,329</u>	<u>\$ 184,617</u>

Butler County, Ohio  
 Schedule of Revenues, Expenses, and  
 Changes in Fund Equity-Budget and Actual  
 County Fuel Depot-Internal Service Fund  
 Budget Basis  
 For the Year Ended December 31, 2009

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues:				
Charges for Services	\$ 850,000	\$ 594,000	\$ 612,140	\$ 18,140
Expenses:				
Contractual Services	8,000	14,000	9,711	4,289
Materials and Supplies	800,000	574,472	544,136	30,336
Total Expenses	808,000	588,472	553,847	34,625
Excess of Revenues Over Expenses	42,000	5,528	58,293	52,765
Other Financing Sources (Uses):				
Advances - Out	-	(150,000)	(150,000)	-
Net Change in Fund Equity	42,000	(144,472)	(91,707)	52,765
Fund Equity at Beginning of Year	132,406	132,406	132,406	-
Prior Year Encumbrances Appropriated	13,899	13,899	13,899	-
Fund Equity at End of Year	\$ 188,305	\$ 1,833	\$ 54,598	\$ 52,765

# STATISTICAL SECTION

**(This Page Intentionally Left Blank)**

# Statistical Section

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

<b><u>Contents</u></b>	<b><u>Page(s)</u></b>
<b>Financial Trends</b> These schedules contain trend information to help the reader understand how the County's financial position has changed over time.	<b>163-167</b>
<b>Revenue Capacity</b> These schedules contain information to help the reader understand and assess the factors affecting the County's ability to generate its most significant local revenue source, the property tax.	<b>168-179</b>
<b>Debt Capacity</b> 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.	<b>180-184</b>
<b>Economic and Demographic Information</b> These schedules offer economic and demographic indicators to help the reader understand the environment within which the County's financial activities take place and to provide information that facilitates comparisons of financial information over time and among governments.	<b>185-186</b>
<b>Operating Information</b> These schedules contain service and infrastructure data to help the reader understand how the information in the County's financial report relates to the services the County provides and the activities it performs.	<b>187-191</b>

## **Sources:**

Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The County implemented GASB Statement 34 in 2002; schedules presenting government-wide information include information beginning in that year.

**Butler County, Ohio**  
**Net Assets by Component**  
 Last Eight Years  
 (accrual basis of accounting)

	2002	2003	2004	2005	2006	2007	2008	2009
<b>Governmental Activities:</b>								
Invested in Capital Assets, Net of Related Debt Restricted	\$ 261,504,606	\$ 273,113,179	\$ 274,568,990	\$ 284,893,107	\$ 290,996,712	\$ 303,847,268	\$ 309,737,672	\$ 318,319,886
Unrestricted (Deficit)	67,150,688	80,013,671	91,557,032	94,009,926	113,494,538	143,098,392	117,767,313	142,243,355
	19,884,831	(2,953,484)	(9,110,830)	(2,854,954)	8,438,851	18,544,219	(3,264,872)	(13,387,301)
Total Governmental Activities Net Assets	348,540,125	350,173,366	357,015,192	376,048,079	412,930,101	465,489,879	424,240,113	447,175,940
<b>Business-type Activities:</b>								
Invested in Capital Assets, Net of Related Debt Restricted	142,565,025	147,192,603	175,845,751	203,448,271	218,544,211	220,104,614	206,941,720	207,607,160
Unrestricted	17,015,730	15,123,280	13,894,357	12,406,549	12,615,860	11,791,705	11,551,342	6,000,000
	28,037,520	39,070,468	30,939,460	35,131,712	32,779,386	38,024,420	50,594,713	52,407,428
Total Business-type Activities Net Assets	187,618,275	201,386,351	220,679,568	250,986,532	263,939,457	269,920,739	269,087,775	266,014,588
<b>Primary Government:</b>								
Invested in Capital Assets, Net of Related Debt Restricted	404,069,631	420,305,782	450,414,741	488,341,378	509,540,923	523,951,882	516,679,392	525,927,046
Unrestricted	84,166,418	95,136,951	105,451,389	106,416,475	126,110,398	154,890,097	129,318,655	148,243,355
	47,922,351	36,116,984	21,828,630	32,276,758	41,218,237	56,568,639	47,329,841	39,020,127
Total Primary Government Net Assets	\$ 536,158,400	\$ 551,559,717	\$ 577,694,760	\$ 627,034,611	\$ 676,869,558	\$ 735,410,618	\$ 693,327,888	\$ 713,190,528

**Butler County, Ohio**  
**Changes in Net Assets of Governmental Activities**  
**Last Eight Years**  
 (accrual basis of accounting)

	2002	2003	2004	2005	2006	2007	2008	2009
<b>Expenses</b>								
Governmental Activities								
General Government:								
Legislative and Executive	\$ 24,241,162	\$ 31,288,759	\$ 41,811,607	\$ 29,973,286	\$ 31,211,969	\$ 35,086,479	\$ 37,260,435	\$ 27,727,443
Judicial	12,735,544	12,834,297	13,961,424	15,310,560	15,952,902	16,766,093	16,978,319	17,732,020
Public Safety	34,599,025	36,659,180	39,076,252	39,391,890	44,865,490	51,218,782	48,709,320	46,897,900
Public Works	15,657,130	17,582,429	20,443,207	22,396,375	20,803,499	24,981,832	25,416,281	24,661,639
Health	47,395,622	46,285,012	47,785,590	47,530,463	56,072,547	54,781,525	62,270,201	58,320,120
Human Services	69,442,215	69,048,201	70,220,434	78,630,914	82,199,251	89,695,391	93,725,373	90,877,303
Conservation and Recreation	520,722	531,971	477,828	517,825	589,151	686,496	587,061	571,952
Intergovernmental								
Interest and Fiscal Charges	4,903,164	4,795,392	4,445,020	4,546,165	5,351,240	5,459,844	5,822,661	4,780,375
Total Governmental Activities Expenses	209,496,584	219,025,241	238,221,362	238,291,478	237,646,049	278,676,642	296,341,941	276,455,486
Business-type Activities								
Sewer	\$20,016,850	20,988,143	24,059,068	26,013,574	26,108,534	27,027,272	26,429,926	24,587,715
Water	\$22,896,846	21,173,268	22,957,096	28,528,100	25,975,538	29,630,418	26,946,953	26,323,570
GSC Parking Garage	\$83,212	80,760	162,505	167,163	170,220	162,063	82,346	220,725
Total Business-type Activities Expenses	42,996,908	42,242,171	47,178,669	54,708,837	52,254,312	56,819,753	53,459,225	51,132,010
Total Primary Government Expenses	252,493,492	261,267,412	285,400,031	293,000,315	309,900,361	335,496,395	349,801,166	327,587,496
<b>Program Revenues</b>								
Governmental Activities								
Charges for Services								
General Government:								
Legislative and Executive	16,942,229	26,064,981	39,481,913	26,096,369	25,539,301	25,761,198	18,925,412	16,307,020
Judicial	5,220,484	3,703,685	3,711,346	4,171,246	5,405,269	5,818,814	6,016,149	6,440,735
Public Safety	1,436,746	5,996,412	6,490,098	4,435,139	9,018,145	12,368,985	13,631,099	14,803,587
Public Works	113,1460	2,175,913	10,026,807	10,382,866	7,095,760	767,323	3,025,891	2,407,770
Health	897,590	1,042,160	1,355,895	1,446,007	930,496	1,317,932	910,720	820,543
Human Services	1,911,831	1,945,316	1,946,389	1,928,863	2,336,047	2,448,406	3,160,525	3,051,966
Conservation and Recreation						26,784	40,890	13,620
Subtotal - Charges for Services	27,540,340	40,928,467	63,012,448	48,460,490	50,325,018	48,509,442	45,710,686	43,845,241
Operating Grants, Contributions and Interest								
General Government:								
Legislative and Executive	1,226,721	160,789	355,609	353,185	16,966	43,820	440,633	996,461
Judicial	48,770	1,182,707	1,070,690	1,186,715	1,246,084	986,906	1,230,555	1,682,162
Public Safety	6,136,704	6,721,740	6,671,901	7,086,662	7,661,085	7,087,851	4,309,488	5,306,196
Public Works	2,305,868	193,292	3,658,865	3,960,609	4,851,754	11,398,189	10,837,709	18,164,149
Health	30,257,939	30,579,700	29,222,174	30,622,659	36,549,354	32,777,452	31,433,888	36,860,053
Human Services	41,788,193	46,424,550	44,947,797	46,836,974	54,423,787	63,185,700	51,118,231	64,352,303
Subtotal - Operating Grants, Contributions and Interest	81,764,195	85,262,778	85,877,036	90,046,804	104,749,030	115,479,918	99,370,504	127,361,324
Capital Grants, Contributions and Interest								
General Government:								
Legislative and Executive	34,813	-	-	3,543,122	-	-	-	125,627
Judicial	5,757	-	-	89,041	-	-	-	-
Public Safety	6,138,459	301,836	20,272	-	1,244,826	-	15,785	-
Human Services	-	15,736,890	-	-	11,062,312	-	-	-
Public Works	17,880,521	-	13,337,057	16,317,031	11,062,312	6,785,122	13,920,646	8,999,202
Health	-	-	758,073	-	-	-	-	-
Subtotal - Capital Grants, Contributions and Interest	24,079,550	16,038,726	14,115,402	19,949,194	12,307,138	6,785,122	13,936,431	9,124,829
Total Governmental Activities Program Revenues	133,384,085	142,229,971	163,004,886	158,456,488	167,381,186	170,774,482	159,017,621	180,331,394

(continued)

**Butler County, Ohio**  
**Changes in Net Assets of Governmental Activities**  
**Last Eight Years**  
**(accrual basis of accounting)**  
**(Continued)**

	2002	2003	2004	2005	2006	2007	2008	2009
<b>Business-type Activities:</b>								
Charges for Services								
Sewer	16,527,843	16,464,896	17,330,204	17,547,243	18,988,269	20,980,896	21,299,055	18,346,224
Water	20,166,493	16,500,238	19,243,602	21,836,928	21,956,744	26,065,961	23,456,446	20,204,971
GSC Parking Facility	131,445	176,084	160,594	172,315	169,805	158,869	156,404	146,206
Capital Grants, Contributions and Interest	19,328,626	21,624,175	26,867,947	34,706,212	22,321,495	14,010,237	6,595,488	8,295,657
Total Business-type Activities Program Revenues	56,154,407	54,765,393	63,602,347	74,262,698	63,436,313	61,215,963	51,507,393	46,993,058
Total Primary Government Program Revenues	189,538,492	196,995,364	226,607,233	232,719,186	230,817,499	231,990,445	210,525,014	227,324,452
<b>Net (Expense)/Revenue</b>								
Governmental Activities	(76,112,499)	(219,025,241)	(238,221,362)	(238,291,478)	(257,646,049)	(107,902,160)	(137,324,320)	(96,124,092)
Business-type Activities	13,157,499	12,523,222	16,423,678	19,553,861	11,182,001	4,396,210	(1,951,832)	(4,138,952)
Total Primary Government Net (Expense)/Revenue	(62,955,000)	(206,502,019)	(221,797,684)	(218,737,617)	(246,464,048)	(103,505,950)	(139,276,152)	(100,263,044)
<b>General Revenues and Other Changes in Net Assets</b>								
Governmental Activities:								
Property Taxes Levied for:								
General Purposes	9,571,297	12,810,448	12,419,287	12,956,608	14,737,266	14,620,159	14,191,594	15,079,052
Health - Developmental Disabilities	16,803,125	14,890,749	14,765,474	18,467,802	20,014,999	19,665,938	19,073,043	19,323,359
Human Services - Children Services Agency	7,804,510	8,214,528	12,829,080	13,282,374	14,283,235	14,269,273	13,884,835	14,495,323
Health - Mental Health	1,869,810	1,959,018	1,920,227	1,995,109	2,239,541	9,343,505	9,023,904	8,240,166
Human Services - Elderly Services Levy	7,259,359	7,583,447	7,476,865	7,803,077	13,973,467	13,992,100	13,280,836	8,908,467
Animal Shelter	-	-	-	-	29,997	3,340,811	-	-
Sales Tax	16,642,460	17,182,889	18,414,113	22,607,425	40,662,394	41,317,071	33,408,493	31,843,586
Local Taxes	2,110,549	2,278,929	-	-	2,699,651	2,450,378	2,454,986	2,430,185
Payments in Lieu of Taxes	-	-	-	-	93,487	3,620,542	4,438,718	3,981,481
Grants and Entitlements not Restricted to Specific Programs	10,072,833	9,966,355	11,232,408	11,954,539	6,276,571	7,659,749	7,664,080	6,603,883
Investment Earnings	4,726,714	631,296	1,732,089	4,921,808	10,119,758	14,879,642	10,362,722	3,875,844
Other	819,767	2,771,852	2,412,759	4,847,763	3,277,088	5,238,068	3,707,444	4,278,573
Gain on Sale of Capital Assets	-	-	-	-	-	281,924	-	-
Transfers	(380,965)	119,000	-	31,372	-	-	-	-
Total Governmental Activities	77,299,459	78,428,511	83,202,302	98,867,877	128,407,454	150,679,160	131,490,655	119,059,919
Business-type Activities:								
Interest	112,115	77,142	276,589	781,251	635,202	462,058	125,300	468
Other	1,678,347	1,286,712	1,448,950	10,003,224	1,135,722	1,123,014	769,887	1,065,297
Transfers	380,965	(119,000)	-	(31,372)	-	-	-	-
Total Business-type Activities	2,171,427	1,244,854	1,725,539	10,753,103	1,770,924	1,585,072	895,187	1,065,765
Total Primary Government	79,470,886	79,673,365	84,927,841	109,620,980	130,178,378	152,264,232	132,385,842	120,125,684
<b>Change in Net Assets</b>								
Governmental Activities	1,186,960	1,633,241	7,985,826	19,032,887	38,142,591	42,777,000	(5,833,665)	22,935,827
Business-type Activities	15,328,926	13,768,076	18,149,217	30,306,964	12,952,925	5,981,282	(1,056,645)	(3,073,187)
Total Primary Government Change in Net Assets	\$ 16,515,886	\$ 15,401,317	\$ 26,135,043	\$ 49,339,851	\$ 51,095,516	\$ 48,758,282	\$ (6,890,310)	\$ 19,862,640

