



**Auditor of State
Betty Montgomery**

BELMONT COUNTY

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BELMONT COUNTY

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

FEDERAL GRANTOR <i>Pass-Through Grantor</i> Program Title	Pass-through Entity Number	Federal CFDA Number	Expenditures	Noncash Expenditures
U.S. DEPARTMENT OF AGRICULTURE				
<i>Passed-Through Ohio Department of Education:</i>				
Nutrition Cluster:				
Food Donation		NA	10.550	\$0
School Breakfast Program		065854-05-PU-04	10.553	4,297
National School Lunch Program		065854-LL-P4-04	10.555	10,248
				<u>0</u>
Total U.S. Department of Agriculture - Nutrition Cluster			14,545	2,768
U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT				
<i>Passed-Through Ohio Department of Development:</i>				
Community Development Block Grants/State's Program:				
Formula Allocation Program		B-F-01-007-1	14.228	0
Formula Allocation Program		B-F-02-007-1	14.228	159,545
Formula Allocation Program		B-F-03-007-1	14.228	161,986
Formula Allocation Program		B-F-04-007-1	14.228	0
Community Housing Improvement Program		B-C-01-007-1	14.228	0
Community Housing Improvement Program		B-C-03-007-1	14.228	138,846
Total Community Development Block Grants				<u>0</u>
				<u>460,377</u>
HOME Investment Partnerships Program:				
Community Housing Improvement Program		B-C-01-007-2	14.239	0
Community Housing Improvement Program		B-C-03-007-2	14.239	260,743
Total HOME Investment Partnership Program				<u>0</u>
				<u>260,743</u>
Total U.S. Department of Housing and Urban Development			721,120	0
U.S. DEPARTMENT OF JUSTICE				
<i>Passed-Through Ohio Office of Criminal Justice Services:</i>				
Juvenile Accountability Incentive Block Grants:				
Sargus Juvenile Center		2000-JB-013-B002	16.523	20,943
				0
<i>Passed-Through Ohio Department of Youth Services:</i>				
Juvenile Accountability Incentive Block Grants:				
Belmont County Drug Court Program		2000-JB-009-A004	16.523	0
Belmont County Drug Court Program		2002-JB-009-A004	16.523	400
Belmont County Drug Court Program		2003-JB-008-A004	16.523	4,727
Gender Specific Program		2002-JB-002-A224	16.523	41,812
Oakview Aftercare Program		2000-JB-013-A112	16.523	0
Oakview Aftercare Program		2002-JB-009-A112	16.523	24,482
Oakview Aftercare Program		2002-JB-013-B112	16.523	25,051
Total Juvenile Accountability Incentive Block Grants				<u>0</u>
				<u>117,415</u>
Juvenile Justice and Delinquency Prevention - Allocation to States:				
Belmont County Juvenile Drug Court Program		2002-JJ-DA1-0095	16.540	25,461
Belmont County Juvenile Drug Court Program		2003-JJ-DA1-0095	16.540	17,167
Gender Specific Program		2002-JJ-GS1-0011D	16.540	8,067
Total Juvenile Justice and