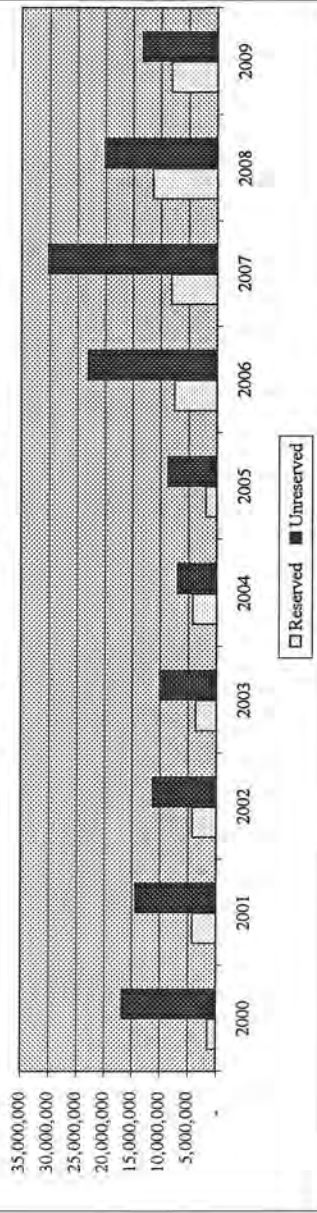
(1) In 2008, the County changed the accounting treatment applied to payment in lieu of taxes transactions. The County now views these transactions as exchange transactions.



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

	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
<b>General Fund</b>										
Reserved	\$ 1,496,938	\$ 4,187,656	\$ 4,195,492	\$ 3,637,460	\$ 4,216,411	\$ 1,912,847	\$ 7,520,543	\$ 8,048,067	\$ 11,396,642	\$ 7,788,076
Unreserved, Designated	-	-	-	-	-	-	17,729,295	16,953,260	8,409,077	2,735,091
Unreserved	16,743,199	14,352,808	11,313,356	10,013,728	6,957,053	8,715,587	5,262,983	13,287,018	11,656,994	10,673,216
<b>Total General Fund</b>	<b>18,240,137</b>	<b>18,540,464</b>	<b>15,508,848</b>	<b>13,651,188</b>	<b>11,173,464</b>	<b>10,628,434</b>	<b>30,512,821</b>	<b>38,288,345</b>	<b>31,462,713</b>	<b>21,196,383</b>
<b>All Other Governmental Funds</b>										
Reserved	9,089,084	6,797,712	7,512,507	5,870,249	10,462,267	10,488,074	8,520,627	8,496,349	13,340,880	1,173,227
Unreserved, Undesignated, (Deficit)										
Reported in:										
Special Revenue Funds	35,452,761	37,326,719	26,955,861	28,827,510	38,329,806	49,050,968	60,449,732	75,216,379	66,039,506	92,563,873
Debt Service Funds	1,079,271	930,745	701,453	7,056,879	9,394,492	9,860,557	10,274,042	10,709,381	1,742,251	1,035,696
Capital Projects Funds	(20,261,460)	(39,631,918)	(7,405,332)	(12,841,676)	(5,623,226)	(4,329,568)	(5,673,702)	(21,970,837)	(25,582,374)	(25,975,467)
<b>Total All Other Governmental Funds</b>	<b>25,359,656</b>	<b>5,423,258</b>	<b>27,764,489</b>	<b>28,912,962</b>	<b>52,563,339</b>	<b>65,070,031</b>	<b>73,570,699</b>	<b>72,451,272</b>	<b>55,540,263</b>	<b>68,797,329</b>
<b>Total Governmental Funds</b>	<b>\$ 43,599,793</b>	<b>\$ 23,963,722</b>	<b>\$ 43,273,337</b>	<b>\$ 42,564,150</b>	<b>\$ 63,736,803</b>	<b>\$ 75,698,465</b>	<b>\$ 104,083,520</b>	<b>\$ 110,739,617</b>	<b>\$ 87,002,976</b>	<b>\$ 89,993,712</b>

**Fund Balance of the General Fund**



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

	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
<b>Revenues</b>										
Property Taxes	\$ 51,471,925	\$ 56,994,477	\$ 56,635,633	\$ 47,667,011	\$ 49,452,124	\$ 54,548,053	\$ 63,387,785	\$ 74,811,809	\$ 69,674,972	\$ 66,870,321
Other Local Taxes**	-	-	-	-	18,226,392	21,013,937	40,557,333	2,450,378	2,454,986	2,430,185
Sales Taxes**	-	-	-	17,071,061	54,430,214	39,599,181	50,623,535	41,256,564	34,238,835	29,479,864
Charges for Services	24,781,590	22,895,309	24,051,238	37,586,693	54,930,214	39,599,181	50,623,535	41,256,564	34,238,835	29,479,864
Licenses and Permits	29,286	451,134	356,079	395,704	625,484	576,368	578,800	528,432	741,296	690,948
Fines and Forfeitures	1,745,472	1,381,193	1,496,642	1,577,450	1,588,923	1,596,855	1,990,868	2,123,869	2,231,081	2,090,293
Intergovernmental	97,673,685	109,774,122	116,397,421	104,819,010	115,938,364	121,141,697	115,942,192	127,289,857	119,929,792	128,666,114
Special Assessments	1,540,991	3,343,508	1,935,767	1,796,964	3,437,822	4,069,049	4,769,460	3,797,896	2,578,575	2,586,571
Payments in Lieu of Taxes	-	-	-	-	102,604	98,044	93,487	3,371,248	4,063,662	3,981,481
Investment Earnings	9,244,106	8,050,600	4,909,336	2,320,112	2,042,232	4,753,193	9,875,014	14,863,587	10,371,186	4,190,583
Contributions and Donations	-	-	-	-	-	57,442	-	-	-	-
Other	1,233,265	3,319,072	3,347,703	2,476,504	2,152,051	4,733,899	3,324,541	5,238,068	4,312,857	4,343,465
<b>Total Revenues</b>	<b>187,720,320</b>	<b>206,109,415</b>	<b>209,129,819</b>	<b>215,710,509</b>	<b>247,996,210</b>	<b>252,187,718</b>	<b>291,343,015</b>	<b>321,408,281</b>	<b>293,133,400</b>	<b>288,646,445</b>
<b>Expenditures</b>										
Current										
General Government:										
Legislative and Executive	24,227,740	22,320,463	22,416,059	27,389,325	39,470,890	32,422,732	28,864,871	33,006,531	34,806,814	25,460,279
Judicial	10,075,022	10,774,926	11,973,877	12,417,152	13,600,288	14,903,814	15,614,805	16,293,690	16,701,077	17,584,347
Public Safety	25,779,523	28,030,833	32,038,169	33,995,976	36,712,267	37,831,821	48,197,839	60,514,200	56,351,505	50,733,912
Public Works	20,874,389	22,342,883	17,495,693	16,723,691	21,793,001	24,075,562	22,238,619	30,092,525	26,885,234	25,174,244
Health	38,633,572	43,063,262	47,016,101	47,016,129	47,080,225	46,791,219	55,828,433	54,243,058	61,761,021	57,606,967
Human Services	53,583,561	74,701,273	70,167,063	68,945,768	69,795,718	78,182,733	82,122,458	89,324,671	93,732,570	91,078,866
Conservation and Recreation	460,000	487,768	520,722	531,971	477,828	517,825	589,151	686,496	587,061	571,952
Other	267,497	743,474	-	-	-	-	-	-	-	-
Capital Outlay	18,192,673	33,491,306	17,202,016	2,864,741	902,028	702,757	748,995	4,254,031	10,115,027	2,388,023
Intergovernmental	1,410,577	-	-	-	-	-	-	-	5,572,290	4,780,375
Debt Service:										
Principal Retirement	2,164,123	2,431,193	12,196,730	14,895,447	18,282,294	19,421,622	21,760,855	5,943,125	6,770,900	7,410,684
Interest and Fiscal Charges	4,252,619	4,404,660	-	4,892,067	4,463,820	4,463,136	5,735,766	5,454,896	5,730,483	4,996,253
Issuance Costs	-	-	-	-	156,127	555,185	245,108	210,797	60,948	65,618
<b>Total Expenditures</b>	<b>199,921,296</b>	<b>242,792,041</b>	<b>231,026,430</b>	<b>229,672,267</b>	<b>253,072,466</b>	<b>259,868,406</b>	<b>281,966,900</b>	<b>300,024,020</b>	<b>319,074,930</b>	<b>287,871,520</b>
Excess of Revenues Over (Under) Expenditures	(12,200,976)	(36,682,626)	(21,896,611)	(13,961,758)	(5,076,256)	(7,680,688)	9,376,115	21,384,261	(25,941,530)	(1,225,075)
<b>Other Financing Sources (Uses)</b>										
General Obligation Bonds Issued	8,260,000	3,045,000	32,620,000	-	10,350,000	-	17,500,000	-	-	1,935,000
Premium on Debt Issued	-	-	2,163,461	192,695	470,239	2,042,726	578,718	960,332	83,744	30,433
Notes Issued	-	-	11,465,000	14,485,000	15,470,000	17,105,000	-	-	-	-
Refunding Bonds Issued	-	-	-	-	8,905,000	29,365,000	-	17,095,000	-	-
Special Assessment Bonds Issued	-	-	-	-	-	1,144,000	-	-	3,315,000	-
Proceeds of Loans	-	-	-	-	768,868	-	-	374,761	-	773,396
Accrued Interest Received on Debt Issued	-	-	-	-	11,851	-	-	-	-	-
Payment to Refund Bond Escrow Agent	-	-	-	-	(8,841,238)	-	-	(17,836,926)	-	-
Inception of Capital Lease	-	-	87,215	72,200	-	2,862,332	83,878	1,532,939	1,218,866	1,476,982
Sale of Fixed Assets	-	672,237	-	-	-	-	-	-	-	-
Proceeds from Sale of Capital Assets	6,447,331	7,764,627	6,322,346	6,242,489	6,100,441	7,071,258	7,928,785	2,803,627	3,089,344	3,211,274
Transfers - In	(6,648,885)	(8,098,273)	(6,703,311)	(6,123,489)	(6,100,441)	(7,039,886)	(7,928,785)	(2,803,627)	(3,089,344)	(3,211,274)
Transfers - Out	-	-	-	-	-	-	-	-	-	-
<b>Total Other Financing Sources</b>	<b>8,058,446</b>	<b>3,383,591</b>	<b>50,730,812</b>	<b>14,868,895</b>	<b>27,134,720</b>	<b>85,458,510</b>	<b>18,162,596</b>	<b>2,245,048</b>	<b>4,617,610</b>	<b>4,215,811</b>
Prior Year Restatement of Fund Balance	4,649,597	13,662,964	27,616	(1,616,324)	(1,185,811)	-	-	(16,973,312)	(2,412,721)	-
<b>Net Change in Fund Balances</b>	<b>\$ 507,067</b>	<b>\$ (19,636,071)</b>	<b>\$ 28,861,817</b>	<b>\$ (709,187)</b>	<b>\$ 20,872,653</b>	<b>\$ 77,777,822</b>	<b>\$ 27,538,711</b>	<b>\$ 6,655,997</b>	<b>\$ (23,756,641)</b>	<b>\$ 2,990,736</b>
Debt Service as a Percentage of Noncapital Expenditures	3.23%	2.82%	5.78%	8.62%	9.30%	9.75%	10.15%	4.22%	4.24%	4.51%

\*Prior to 2007 Other Local Taxes was included with Property Taxes revenue.  
\*\*50 Sales Tax imposed in 2006 and in January 2008 .25 of the Sales Tax was removed.

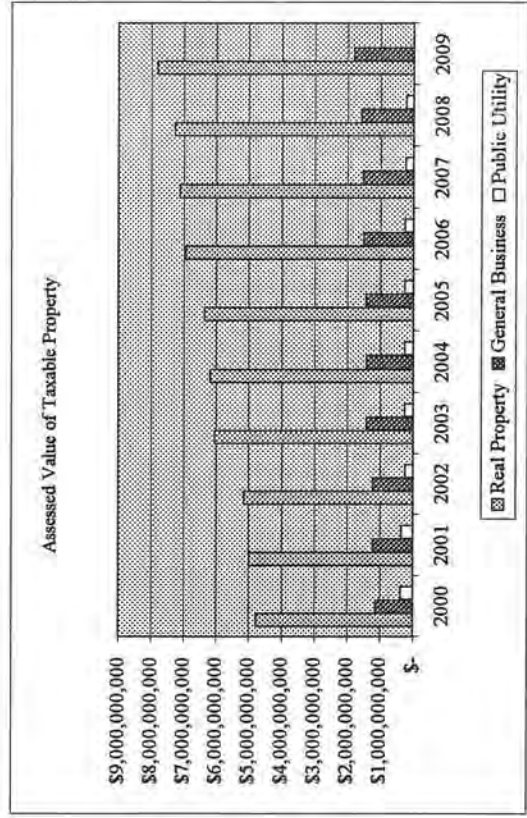
**Butler County, Ohio**  
Assessed and Estimated Actual Value of Taxable Property  
Last Ten Years

Collection Year	Real Property			Tangible Personal Property			Public Utility			Total			Weighted Average Tax Rate
	Assessed Value			Estimated Actual Value			Assessed Value			Estimated Actual Value			
	Residential/Agricultural	Commercial/Industrial/PU		Estimated Actual Value	Assessed Value		Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Ratio		
2000	\$ 3,629,217,240	\$ 1,135,502,180	\$ 13,613,484,057	\$ 2,778,266,992	\$ 381,459,890	\$ 433,477,148	\$ 5,840,746,058	\$ 16,825,228,197	34.71%	6.42			
2001	3,783,180,290	1,206,848,680	14,257,225,629	2,891,639,280	360,025,500	409,119,886	6,072,964,290	17,557,984,795	34.59%	7.05			
2002	3,922,893,560	1,221,719,660	14,698,894,914	3,193,639,763	237,777,970	270,202,239	6,148,864,733	18,162,736,915	33.85%	7.44			
2003	4,638,038,390	1,405,199,000	17,266,392,543	3,151,167,726	258,533,610	293,788,193	7,026,539,577	20,711,348,462	33.93%	5.65			
2004	4,762,263,590	1,413,231,970	17,644,273,029	3,215,713,048	246,408,050	280,009,148	7,161,517,611	21,139,995,224	33.88%	7.32			
2005	4,942,502,150	1,420,219,660	18,179,205,171	3,238,177,704	251,886,670	286,234,852	7,359,389,352	21,703,617,728	33.91%	6.98			
2006	5,425,220,650	1,510,667,250	19,816,822,571	4,035,964,944	244,863,700	278,254,205	7,937,495,027	24,131,041,720	32.89%	8.65			
2007	5,593,932,480	1,530,799,300	20,356,376,514	4,833,508,728	236,656,000	268,927,272	7,965,576,371	25,458,812,514	31.29%	10.11			
2008	5,686,682,890	1,583,855,220	20,772,966,029	742,331,502	221,175,070	251,335,307	7,955,670,369	21,766,632,838	36.55%	9.57			
2009	5,993,230,710	1,803,864,330	22,277,414,400	151,923,300	224,151,810	254,717,966	8,036,439,180	22,684,055,666	35.43%	8.64			

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

The assessed value of real property (including public utility real property) is 35 percent of estimated true value. Personal property tax is assessed on all tangible personal property used in business in Ohio. The assessed value of public utility personal property ranges from 25 percent of true value for railroad property to 88 percent for electric transmission and distribution property. General business tangible personal property is assessed at 25 percent for machinery and equipment and 23 percent for inventories. The general business tangible personal property tax is being phased out beginning in 2006. The listing percentage is 18.75% for 2006, 12.5% for 2007, 6.25% for 2008 and zero for 2009. Effective for 2009, telecommunications is the only remaining type of personal property tax. This will be phased out by 2011. The percentages for telecommunications are 10% for 2009, 5% for 2010 and zero for 2011.

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%, and 2 1/2% and homestead exemptions before being billed.



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

	Collection Year									
	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
<b>Unvoted Millage</b>										
Operating	1.92	1.92	1.92	1.92	1.92	1.92	1.92	1.92	1.92	1.92
Miami Conservancy	0.03	0.03	0.03	0.02	0.02	0.02	0.02	0.03	0.03	0.03
<b>Voted Millage - by levy</b>										
1976 Developmental Disabilities										
Residential/Agricultural Real	0.15542	0.15359	0.15242	0.13203	0.13161	-	-	-	-	-
Commercial/Industrial and Public Utility Real	0.22676	0.22908	0.22919	0.21211	0.21719	-	-	-	-	-
General Business and Public Utility Personal	0.50	0.50	0.50	0.50	0.50	-	-	-	-	-
1984 Developmental Disabilities										
Residential/Agricultural Real	0.26260	0.25950	0.25754	0.22308	0.22237	-	-	-	-	-
Commercial/Industrial and Public Utility Real	0.30828	0.31146	0.31158	0.28836	0.29527	-	-	-	-	-
General Business and Public Utility Personal	0.50	0.50	0.50	0.50	0.50	-	-	-	-	-
1986 Developmental Disabilities										
Residential/Agricultural Real	1.15779	-	-	-	-	-	-	-	-	-
Commercial/Industrial and Public Utility Real	1.27549	-	-	-	-	-	-	-	-	-
General Business and Public Utility Personal	2.00	-	-	-	-	-	-	-	-	-
2000 Developmental Disabilities										
Residential/Agricultural Real	-	1.97639	1.96143	1.69901	1.69357	1.68058	1.57403	1.56238	1.55796	1.49110
Commercial/Industrial and Public Utility Real	-	2.00000	2.00000	1.85098	1.89535	1.89852	1.86687	1.88957	1.88957	1.69023
General Business and Public Utility Personal	-	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
2004 Mental Retardation Board										
Residential/Agricultural Real	-	-	-	-	-	0.99233	0.92941	0.92253	0.92853	0.88045
Commercial/Industrial and Public Utility Real	-	-	-	-	-	1.00000	0.98333	0.99529	0.98999	0.89029
General Business and Public Utility Personal	-	-	-	-	-	1.00	1.00	1.00	1.00	1.00
1985 Mental Health Board										
Residential/Agricultural Real	0.28821	0.28480	0.28265	0.24483	0.24405	0.24218	0.22682	0.22514	0.22451	0.21487
Commercial/Industrial and Public Utility Real	0.31675	0.32001	0.32013	0.29628	0.30338	0.30389	0.29882	0.30246	0.30085	0.27055
General Business and Public Utility Personal	0.50	0.50	0.50	0.50	0.50	0.50	0.50	0.50	0.50	0.50
2006 Mental Health Board										
Residential/Agricultural Real	-	-	-	-	-	-	-	0.99260	0.98979	0.94731
Commercial/Industrial and Public Utility Real	-	-	-	-	-	-	-	1.00000	0.99468	0.89450
General Business and Public Utility Personal	-	-	-	-	-	-	-	1.00	1.00	1.00
2006 Animal Shelter										
Residential/Agricultural Real	-	-	-	-	-	-	-	0.49630	-	-
Commercial/Industrial and Public Utility Real	-	-	-	-	-	-	-	0.50000	-	-
General Business and Public Utility Personal	-	-	-	-	-	-	-	0.50	-	-
1989 Childrens Services Agency										
Residential/Agricultural Real	1.21601	1.20165	1.19256	-	-	-	-	-	-	-
Commercial/Industrial and Public Utility Real	1.38001	1.39422	1.39475	-	-	-	-	-	-	-
General Business and Public Utility Personal	2.00	2.00	2.00	2.00	-	-	-	-	-	-
2008 Childrens Services Agency										
Residential/Agricultural Real	-	-	-	-	1.99360	1.97830	1.85287	1.83916	1.83396	1.91058
Commercial/Industrial and Public Utility Real	-	-	-	-	2.00000	2.00000	1.96666	1.99058	1.99058	1.80000
General Business and Public Utility Personal	-	-	-	-	2.00	2.00	2.00	2.00	2.00	2.00

(continued)

**Butler County, Ohio**  
**Property Tax Rates - Direct and Overlapping Governments**  
**(Per \$1,000 Assessed Value)**

Last Ten Years  
(continued)

	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
<b>1996 Senior Citizens</b>										
Residential/Agricultural Real	\$ 0.81236	\$ 0.80277	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Commercial/Industrial and Public Utility Real	0.90	0.91	-	-	-	-	-	-	-	-
General Business and Public Utility Personal	1.00	1.00	-	-	-	-	-	-	-	-
<b>2001 Senior Citizens</b>										
Residential/Agricultural Real	-	-	1.29016	1.11755	1.11397	1.10543	-	-	-	-
Commercial/Industrial and Public Utility Real	-	-	1.30000	1.20314	1.23198	1.23404	-	-	-	-
General Business and Public Utility Personal	-	-	1.30	1.30	1.30	1.30	-	-	-	-
<b>2005 Senior Citizens</b>										
Residential/Agricultural Real	-	-	-	-	-	-	1.87320	1.85933	1.85407	1.15343
Commercial/Industrial and Public Utility Real	-	-	-	-	-	-	1.96666	1.99058	1.97999	1.15738
General Business and Public Utility Personal	-	-	-	-	-	-	2.00	2.00	2.00	1.30
<b>Total voted millage by type of property</b>										
Residential/Agricultural Real	3.89239	4.67870	5.13677	3.41651	5.39917	4.89339	6.45633	7.89744	7.37021	6.60133
Commercial/Industrial and Public Utility Real	4.41127	5.16806	5.55565	3.85086	5.94317	5.20241	7.08234	8.66848	8.13501	6.70152
General Business and Public Utility Personal	6.50	6.50	6.80	4.80	4.50	5.50	7.50	9.00	8.50	7.80
<b>Total millage by type of property</b>										
Residential/Agricultural Real	5.84239	6.62870	7.08677	5.35651	7.33917	6.83339	8.39633	9.84744	9.33021	8.55133
Commercial/Industrial and Public Utility Real	6.36127	7.11806	7.50565	5.79086	7.88317	7.14241	9.02234	10.61848	10.07501	8.65152
General Business and Public Utility Personal	8.45	8.45	8.75	6.74	6.44	7.44	9.44	10.95	10.45	9.75
<b>Rates by Taxing District</b>										
<b>Cities</b>										
<b>Fairfield</b>										
Residential/Agricultural Real	3.38981	5.90933	5.90272	5.35541	5.35741	5.34934	5.02221	5.01206	5.00579	4.88384
Commercial/Industrial and Public Utility Real	3.50206	5.94000	5.94000	5.46168	5.52777	5.58406	5.37459	5.42924	5.42234	4.99351
General Business and Public Utility Personal	4.54	5.94	5.94	5.94	5.94	5.94	5.94	5.94	5.94	5.94
<b>Hamilton</b>										
Residential/Agricultural Real	5.06000	5.12000	5.12000	6.79564	6.79902	6.83473	6.69492	6.689172	6.688394	6.654314
Commercial/Industrial and Public Utility Real	5.06000	5.12000	5.12000	7.01672	7.06603	7.14589	7.09028	7.11923	7.141428	6.944668
General Business and Public Utility Personal	5.06	5.12	5.12	7.12	7.12	7.16	7.16	7.16	7.16	7.16
<b>Middletown</b>										
Residential/Agricultural Real	6.46000	5.86000	5.86000	5.86000	5.88000	5.90000	5.90000	5.90000	5.90000	5.90000
Commercial/Industrial and Public Utility Real	6.46000	5.86000	5.86000	5.86000	5.88000	5.90000	5.90000	5.90000	5.90000	5.90000
General Business and Public Utility Personal	6.46	5.86	5.86	5.86	5.88	5.90	5.90	5.90	5.90	5.90

(continued)

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

	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
<b>Monroe</b>										
Residential/Agricultural Real	\$ 6.14274	\$ 6.60934	\$ 6.46646	\$ 5.78934	\$ 7.06429	\$ 6.98737	\$ 7.01895	\$ 6.18114	\$ 6.14354	\$ 5.92247
Commercial/Industrial and Public Utility Real	7.93183	8.31289	8.39148	8.21447	10.01255	10.00393	10.02001	8.51989	8.55240	8.07130
General Business and Public Utility Personal	9.17	9.85	9.85	9.85	11.17	11.17	11.17	9.32	9.32	9.32
<b>Oxford</b>										
Residential/Agricultural Real	3.65000	3.65000	3.65000	3.65000	3.65000	3.65000	3.65000	3.65000	3.65000	3.65000
Commercial/Industrial and Public Utility Real	3.65000	3.65000	3.65000	3.65000	3.65000	3.65000	3.65000	3.65000	3.65000	3.65000
General Business and Public Utility Personal	3.65	3.65	3.65	3.65	3.65	3.65	3.65	3.65	3.65	3.65
<b>Trenton</b>										
Residential/Agricultural Real	4.60046	4.55989	4.54447	4.40188	4.39271	3.24000	3.24000	3.24000	3.24000	3.24000
Commercial/Industrial and Public Utility Real	4.58380	4.58285	4.56804	4.43234	4.43413	3.24000	3.24000	3.24000	3.24000	3.24000
General Business and Public Utility Personal	4.74	4.74	4.74	4.74	4.74	3.24	3.24	3.24	3.24	3.24
<b>Villages</b>										
<b>College Corner</b>										
Residential/Agricultural Real	6.16105	6.15572	6.15572	5.50066	5.50066	5.50095	5.49357	5.492928	5.492701	4.817569
Commercial/Industrial and Public Utility Real	7.60372	7.60372	7.60372	6.79368	6.84204	6.84204	6.38366	6.383665	6.383665	6.254188
General Business and Public Utility Personal	14.40	14.40	14.40	14.40	14.40	14.40	14.40	14.40	14.40	14.40
<b>Jacksonburg</b>										
Residential/Agricultural Real	2.00000	2.00000	2.00000	2.00000	2.00000	2.00000	2.00000	2.00000	2.00000	2.00000
Commercial/Industrial and Public Utility Real	2.00000	2.00000	2.00000	2.00000	2.00000	2.00000	2.00000	2.00000	2.00000	2.00000
General Business and Public Utility Personal	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
<b>Millville</b>										
Residential/Agricultural Real	2.30000	2.30000	2.30000	2.30000	2.30000	2.30000	2.30000	2.30000	2.30000	2.30000
Commercial/Industrial and Public Utility Real	2.30000	2.30000	2.30000	2.30000	2.30000	2.30000	2.30000	2.30000	2.30000	2.30000
General Business and Public Utility Personal	2.30	2.30	2.30	2.30	2.30	2.30	2.30	2.30	2.30	2.30
<b>New Miami</b>										
Residential/Agricultural Real	3.69009	3.69032	7.99488	7.29526	7.30259	7.30259	7.05463	7.057468	3.300000	3.137033
Commercial/Industrial and Public Utility Real	4.10089	4.10089	8.20041	7.51588	7.51591	7.51591	7.17936	7.055503	3.300000	3.193293
General Business and Public Utility Personal	4.30	4.30	8.30	8.30	8.30	8.30	8.30	8.30	3.30	3.30
<b>Sevenmile</b>										
Residential/Agricultural Real	6.66123	6.26028	5.66027	5.25700	5.15851	5.15752	7.05464	3.705286	3.706631	3.615387
Commercial/Industrial and Public Utility Real	7.40442	7.00442	6.40442	6.18269	6.08269	6.08269	7.17936	4.709944	4.709945	4.569314
General Business and Public Utility Personal	8.02	7.62	7.02	6.82	6.72	6.72	6.72	5.42	5.42	5.42
<b>Somerville</b>										
Residential/Agricultural Real	3.09000	3.09000	3.09000	3.09000	3.09000	3.09000	3.09000	3.09000	3.09000	3.09000
Commercial/Industrial and Public Utility Real	3.09000	3.09000	3.09000	3.09000	3.09000	3.09000	3.09000	3.09000	3.09000	3.09000
General Business and Public Utility Personal	3.09	3.09	3.09	3.09	3.09	3.09	3.09	3.09	3.09	3.09

(continued)

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

	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
<b>Townships</b>										
<b>Fairfield</b>										
Residential/Agricultural Real	\$ 3,97666	\$ 6,97612	\$ 6,84975	\$ 6,00824	\$ 5,96827	\$ 5,93866	\$ 5,69314	\$ 5,63499	\$ 5,62097	\$ 5,40070
Commercial/Industrial and Public Utility Real	3,61927	7,17721	7,19000	6,16790	6,38986	5,16953	5,75430	6,07546	5,33824	5,56685
General Business and Public Utility Personal	7.19	7.19	7.19	7.19	7.19	7.19	7.19	7.19	7.19	7.19
<b>Fairfield - Five District</b>										
Residential/Agricultural Real	6,45376	11,79268	11,55814	10,00553	9,93105	9,87616	9,42364	9,31581	9,289817	8,884015
Commercial/Industrial and Public Utility Real	5,83524	12,16542	12,19000	10,25863	10,68224	8,37058	9,47644	10,08158	8,696778	9,130686
General Business and Public Utility Personal	12.19	12.19	12.19	12.19	12.19	12.19	12.19	12.19	12.19	12.19
<b>Hanover</b>										
Residential/Agricultural Real	2,72000	2,72000	2,72000	2,72000	2,72000	2,72000	2,72000	4,46341	4,45784	4,39446
Commercial/Industrial and Public Utility Real	2,72000	2,72000	2,72000	2,72000	2,72000	2,72000	2,72000	4,45866	4,45954	4,36449
General Business and Public Utility Personal	2.72	2.72	2.72	2.72	2.72	2.72	2.72	4.47	4.47	4.47
<b>Liberty</b>										
Residential/Agricultural Real	8,29426	9,65225	9,44701	8,60930	8,46939	8,29812	8,08019	9,072858	9,037356	8,883259
Commercial/Industrial and Public Utility Real	7,68319	9,36170	9,05024	8,81452	8,80417	8,51552	8,74424	9,765146	9,527537	8,767764
General Business and Public Utility Personal	9.09	10.59	10.59	10.59	10.59	10.59	10.59	11.09	11.09	11.09
<b>Madison</b>										
Residential/Agricultural Real	1,74684	1,74579	1,74402	1,67161	1,67146	1,67062	1,62584	1,626605	1,626586	1,621594
Commercial/Industrial and Public Utility Real	1,84544	1,88711	1,88711	1,83876	1,84668	1,86908	1,84953	1,852322	1,848355	1,808983
General Business and Public Utility Personal	2.26	2.26	2.26	2.26	2.26	2.26	2.26	2.26	2.26	2.26
<b>Millford</b>										
Residential/Agricultural Real	4,65993	4,65391	4,64783	4,48500	4,49477	4,49446	4,32320	6,32517	6,310499	5,947213
Commercial/Industrial and Public Utility Real	5,15822	5,15822	5,10450	4,99677	4,99677	4,99677	4,92652	6,887879	6,857308	6,336943
General Business and Public Utility Personal	5.74	5.74	5.74	5.74	5.74	5.74	5.74	7.74	7.74	7.74
<b>Morgan</b>										
Residential/Agricultural Real	5,41015	5,40332	5,54938	5,21615	5,46729	5,45731	5,12885	5,588967	5,584894	6,066668
Commercial/Industrial and Public Utility Real	5,81046	5,80073	5,61132	5,02325	5,29820	5,29820	5,23022	5,684251	5,684251	5,97498
General Business and Public Utility Personal	6.22	6.22	5.72	5.72	5.72	5.72	5.72	5.72	5.72	6.22
<b>Oxford</b>										
Residential/Agricultural Real	5,62843	5,61958	5,60183	5,20114	6,95904	6,95211	6,17824	6,172409	6,148158	5,761907
Commercial/Industrial and Public Utility Real	6,51285	6,51188	6,51188	6,48900	8,23900	8,23900	7,64170	6,48060	6,216652	3,556455
General Business and Public Utility Personal	7.84	7.84	7.84	7.84	9.59	9.59	9.59	9.59	9.59	9.59
<b>Reily</b>										
Residential/Agricultural Real	6,77284	7,24589	6,75579	6,44892	7,39000	7,36915	7,05233	7,045005	7,042639	7,012669
Commercial/Industrial and Public Utility Real	7,24589	7,24589	7,23638	6,79602	7,39000	7,39000	7,32789	7,327889	7,327889	7,351738
General Business and Public Utility Personal	7.39	7.39	7.39	7.39	7.39	7.39	7.39	7.39	7.39	7.39

(continued)

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

(continued)

	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
<b>Ross</b>										
Residential/Agricultural Real	\$ 4.91859	\$ 4.89024	\$ 6.43050	\$ 6.10720	\$ 6.07934	\$ 6.33714	\$ 6.00272	\$ 6.57842	\$ 6.567461	\$ 6.165227
Commercial/Industrial and Public Utility Real	5.06395	5.06233	6.50392	6.18917	6.21257	6.47485	6.22600	6.65257	6.64420	6.02052
General Business and Public Utility Personal	5.72	5.72	6.72	6.72	6.72	6.72	6.72	6.72	6.72	6.72
<b>St. Clair</b>										
Residential/Agricultural Real	3.82485	3.82496	3.82343	3.69544	4.14391	4.46851	4.4145	4.445978	4.445095	4.158202
Commercial/Industrial and Public Utility Real	3.84700	3.84590	3.84593	3.86077	4.23634	4.46689	4.45291	4.44457	4.449051	4.419493
General Business and Public Utility Personal	4.47	4.47	4.47	4.47	4.47	4.47	4.47	4.47	4.47	4.47
<b>Union</b>										
Residential/Agricultural Real	9.15252	-	-	-	-	-	-	-	-	-
Commercial/Industrial and Public Utility Real	9.23068	-	-	-	-	-	-	-	-	-
General Business and Public Utility Personal	10.59	-	-	-	-	-	-	-	-	-
<b>Wayne</b>										
Residential/Agricultural Real	3.30787	3.57639	3.56717	3.46418	3.46469	4.76164	4.60155	4.59691	3.456438	3.36854
Commercial/Industrial and Public Utility Real	3.23848	3.58000	3.58000	3.48059	3.47766	4.77766	4.81274	4.812741	3.550552	3.460201
General Business and Public Utility Personal	3.58	3.58	3.58	3.58	3.58	4.88	4.88	4.88	3.58	3.58
<b>West Chester</b>										
Residential/Agricultural Real	-	9.68700	12.39019	11.29850	11.28300	11.20549	10.86922	13.298642	13.246766	12.602738
Commercial/Industrial and Public Utility Real	-	9.44359	12.44096	12.01912	12.24324	12.03437	12.22604	14.429398	14.245764	12.696286
General Business and Public Utility Personal	-	10.59	13.09	13.09	13.09	13.09	13.09	14.59	14.59	14.59
<b>Joint Vocational Schools</b>										
<b>Butler County JVS</b>										
Residential/Agricultural Real	1.93000	1.93000	1.93000	1.93000	1.93000	1.93000	1.93000	1.93000	1.93000	1.93000
Commercial/Industrial and Public Utility Real	1.93000	1.93000	1.93000	1.93000	1.93000	1.93000	1.93000	1.93000	1.93000	1.93000
General Business and Public Utility Personal	1.93	1.93	1.93	1.93	1.93	1.93	1.93	1.93	1.93	1.93
<b>Great oaks JVS</b>										
Residential/Agricultural Real	2.37848	2.34421	2.33712	2.13885	2.11538	2.108827	2.00000	2.00000	2.00000	2.00000
Commercial/Industrial and Public Utility Real	2.50207	2.46880	2.48728	2.34505	2.36535	2.376635	2.23693	2.219364	2.210809	2.113835
General Business and Public Utility Personal	2.70	2.70	2.70	2.70	2.70	2.70	2.70	2.70	2.70	2.70
<b>Miami Valley Tech JVS</b>										
Residential/Agricultural Real	2.00000	2.00000	2.00000	2.30689	2.29585	2.275391	2.10844	2.098318	2.066068	2.039676
Commercial/Industrial and Public Utility Real	2.27947	2.75376	2.25602	2.33263	2.33654	2.348741	2.25405	2.259504	2.239154	2.165135
General Business and Public Utility Personal	2.58	2.58	2.58	2.58	2.58	2.58	2.58	2.58	2.58	2.58
<b>Schools</b>										
<b>Edgewood City</b>										
Residential/Agricultural Real	26.25001	26.25001	32.73708	30.27635	30.21236	30.03971	35.28072	35.280013	35.130009	32.63002
Commercial/Industrial and Public Utility Real	26.86926	27.16008	33.74129	33.40668	33.39966	33.38948	39.83427	39.807444	39.712012	36.101977
General Business and Public Utility Personal	37.11	37.11	43.76	43.76	43.76	43.76	50.64	50.64	50.49	47.99

(continued)



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

	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
<b>Fairfield City</b>										
Residential/Agricultural Real	\$ 30.79470	\$ 30.24206	\$ 29.95467	\$ 27.05724	\$ 28.48467	\$ 33.23818	\$ 31.55048	\$ 31.40127	\$ 31.35133	\$ 28.71432
Commercial/Industrial and Public Utility Real	32.66840	33.09322	33.05070	30.28542	31.98280	36.81783	35.69384	36.14147	35.82337	31.66628
General Business and Public Utility Personal	54.46	54.23	54.11	53.82	53.82	58.66	58.60	58.60	58.60	56.59
<b>Hamilton City</b>										
Residential/Agricultural Real	27.68287	27.65690	27.64353	27.20002	27.43744	27.40002	27.20001	32.60793	32.607554	32.486564
Commercial/Industrial and Public Utility Real	34.05498	34.19538	34.23823	32.65664	33.39285	33.92930	32.96734	38.67935	38.964789	36.448336
General Business and Public Utility Personal	48.21	48.21	48.21	48.01	48.21	48.21	48.01	53.42	53.42	53.31
<b>Lakota Local</b>										
Residential/Agricultural Real	32.78870	39.04158	38.71042	34.20658	33.23384	32.92870	37.61133	37.012536	36.845748	35.757201
Commercial/Industrial and Public Utility Real	32.69604	39.31170	39.14837	36.61006	36.30944	35.71049	41.81848	41.906875	41.339911	37.509908
General Business and Public Utility Personal	55.14	61.88	61.88	60.84	60.04	60.04	65.64	65.39	65.39	65.34
<b>Madison Local</b>										
Residential/Agricultural Real	29.40000	29.75001	30.00001	29.30000	29.15001	29.10001	36.50002	36.537476	36.04396	36.35000
Commercial/Industrial and Public Utility Real	29.40000	29.95264	30.20276	29.30001	29.47105	30.35233	37.17764	37.291347	36.64454	36.35002
General Business and Public Utility Personal	35.94	36.29	36.54	32.14	31.99	31.94	39.34	39.34	38.85	39.19
<b>Middletown City</b>										
Residential/Agricultural Real	32.14000	31.79000	31.59000	30.39000	34.89872	34.89382	41.94000	41.940000	42.576939	42.861275
Commercial/Industrial and Public Utility Real	32.14000	31.79000	31.62466	30.39000	35.33044	35.83617	45.52261	42.201794	43.004439	42.560003
General Business and Public Utility Personal	35.33	34.98	34.78	33.58	38.08	38.08	45.13	45.13	45.75	45.75
<b>Momroe Local</b>										
Residential/Agricultural Real	-	31.79000	39.93001	-	37.25001	36.62001	36.89001	41.440008	40.850008	40.100008
Commercial/Industrial and Public Utility Real	-	31.79000	40.32449	-	38.32615	37.67802	38.01213	42.290586	41.780025	40.100008
General Business and Public Utility Personal	-	34.98	43.36	-	40.68	40.05	40.32	44.87	44.28	43.53
<b>New Miami Local</b>										
Residential/Agricultural Real	24.00001	24.30001	24.32961	24.25575	24.29220	24.29522	24.24146	24.241093	24.240991	24.174075
Commercial/Industrial and Public Utility Real	24.00001	24.30001	24.33136	24.30528	24.30531	24.30231	24.28661	24.27754	24.276447	24.227391
General Business and Public Utility Personal	29.09	29.39	29.42	29.42	29.42	29.42	29.42	29.42	29.42	29.42
<b>Ross Local</b>										
Residential/Agricultural Real	24.76118	24.62602	24.56734	28.94295	28.87405	28.64743	26.71995	26.700024	26.500011	26.180016
Commercial/Industrial and Public Utility Real	27.22518	27.19716	27.25679	31.11014	31.17261	31.12516	29.84849	29.874938	29.648716	26.88242
General Business and Public Utility Personal	45.73	45.73	45.73	51.98	51.98	51.98	51.73	51.73	51.53	51.21
<b>Talawanda City</b>										
Residential/Agricultural Real	20.00002	26.40272	26.31517	24.24443	25.45427	25.37183	23.17002	23.170026	23.150032	27.820025
Commercial/Industrial and Public Utility Real	21.19066	27.98817	27.93829	25.21530	26.77622	26.86896	25.52164	25.638202	25.656717	28.002809
General Business and Public Utility Personal	43.80	50.30	50.30	50.30	51.49	51.49	51.47	51.47	51.45	56.12

(continued)

**Butler County, Ohio**  
**Property Tax Rates - Direct and Overlapping Governments**  
 (Per \$1,000 Assessed Value)

Last Ten Years  
 (continued)

	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
<b>Out-of-County School Districts</b>										
College Corner Local										
Residential/Agricultural Real	\$ 24,721.53	\$ 24,713.43	\$ 24,719.43	\$ 24,304.88	\$ 24,322.31	\$ 24,331.14	\$ 24,376.75	\$ 24,384.30	\$ 24,383.86	\$ 23,699.49
Commercial/Industrial and Public Utility Real	25,775.04	25,775.04	25,775.04	25,135.07	25,236.19	25,236.19	24,764.91	24,764.91	24,764.91	24,662.71
General Business and Public Utility Personal	32.10	32.10	32.10	32.10	32.10	32.10	32.10	32.10	32.10	32.10
<b>Mason Local</b>										
Residential/Agricultural Real	31,717.08	31,485.72	37,735.14	38,767.62	37,956.76	37,590.62	43,747.32	41,001.409	42,491.636	42,419.539
Commercial/Industrial and Public Utility Real	34,670.35	34,117.70	-40,647.56	41,790.58	42,854.88	42,083.89	48,179.00	43,762.30	45,158.847	44,952.516
General Business and Public Utility Personal	61.95	64.57	71.11	72.61	74.11	74.11	80.65	81.76	83.45	83.45
<b>Northwest Local</b>										
Residential/Agricultural Real	28,821.61	28,514.93	28,543.39	26,892.85	26,846.69	26,802.63	23,967.40	23,823.54	27,684.315	28,158.611
Commercial/Industrial and Public Utility Real	31,480.23	31,577.60	32,319.74	30,137.59	30,411.12	30,765.30	28,336.62	27,989.296	31,568.016	31,648.585
General Business and Public Utility Personal	50.13	49.80	49.80	49.64	49.64	49.64	49.64	49.50	53.39	53,560.000
<b>Preble Shawnee Local</b>										
Residential/Agricultural Real	25,490.00	25,490.00	25,489.01	25,441.30	22,990.00	23,440.86	23,398.18	23,399.92	23,399.04	23,374.305
Commercial/Industrial and Public Utility Real	25,490.00	25,490.00	25,485.91	25,476.80	22,990.00	23,481.72	23,440.91	23,442.185	23,442.186	23,432.161
General Business and Public Utility Personal	25.49	25.49	25.49	25.49	23.49	23.49	23.49	23.49	23.49	23.49
<b>Prioreton Local</b>										
Residential/Agricultural Real	24,786.18	24,677.55	24,696.31	22,936.28	25,993.38	25,977.80	23,481.06	23,423.617	23,428.671	23,534.428
Commercial/Industrial and Public Utility Real	29,142.02	29,322.11	29,538.32	28,039.75	31,512.04	31,901.81	30,134.73	30,370.811	29,929.559	29,123.722
General Business and Public Utility Personal	46.19	46.19	46.19	45.79	49.03	49.03	49.03	49.03	49.03	48.99
<b>Southwest Local</b>										
Residential/Agricultural Real	26,154.54	25,849.02	25,745.74	25,319.13	25,121.57	24,945.05	24,468.31	23,620.001	23,620.025	23,460.014
Commercial/Industrial and Public Utility Real	31,351.89	31,116.09	31,042.64	29,475.80	29,226.45	28,993.90	27,081.58	26,131.42	26,080.145	25,007.211
General Business and Public Utility Personal	48.22	47.88	47.75	47.44	47.25	47.08	46.68	45.30	45.30	45.14

The rates presented for a particular calendar year are the rates that, when applied to the assessed values presented in the Assessed Value Table, generated the property tax revenue billed in that year.  
 Real property tax rates are reduced so that inflationary increases in value do not generate additional taxes.  
 Real property is reappraised every six years and property values are updated in the third year following each reappraisal.  
 Rates may only be raised by obtaining the approval of a majority of the voters at a public election.

Source: Butler County Auditor

**Butler County, Ohio**  
**Property Tax Levies and Collections (1)**  
**Last Ten Years**

Collection Year	Current Tax Levy	Current Tax Collections	Percent of Current Tax Collections to Current Tax Levy	Delinquent Tax Collections (2)	Total Tax Collections	Percent of Total Tax Collections to Current Tax Levy
2000	\$ 32,781,175	\$ 30,576,335	93.27	% \$ 708,757	\$ 31,285,092	95.44
2001	36,710,203	35,296,717	96.15	924,003	36,220,720	98.67
2002	39,050,967	37,431,914	95.85	1,166,797	38,598,711	98.84
2003	41,908,616	40,079,541	95.64	1,288,439	41,367,980	98.71
2004	48,245,395	46,139,554	95.64	1,642,553	47,782,107	99.04
2005	53,335,484	51,293,478	96.17	1,741,707	53,035,185	99.44
2006	61,493,150	58,964,700	95.89	2,096,044	61,060,744	99.30
2007	80,547,889	74,545,921	92.55	2,937,556	77,483,477	96.20
2008	76,057,818	69,182,604	90.96	3,554,162	72,736,766	95.63
2009	69,043,097	64,983,254	94.12	2,629,019	67,612,273	97.93

Source: Butler 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.

**Butler County, Ohio**  
**Principal Taxpayers**  
**Real Estate Tax**  
**2009 and 2002 (1)**

Name of Taxpayer	2009	
	Assessed Value	Percent of Real Property Assessed Value
MillerCoors LLC	\$17,737,310	0.23 %
Dugan Financing LLC	15,372,280	0.20
AK Steel Corp.	14,272,380	0.18
Meijer Stores LTD PRT	13,791,400	0.18
Dugan Realty LLC	13,142,000	0.17
First Industrial LP	12,780,390	0.16
Boymel Sam TR	12,535,570	0.16
Cincinnati LeSaint Industrial	10,727,500	0.14
OXO1 LTD	9,396,130	0.12
Lakes at West Chester Village	8,151,300	0.10
Totals	<u>\$127,906,260</u>	<u>1.64 %</u>
Total Assessed Valuation	<u>\$7,797,095,040</u>	
Name of Taxpayer	2002	
	Assessed Value	Percent of Real Property Assessed Value
Dugan Financing LLC	\$44,197,930	0.86 %
Cincinnati Financial Insurance	29,611,470	0.58
MillerCoors LLC	25,539,850	0.50
AK Steel Corp.	22,455,780	0.44
Meijer Stores LTD PRT	14,336,250	0.28
Security Capital	13,106,870	0.25
Centerpoint Realty	13,105,870	0.25
Distribution Funding Services	12,963,830	0.25
Duke Realty Ohio	12,791,250	0.25
Smart Papers	12,782,920	0.25
	<u>\$200,892,020</u>	<u>3.91 %</u>
Total Assessed Valuation	<u>\$5,144,613,220</u>	

**(1) The amounts presented represent the assessed values upon which 2009 and 2002 collections were based.**

**Note: Information prior to 2002 not available**

**Source: Butler County Auditor**

**Butler County, Ohio**  
**Principal Taxpayers**  
**Tangible Personal Property Tax**  
**2009 and 2000 (1)**

Name of Taxpayer	2009	
	Assessed Value	Percent of Tangible Personal Property Assessed Value
Cincinnati Bell Telephone	\$ 8,045,740	52.96 %
Ohio Bell Telephone Co.	1,701,840	11.20
New Par	935,230	6.16
Cincinnati Bell Wireless LLC	795,560	5.24
Verizon North Inc	562,120	3.70
Sprintcom Inc	431,710	2.84
TW Telecom of Ohio LLC	358,260	2.36
Cricket Communications Inc	263,650	1.74
PNG Telecommunications Inc	247,370	1.63
Cincinnati SMSA Limited	230,890	1.52
<b>Total</b>	<b>13,572,370</b>	<b>89.35 %</b>
<b>Total Assessed Valuation</b>	<b>\$ 15,192,330</b>	

Name of Taxpayer	2000	
	Assessed Value	Percent of Tangible Personal Property Assessed Value
AK Steel Corp.	\$ 103,489,560	14.90 %
Miller Brewery	37,825,605	5.45
Champion Intl. Corp.	28,376,620	4.09
Xerox Corp.	10,256,710	1.48
Worthington Steel Co.	9,965,930	1.43
Meijer Inc	8,639,780	1.24
International Paper Co.	8,626,910	1.24
Southwestern Ohio	6,911,760	1.00
Jefferson Smurfit Corp.	6,556,660	0.94
Bay West Paper Co.	5,881,910	0.85
<b>Total</b>	<b>\$ 226,531,445</b>	<b>32.61 %</b>
<b>Total Assessed Valuation</b>	<b>\$ 694,566,748</b>	

**(1) The amounts presented represent the assessed values upon which 2009 and 2000 collections were based.**  
**Source: Butler County Auditor**

**Butler County, Ohio**  
**Principal Taxpayers**  
**Public Utilities Personal Property Tax**  
**2009 and 2002 (1)**

2009		
Name of Taxpayer	Assessed Value	Percent of Public Utility Assessed Value
Duke Energy Ohio Inc.	\$ 171,739,920	76.62 %
Duke Energy Kentucky Inc.	25,763,990	11.49
Butler Rural Electric	9,558,980	4.26
Texas Eastern Transmission Corp.	6,031,890	2.69
Dayton Power & Light	3,303,210	1.47
Texas Gas Transmission LLC	3,080,280	1.37
CSX Transportation Inc.	1,248,620	0.57
Norfolk Southern Combined	1,131,440	0.51
Duke Energy Indiana Inc.	626,920	0.28
Oxford Natural Gas Company	613,350	0.27
Total	\$ 223,098,600	99.53 %
Total Assessed Valuation	\$ 224,151,810	

2002		
Name of Taxpayer	Assessed Value	Percent of Public Utility Assessed Value
Ohio Bell Telephone Co.	\$ 9,673,690	4.07 %
Dayton Power & Light	3,369,910	1.42
Norfolk Southern Combined	2,911,320	1.22
MCI Worldcom Network Svcs.	2,114,700	0.89
Qwest Communications	1,581,070	0.66
Nextel West Corp.	762,730	0.32
Ohio Telephone	523,980	0.22
KMC Funding Corp.	406,950	0.17
Mid Valley Pipeline Co.	282,280	0.12
Genuity Solutions Inc.	226,550	0.10
Total	\$ 21,853,180	9.19 %
Total Assessed Valuation	\$ 237,777,970	

(1) The amounts presented represent the assessed values upon which 2009 and 2002 collections were based.

Note: Information prior to 2002 not available

Source: Butler County Auditor

**Butler County, Ohio**  
**Ratios of Outstanding Debt By Type**  
**Last Ten Years**

Year	Governmental Activities										Business-Type Activities					Per Capita
	General Obligation Bonds	Special Assessment Bonds	Sales Tax Bonds	Loans Payable	Capital Leases	Long-Term Notes	Short-Term Notes (1)	Revenue Bonds Payable	Loans Payable	General Obligation Bonds	Water Judgement Bonds	Long-Term Notes	Short-Term Notes	Percentage of Personal Income		
2000	15,765,000	11,912,000	27,865,000	1,255,927	135,421	-	33,523,338	101,739,949	-	1,371,564	-	-	2,415,000	2.06	589	
2001	15,060,000	14,294,000	26,915,000	1,179,705	23,047	-	50,125,000	97,841,632	-	1,144,966	-	-	2,005,000	2.17	627	
2002	49,173,461	13,511,000	25,925,000	1,103,476	85,516	11,465,000	23,085,000	93,773,315	-	918,368	35,552,419	-	1,945,000	2.57	753	
2003	47,535,289	12,748,000	24,890,000	1,024,945	133,800	14,485,000	-	89,520,000	-	691,770	35,470,652	4,830,000	27,765,000	2.52	756	
2004	58,404,314	9,981,000	23,810,000	1,972,576	104,283	15,470,000	18,655,000	89,614,650	371,750	465,172	35,198,885	8,400,000	9,250,000	2.55	783	
2005	49,038,755	10,510,000	28,445,588	1,802,025	2,810,544	17,105,000	15,140,000	98,674,880	4,610,110	838,574	34,747,118	-	7,500,000	2.45	776	
2006	64,630,026	10,003,310	27,749,172	1,627,870	1,999,412	-	21,460,000	97,204,913	5,209,474	3,793,870	34,110,351	-	-	2.28	760	
2007	61,603,330	9,466,643	26,532,756	1,824,765	2,532,262	-	34,643,000	91,499,366	5,883,636	4,656,680	32,976,751	-	-	3.07	761	
2008	58,498,514	12,305,218	24,751,340	1,643,071	2,512,592	-	30,463,000	85,567,039	5,696,103	4,630,087	31,904,638	-	-	2.88	715	
2009	57,022,131	11,658,332	22,909,924	2,119,417	2,704,140	-	30,113,000	60,427,852	8,422,166	18,205,306	30,677,565	-	-	2.73	677	

(1) The Short-Term Notes are issued in anticipation of long-term bond financing and will be refinanced until such bonds are issued.

**Butler County, Ohio**  
**Ratios of General Bonded Debt Outstanding**  
**Last Ten Years**

Year	General Obligation Bonds (1)	Net General Bonded Debt	Ratio of Net Bonded Debt to Estimated Actual Value	Net Bonded Debt per Capita
2000	\$ 15,765,000	\$ 15,765,000	0.09	47.37
2001	15,060,000	15,060,000	0.09	45.16
2002	49,173,461	49,173,461	0.27	144.40
2003	47,535,289	47,535,289	0.23	138.50
2004	58,404,314	58,404,314	0.28	168.53
2005	49,038,755	49,038,755	0.23	140.30
2006	64,630,026	64,630,026	0.26	183.45
2007	61,605,330	61,605,330	0.24	172.43
2008	58,498,514	58,498,514	0.27	162.15
2009	57,022,131	57,022,131	0.25	158.06

**(1) Does not include General Obligation Bonds  
paid from Enterprise funds.**

**Source: Butler County Auditor**



**Butler County, Ohio**  
**Computation of Legal Debt Margin**  
**Last Eight Years**

	2002	2003	2004	2005	2006	2007	2008	2009
Tax Valuation	\$ 6,148,864,733	\$ 7,026,539,577	\$ 7,161,517,611	\$ 7,359,389,352	\$ 7,937,495,027	\$ 7,965,576,371	\$ 7,955,670,369	\$ 8,036,439,180
Debt Limit (1)	\$ 152,221,618	\$ 179,163,489	\$ 177,537,940	\$ 182,484,734	\$ 196,937,376	\$ 197,639,409	\$ 197,391,759	\$ 199,410,980
Amount of Debt Applicable to Debt Limit								
General Obligation Bonds	18,047,784	16,425,000	28,700,000	20,495,000	30,780,000	30,213,576	28,524,099	26,367,977
General Obligation Notes	15,385,000	15,710,000	15,600,000	14,885,000	7,205,000	15,355,000	15,995,000	15,900,000
General Obligation Loans	-	-	-	-	137,346	458,768	403,310	529,136
Amount of Debt Subject to Limit	\$ 33,432,784	\$ 32,135,000	\$ 44,300,000	\$ 35,380,000	\$ 38,122,346	\$ 46,027,344	\$ 44,922,409	\$ 42,797,113
Legal Debt Margin	\$ 1,118,788,834	\$ 1,47,028,489	\$ 133,237,940	\$ 1,47,104,734	\$ 158,815,030	\$ 151,612,065	\$ 152,469,350	\$ 156,613,867
Legal Debt Margin as a Percentage of the Debt Limit	78.04%	82.06%	75.05%	80.61%	80.64%	76.71%	77.24%	78.54%
Unvoted Debt Limit (2)	\$ 61,488,647	\$ 70,265,396	\$ 71,615,176	\$ 73,593,894	\$ 79,374,950	\$ 79,655,764	\$ 79,556,704	\$ 80,364,392
Amount of Debt Subject to Limit	\$ 33,432,784	\$ 32,898,000	\$ 44,300,000	\$ 35,380,000	\$ 38,122,346	\$ 46,027,344	\$ 44,922,409	\$ 42,797,113
Unvoted Legal Debt Margin	\$ 28,055,863	\$ 37,367,396	\$ 27,315,176	\$ 38,213,894	\$ 41,252,604	\$ 33,628,420	\$ 34,634,295	\$ 37,567,279
Unvoted Legal Debt Margin as a Percentage of the Unvoted Debt Limit	45.63%	53.18%	38.14%	51.93%	51.97%	42.22%	43.53%	46.75%

(1) Ohio Bond Law sets a limit calculated as follows:

Three percent of the first \$100,000,000 of the tax valuation

One and one-half percent of the next \$200,000,000 of the tax valuation

Two and one-half percent of the amount of the tax valuation in excess of \$300,000,000

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

(3) Information not available prior to 2002

Source: Butler County Auditor

**Butler County, Ohio**  
**Pledged Revenue Coverage**  
**Last Ten Years**

**Sewer Pledged Revenue**

Year	Operating Revenues	Less: Operating Expenses (1)	Net Operating Revenue	Capacity Fees	Non-Operating Revenue (Expenses) Other	Net Non-Operating Rev (Exp) (2)	Net Available Revenue (3)	Debt Service (4)		Total	Coverage
								Principal (5)	Interest (5)		
2000	\$ 15,181,737	\$ 8,864,899	\$ 6,316,838	\$ 3,360,152	\$ 1,547,881	\$ 4,908,033	\$ 11,224,871	\$ 2,660,000	\$ 3,448,300	\$ 6,108,300	1.84
2001	15,970,470	10,185,500	5,784,970	4,587,703	457,824	5,045,527	10,830,497	2,775,000	3,335,335	6,110,335	1.77
2002	16,854,168	11,070,073	5,784,095	6,762,444	716,403	7,478,847	13,262,942	2,900,000	2,946,367	5,846,367	2.27
2003	16,947,133	11,944,257	5,002,876	7,958,313	612,134	8,570,447	13,373,323	3,040,000	3,077,642	6,117,642	2.22
2004	17,778,094	13,209,048	4,569,046	9,014,420	2,798,802	11,813,222	16,382,268	2,785,000	2,725,944	5,510,944	2.97
2005	18,451,160	14,517,963	3,933,197	9,196,888	10,040,054	19,236,942	23,170,139	3,645,000	2,772,472	6,417,472	3.61
2006	19,238,592	14,220,210	5,018,382	5,654,267	560,847	6,215,114	11,233,496	3,800,000	1,752,062	5,552,062	2.02
2007	21,011,439	14,409,447	6,601,992	3,952,630	561,743	4,514,373	11,116,365	3,980,580	2,639,131	6,619,711	1.68
2008	21,385,170	12,766,850	8,618,320	3,388,044	141,025	3,529,069	12,147,389	4,132,360	2,486,488	6,618,848	1.84
2009	18,759,922	11,551,662	7,208,260	3,310,028	1,444,263	4,754,291	11,962,551	1,354,220	1,871,886	3,226,106	3.71

**Water Pledged Revenue**

Year	Operating Revenues	Less: Operating Expenses (1)	Net Operating Revenue	Capacity Fees	Non-Operating Revenue (Expenses) Other	Net Non-Operating Rev (Exp) (2)	Net Available Revenue (3)	Debt Service (4)		Total	Coverage
								Principal (5)	Interest (5)		
2000	\$ 16,936,905	\$ 15,550,143	\$ 1,386,762	\$ 2,604,217	\$ 384,501	\$ 2,988,718	\$ 4,375,480	\$ 1,085,000	\$ 1,586,699	\$ 2,671,699	1.64
2001	17,900,347	17,594,434	305,913	2,830,333	318,154	3,148,487	3,454,400	1,125,000	1,562,237	2,687,237	1.29
2002	20,300,608	17,442,027	2,858,581	3,232,357	1,239,956	4,472,313	7,330,894	1,170,000	1,367,629	2,537,629	2.89
2003	16,675,326	14,266,723	2,408,603	3,368,055	1,318,859	4,686,914	7,095,517	1,215,000	1,459,589	2,674,589	2.65
2004	19,539,968	14,438,596	5,101,372	4,153,770	2,283,690	6,437,460	11,538,832	1,260,000	1,421,566	2,681,566	4.30
2005	22,029,345	18,879,165	3,150,180	4,629,241	9,158,934	13,788,175	16,938,355	1,485,000	1,370,366	2,855,366	5.93
2006	22,186,770	16,636,338	5,550,432	2,923,530	729,728	3,653,258	9,203,690	1,900,000	1,814,159	3,714,159	2.48
2007	26,395,879	20,168,090	6,227,789	2,265,660	660,300	2,925,960	9,153,749	2,113,882	1,900,573	4,014,455	2.28
2008	23,839,865	17,094,090	6,745,775	1,953,742	284,638	2,238,380	8,984,155	2,217,533	1,823,212	4,040,745	2.22
2009	20,468,437	16,456,494	4,011,943	1,688,432	1,420,559	3,108,991	7,120,934	1,195,000	1,064,913	2,259,913	3.15

(1) Operating expenses are shown exclusive of depreciation, per bond covenant.

(2) Net non-operating Rev(exp) are shown exclusive of interest and fiscal charges, per bond covenant.

(3) Net Available Revenue includes Net Operating Revenue combined with Net Non-Operating Rev(exp).

(4) Debt Service per bond redemption schedules.

(5) Principal and Interest Expense shown are less amounts for current refunding bonds

Source: Butler County Auditor

(continued)

**Butler County, Ohio**  
**Pledged Revenue Coverage**  
**Last Ten Years**  
 (continued)

Year	Sales Tax Revenue Bonds					Special Assessment Bonds				
	Sales		Debt Service			Special Assessment		Debt Service		
	Tax Revenues	Principal	Interest	Total Debt	Coverage	Collections	Principal	Interest	Total Debt	Coverage
2000	\$ 15,709,348	\$ 915,000	\$ 1,366,833	\$ 2,281,833	6.88	\$ -	\$ -	\$ -	\$ -	-
2001	16,102,332	950,000	1,330,233	2,280,233	7.06	-	-	-	-	-
2002	16,642,460	990,000	1,291,045	2,281,045	7.30	-	-	-	-	-
2003	17,182,889	1,035,000	1,249,465	2,284,465	7.52	1,884,272	763,000	536,103	1,299,103	1.45
2004	18,047,011	1,080,000	1,204,443	2,284,443	7.90	1,563,809	587,000	537,466	1,124,466	1.39
2005	19,503,113	1,100,000	700,434	1,800,434	10.83	1,380,252	615,000	509,519	1,124,519	1.23
2006	40,662,394	680,000	1,266,775	1,946,775	20.89	1,374,653	506,690	531,040	1,037,730	1.32
2007	41,317,071	1,200,000	1,242,975	2,442,975	16.91	1,405,765	610,170	505,912	1,116,082	1.26
2008	33,408,493	1,765,000	1,200,975	2,965,975	11.26	1,101,044	570,670	434,080	1,004,750	1.10
2009	31,843,586	1,825,000	1,134,100	2,959,100	10.76	1,234,683	653,200	607,959	1,261,159	0.98

Source: Butler County Auditor

**Butler County, Ohio**  
**Demographic and Economic Statistics**  
**Last Ten Years**

Year	Population (1)	Total Personal Income	Per Capita Personal Income (2)	Unemployment Rate (3)
2000	332,807	9,523,272,305	28,615	3.6
2001	333,486	9,633,743,568	28,888	4.0
2002	340,543	9,973,142,298	29,286	5.3
2003	343,207	10,301,014,898	30,014	5.4
2004	346,560	10,643,897,280	30,713	5.4
2005	349,526	11,066,692,212	31,662	5.2
2006	352,310	11,738,969,200	33,320	5.9
2007	357,276	8,861,873,904	24,804	5.0
2008	360,765	8,948,415,060	24,804	5.9
2009	N/A	N/A	N/A	6.6

**Sources:** (1) Bureau of Economic Analysis. The 1999 and 2001 through 2008 population is estimated.  
(2) Information not available for 2008 Per Capita Personal Income. Using 2007 Per Capita Personal Income  
(3) Ohio Labor Market Information. - 2009 unemployment data is an estimate

**Note:** Information not available for 2009.

**Butler County, Ohio**  
**Principal Employers**  
**2009 and 2000**

		2009			
Employer	Nature of Business	Number of Employees	Rank	Percentage of Total Employment	
Miami University	Education	4,250	1	2.36	%
Butler County	Government	4,184	2	2.32	
AK Steel	Steel Manufacturing	3,100	3	1.72	
Cincinnati Financial Corp.	Financial	2,900	4	1.61	
Lakota Local School District	Education	1,969	5	1.09	
Middletown Regional Hospital	Health Care	1,800	6	1.00	
BAE Systems	Defense Contractor	1,726	7	0.96	
GE Aviation	Aerospace	1,400	8	0.78	
Ohio Casualty Insurance Co.	Insurance	1,340	9	0.74	
Fort Hamilton Hospital	Health Care	1,250	10	0.69	
Total		23,919		13.27	%
Total Employment within the County		180,100			
		2000			
Employer	Nature of Business	Number of Employees	Rank	Percentage of Total Employment	
AK Steel	Steel Manufacturing	4,500	1	2.49	%
Miami University	Education	3,600	2	1.99	
Butler County	Government	2,500	4	1.38	
Cincinnati Financial Corp.	Financial	1,800	4	1.00	
Lakota Local School District	Education	1,600	5	0.88	
The Cincinnati Insurance Co.	Insurance	1,400	6	0.77	
Ohio Casualty Insurance Co	Insurance	1,400	7	0.77	
Middletown Regional Hospital	Health Care	1,369	8	0.76	
Fort Hamilton Hospital	Health Care	1,100	9	0.61	
Hamilton City School District	Education	1,100	10	0.61	
Total		20,369		11.26	%
Total Employment within the County		180,900			

Source: Census Bureau

**Butler County, Ohio**  
**County Government Employees by Function/Activity**  
**Last Eight Years**

	2002	2003	2004	2005	2006	2007	2008	2009
<b>General Government</b>								
<b>Legislative and Executive</b>								
Auditor	19	16	19	21	22	21	18	16
Auditor Administration	-	-	-	-	-	-	-	5
Auditor Bureau of Motor Vehicles	10	12	10	10	11	9	8	-
Auditor Consumer Services	6	6	6	5	6	6	4	1
Auditor Dog and Kennel	2	2	2	2	2	2	2	1
Auditor Elected Official	1	1	1	1	1	1	1	1
Auditor GIS	-	-	-	-	-	-	6	5
Auditor Health Insurance	1	1	1	1	1	1	1	1
Auditor Information Services	32	36	38	34	31	31	1	1
Auditor Real Estate	51	49	36	31	35	38	33	28
Board of Elections	33	34	48	34	44	57	97	85
* Board of Elections Election Pay	-	-	-	-	-	-	-	1,735
Commissioners	13	12	11	12	11	12	11	9
Commissioners Criminal Justice Board	1	1	1	1	1	1	-	-
Commissioners Department of Development	26	24	25	27	26	25	23	16
Commissioners Dog and Kennel	4	4	4	4	4	5	5	5
Commissioners Elected Official	3	3	3	3	3	3	3	3
Commissioners Entitlement	3	4	4	4	5	5	6	6
Commissioners Information Services	-	-	-	-	-	-	25	23
Commissioners Mail Room	3	3	3	3	3	3	3	2
Commissioners Maintenance	7	7	7	6	6	6	7	6
Commissioners Parking Garage	6	5	5	4	3	3	3	3
Commissioners Records Center	8	8	11	11	12	12	9	4
Commissioners Regional Airport	1	1	1	1	1	1	1	1
Commissioners Tax Abatement	1	1	1	1	1	1	1	-
Prosecuting Attorney	50	50	49	47	52	52	55	54
Prosecuting Attorney CSEA	4	4	4	4	4	4	5	4
Prosecuting Attorney Domestic Violence	1	1	1	2	1	1	1	1
Prosecuting Attorney DTAC	5	5	5	6	6	6	6	7
Prosecuting Attorney Elected Official	1	1	1	1	1	1	1	1
Prosecuting Attorney Gun Control Grant	1	1	-	-	-	-	-	-
Prosecuting Attorney Juvenile VOCA	2	2	2	-	-	-	-	-
Prosecuting Attorney VOCA	1	1	1	3	3	3	3	3
Recorder	18	19	19	16	17	17	17	17
Recorder Elected Official	1	1	1	1	1	1	1	1
Treasurer	20	18	19	20	18	16	17	11
Treasurer DTAC	3	4	4	3	4	5	4	8
Treasurer Duplicate Bill	1	1	2	5	-	-	-	-
Treasurer Elected Official	1	1	1	1	1	1	1	1
Treasurer PPTax Collector	2	2	2	3	2	2	1	1
Treasurer Prepayment Interest	3	2	1	1	3	1	1	1
<b>Judicial</b>								
Area Courts	24	28	27	25	24	26	26	27
Area Courts Elected Official	3	3	3	3	3	3	4	4
Area Courts Special Projects	6	8	12	19	20	23	21	21
Clerk of Courts	37	35	38	46	50	46	43	39
Clerk of Courts Elected Official	1	1	1	1	1	1	1	1
Clerk of Courts Title	32	34	36	38	31	36	38	43
Common Pleas Asbestos Litigation	1	1	1	-	-	-	-	-
Common Pleas Court	22	22	20	23	29	29	31	31
Common Pleas Drug Court	8	7	7	7	8	8	8	7
Common Pleas Elected Official	6	7	7	6	6	7	7	7
Common Pleas General Division Special Projects	5	5	6	6	7	8	8	8
Common Pleas Jury Commission	2	2	2	2	2	2	2	2
Common Pleas Law Library	2	2	2	2	2	2	2	2
Domestic Relations Court	32	28	29	26	29	29	32	27
Domestic Relations Elected Official	2	2	3	2	2	2	2	2
Domestic Relations Special Projects	1	1	1	1	1	-	-	-

**Butler County, Ohio**  
**County Government Employees by Function/Activity**  
**Last Eight Years**  
(continued)

	2002	2003	2004	2005	2006	2007	2008	2009
Juvenile Court	53	51	52	56	52	53	59	53
Juvenile Court Driver Improvement	-	-	-	-	1	1	-	-
Juvenile Court Elected Official	2	2	2	2	2	2	2	2
Juvenile Court Special Projects	-	-	-	-	-	1	2	2
Juvenile Detention	52	54	53	51	51	52	54	45
Juvenile Family Drug Court	-	-	-	-	1	2	-	-
Juvenile JAIBG Grant	3	3	2	-	-	-	-	-
Juvenile Reclaim Grant	26	21	18	19	26	26	26	21
Juvenile Rehab	41	41	41	45	47	49	46	41
Juvenile Subsidy Grant	12	10	11	11	8	9	9	8
Municipal Court	26	26	26	28	32	36	39	39
Municipal Court Criminal Prosecutors	1	1	1	1	1	1	1	1
Municipal Court Elected Official	5	5	5	5	5	5	5	5
Probate Court	16	19	19	18	18	17	17	14
Probate Court Computer Fees	2	-	1	3	2	2	2	2
Probate Court Elected Official	1	1	1	1	1	1	1	1
<b>Public Safety</b>								
Adult Probation	37	37	37	37	35	34	33	34
Adult Probation ISP Grant	12	12	11	9	11	12	11	10
Adult Probation Services	-	-	3	3	1	4	8	8
Coroner	7	7	7	7	9	7	8	13
Coroner Elected Official	1	1	1	1	1	1	1	1
Coroner Lab and Morgue	3	3	3	2	2	2	2	2
Emergency Management	4	4	4	4	4	3	4	4
Sheriff	249	259	226	256	288	336	337	320
Sheriff Elected Official	1	1	1	1	1	1	1	1
Sheriff Paramedic	23	25	26	27	35	35	37	34
Sheriff Resolutions	38	38	38	-	-	-	-	-
Sheriff VOCA	1	1	1	1	1	1	1	3
Sheriffs Victim Assistance Program	1	1	1	1	1	1	1	1
<b>Public Works</b>								
Engineers	81	81	84	81	89	87	91	87
Engineers Elected Official	1	1	1	1	1	1	1	1
Engineers Plat Room	3	3	3	3	3	3	3	3
Water And Sewer	164	166	154	156	157	156	144	131
<b>Health</b>								
Alcohol and Drug Addiction	5	5	5	5	5	6	6	5
Board of Developmental Disabilities	361	350	360	319	302	297	256	243
Mental Health Board	11	9	10	9	8	10	10	10
<b>Human Services</b>								
Child Support Enforcement Agency	95	88	90	93	84	89	83	81
Children Services Board	164	145	173	184	197	205	183	177
County Care Facility	196	179	168	180	180	179	173	172
Job and Family Services	194	195	199	190	191	195	187	167
Job and Family Services SYEP	-	-	-	-	-	-	-	8
Veteran Services	9	11	9	9	10	10	10	10
Veteran Services Commissioners	5	5	4	5	5	4	5	5
<b>Internal Service</b>								
Commissioners Workers Compensation	4	3	3	4	5	4	4	3
<b>Agency</b>								
Court of Appeals - 12th District	19	20	19	23	22	22	26	25
Health Department	31	34	37	38	38	37	35	60
Metro Parks	13	13	15	15	27	29	42	36
Regional Transit Authority	49	11	10	12	13	12	17	-
Soil and Water Conservation	10	8	7	5	6	6	7	7
<b>Total</b>	<b>2,561</b>	<b>2,479</b>	<b>2,486</b>	<b>2,457</b>	<b>2,536</b>	<b>2,621</b>	<b>2,596</b>	<b>4,184</b>

\* Board of Elections Election Pay individuals began being treated as employees in 2009.

Note: Information prior to 2002 is not available  
Source: Butler County Auditor

**Butler County, Ohio**  
**Operating Indicators by Function/Program**  
**Last Ten Years**

	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
<b>General Government</b>										
<b>Legislative and Executive</b>										
<b>Commissioners</b>										
Number of resolutions	2,216	2,197	2,108	2,107	3,270	2,538	2,415	2,377	2,361	2,250
Number of meetings	60	67	69	61	66	68	59	56	61	73
<b>Auditor</b>										
Number of exempt conveyances	5,483	7,589	6,228	6,636	6,304	6,318	5,618	5,261	5,128	4,885
Number of real estate transfers	10,856	14,026	10,524	11,202	11,358	11,799	10,284	8,497	6,525	6,181
Number of parcels billed	131,638	133,698	135,506	138,839	-	-	-	147,558	148,658	156,579
Number of appropriation checks issued	74,164	71,789	68,940	71,630	71,266	72,445	73,636	75,060	75,873	69,643
Number of payroll checks issued	29,695	47,578	25,316	21,522	20,738	17,909	15,953	12,693	15,702	13,051
Number of purchase orders issued	19,085	25,095	26,938	29,940	26,893	28,967	30,129	31,355	30,304	22,927
<b>BMV</b>										
Number of tags issued	62,093	67,080	66,623	65,562	68,294	68,842	64,279	62,552	60,583	-
<b>Treasurer</b>										
Number of parcels collected	107,656	90,625	90,445	138,734	140,504	152,470	151,239	159,465	151,189	144,157
<b>Prosecuting Attorney</b>										
Number of cases - criminal	-	-	-	1,951	2,258	2,380	2,411	2,485	2,456	2,138
<b>Board of Elections</b>										
Number of registered voters	216,275	206,056	215,796	207,675	238,022	230,873	232,187	238,219	262,380	236,598
Number of voters last general election	138,992	70,878	89,568	66,169	168,976	83,090	119,521	65,797	175,132	88,097
Percentage of register voters that voted	64.27	34.40	41.51	31.86	70.99	35.98	51.48	28.00	66.75	37.23
<b>Recorder</b>										
Number of deeds recorded	16,794	17,326	19,010	20,035	19,923	20,252	17,981	16,128	13,512	12,586
Number of mortgages recorded	24,083	34,448	40,637	49,791	34,447	32,709	27,392	21,965	15,827	18,425
Number of military discharges recorded	67	55	38	20	29	32	43	35	30	35
<b>Judicial</b>										
<b>Common Pleas Court</b>										
Number of civil cases filed	2,796	3,223	3,432	3,529	4,031	4,176	2,343	2,215	5,617	5,617
Number of criminal cases filed	1,279	2,335	2,833	2,538	3,008	3,391	4,787	5,022	2,244	2,137
<b>Probate Court</b>										
Number of civil cases filed	51	53	46	41	36	52	50	47	54	41
<b>Juvenile Court</b>										
Number of civil cases filed	894	1,287	1,495	1,767	2,396	3,536	3,819	3,591	2,623	2,806
Number of criminal cases filed	6,186	7,221	7,438	6,274	4,502	4,540	4,778	4,914	4,886	3,905
Number of adjudged delinquent cases filed	4,558	5,420	5,633	4,540	2,959	2,739	2,757	2,582	2,216	1,913
<b>Area Courts</b>										
Number of civil cases filed	1,697	1,721	2,023	2,215	2,183	2,613	2,985	3,284	3,558	3,267
Number of criminal cases filed	25,914	25,713	27,181	27,117	22,683	24,021	25,552	25,569	21,097	20,264
Number of small claims cases filed	383	434	412	453	471	424	488	423	311	360
<b>Clerk of Courts</b>										
Number of civil cases filed	2,796	3,222	3,432	3,529	4,031	4,176	4,782	5,022	5,617	5,708
Number of criminal cases filed	1,771	1,846	2,030	1,951	2,256	2,374	2,343	2,215	2,244	2,138
<b>Domestic Relations</b>										
Number of divorce cases files	1,733	1,669	1,529	1,496	1,571	1,493	1,567	1,559	1,547	1,516
Number of motions files	1,153	1,312	1,596	1,737	3,902	4,139	4,153	12,499	19,794	17,106
Number of protective orders	1,277	1,449	1,326	1,186	1,282	1,365	1,584	1,482	1,555	1,781
<b>Public Safety</b>										
<b>Sheriff</b>										
<b>Jail Operation</b>										
Average daily jail census	451	451	515	692	748	734	974	1,056	1,045	956
Prisoners booked	2,802	7,447	7,365	10,265	10,537	10,592	14,948	16,145	15,801	13,513
Prisoners released	-	-	7,277	10,159	10,507	10,509	14,645	16,381	15,707	13,651
Out of county bed days used	-	2,316	390	1,681	1,477	-	-	4,320	3,564	4,254
<b>Enforcement</b>										
Number of incidents reported	5,548	6,345	8,152	5,972	6,052	5,568	7,593	9,464	9,524	7,986
Number of citations issued	6,636	7,318	6,636	6,351	7,318	5,724	5,452	5,812	5,967	3,460
<b>Concealed Weapons Permit</b>										
Number of permits issued	-	-	-	-	-	969	992	1,104	1,031	2,061
<b>Adult Probation</b>										
Offenders supervised	2,142	2,127	2,381	2,419	2,107	1,985	2,227	2,311	2,649	2,698

(continued)



**Butler County, Ohio**  
**Operating Indicators by Function/Program**  
**Last Ten Years**  
**(Continued)**

	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
<b>Coroner</b>										
Number of cases investigated	318	327	298	314	332	362	322	360	338	330
Number of autopsies performed	214	218	212	211	205	221	196	224	219	230
<b>Public Works</b>										
<b>Engineer</b>										
Miles of roads resurfaced	11	9	6	14	38	46	33	11	9	29
Number of bridges replaced/improved	3	9	11	12	9	6	4	28	10	4
Number of culverts built/replaced/improved	14	7	8	10	14	25	16	19	13	22
<b>Building Department</b>										
Number of permits issued	3,251	3,269	3,622	3,834	4,197	3,854	3,627	4,176	3,820	3,325
Number of inspections performed	26,741	26,219	27,918	29,914	29,674	31,427	25,127	19,302	15,642	11,292
<b>Sewer District</b>										
Average daily sewage treated	14	14	16	17	16	17	18	17	18	17
Number of tap-ins	1,279	1,090	1,131	1,570	1,653	1,863	1,443	1,055	535	518
Number of customers	29,441	31,814	33,363	35,287	36,854	38,293	41,448	40,444	41,573	42,338
<b>Water District</b>										
Average daily water distributed	9	9	11	11	11	13	12	13	13	12
Average daily water billed	44,219	45,834	53,439	43,206	50,676	57,883	58,529	69,388	63,914	57,296
Number of tap-ins	956	1,119	975	1,127	1,058	1,273	970	632	357	287
Number of customers	28,843	30,403	31,765	33,088	34,365	35,089	36,259	36,244	36,967	37,294
<b>Health</b>										
<b>ADAS</b>										
Average Client Count	1,700	660	777	1,449	1,671	2,033	1,352	2,168	1,204	1,270
Tx Episodes	2,842	2,110	2,718	2,755	2,304	2,033	2,238	2,235	1,804	1,651
<b>BCDD</b>										
Number of Children Served										
Early intervention program	-	-	281	437	530	669	750	870	1,026	1,099
Preschool	-	-	249	536	496	291	47	-	-	-
School age	-	-	322	426	532	582	617	400	446	440
Number of Adults Served										
Served directly	-	-	-	-	-	743	462	439	432	238
Served indirectly	-	-	-	-	-	-	218	274	270	290
Number Served in Residential										
Supported living services	-	-	-	-	-	7	7	10	4	1
Individual options waiver	-	-	-	-	-	231	233	247	268	295
Level one waiver	-	-	-	-	-	98	196	179	216	280
ICFMR	-	-	-	-	-	202	196	190	167	146
Number receiving support coordination services	-	-	-	848	871	874	1,028	1,030	1,004	1,005
Number receiving family support services	-	-	-	371	496	451	465	533	552	716
<b>Mental Health</b>										
Average client count - intensive	2,048	1,926	1,014	2,251	2,062	2,070	2,214	2,230	2,694	2,830
Average client count - non-intensive	3,263	1,673	637	844	692	736	896	1,328	2,394	2,227
Average client count - early intervention	2,275	1,606	3,568	1,789	1,717	1,794	2,161	2,471	2,502	2,600
<b>Human Services</b>										
<b>Jobs and Family Services</b>										
Average client count - food stamps	10,402	12,729	15,445	18,974	21,866	23,781	25,767	26,652	29,798	39,380
Average client count - Medicaid	-	51,449	67,067	74,803	79,896	85,461	89,851	42,867	45,015	50,013
Average client count - day care	1,026	1,189	1,352	1,322	1,321	1,534	1,607	1,779	1,926	2,112
Average client count - WIA	-	307	477	532	583	582	413	434	567	712
Average client count - job placement	-	122	204	253	248	218	-	-	-	276
<b>Children's Services</b>										
Average client count - foster care	446	457	469	463	380	370	388	355	359	324
Average client count - adoption	43	44	34	67	55	55	40	36	39	51
<b>Child Support Enforcement Agency</b>										
Average number of active support orders	16,800	17,574	17,853	17,779	17,906	18,875	20,950	17,974	17,710	19,199
Percentage collected	1	1	1	1	1	1	1	1	1	69
<b>Veteran Services</b>										
Number of veterans and/or dependents served	3,105	3,345	3,570	4,451	8,847	12,850	12,195	10,508	17,568	15,877
Amount of benefits paid to county veterans	207,861	293,704	407,535	647,830	640,634	606,175	631,546	616,469	824,332	869,962
<b>Community and Economic Development</b>										
Number of projects	34	40	32	57	64	79	37	51	-	-
Number of jobs created	-	-	-	-	-	7	10	105	-	-

Note: (-) Information not available.

Source: Butler County Auditor

**Butler County, Ohio**  
**Capital Asset Statistics by Function/Activity**  
**Last Four Years**

	2006	2007	2008	2009
General Government				
Legislative and Executive				
Commissioners				
Administrative office space (sq. ft.)	9,480	9,480	9,480	9,480
Auditor/Information Services				
Administrative office space	16,072	16,072	16,072	16,072
Treasurer				
Administrative office space	5,096	5,096	5,096	5,096
Prosecuting Attorney				
Administrative office space	16,320	16,320	16,320	16,320
Board of Elections				
Administrative office space	9,304	9,304	27,241	27,241
Voting machines	1,668	1,599	1,668	1,668
Recorder				
Administrative office space	8,728	8,728	8,728	8,728
Buildings and Grounds				
Administrative office space	600	600	600	600
Judicial				
Common Pleas Court				
Number of court rooms	7	7	7	7
Probate Court				
Number of court rooms	2	2	2	2
Juvenile Court				
Number of court rooms	7	7	7	7
Clerk of Courts				
Administrative office space	11,016	11,016	11,016	11,016
Domestic Relations				
Administrative office space	24,128	24,128	24,128	24,128
Public Works				
Engineer				
Centerline miles of roads	273	268	275	275
Number of bridges	371	376	395	396
Number of culverts	1,019	1,072	1,062	1,061
Number of traffic signs	7,252	7,513	7,697	7,607
Building Department				
Administrative office space	2,344	2,344	2,344	2,344
Sewer District				
Number of treatment facilities	6	6	6	6
Number of pumping stations	34	34	34	30
Miles of sewer lines	811	720	731	733
Water District				
Number of pumping stations	5	5	5	5
Miles of water lines	674	606	617	616
Human Services				
Jobs and Family Services				
Administrative office space	32,640	32,640	32,640	32,640
Child Support Enforcement Agency				
Administrative office space	16,320	16,320	16,320	16,320
Veteran Services				
Administrative office space	3,136	3,136	3,136	3,136

Note: Information prior to 2006 not available.

(-) Information not available.

Source: Butler County Auditor



**Mary Taylor, CPA**  
Auditor of State

**FINANCIAL CONDITION**

**BUTLER COUNTY**

**CLERK'S CERTIFICATION**

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

*Susan Babbitt*

**CLERK OF THE BUREAU**

**CERTIFIED  
AUGUST 12, 2010**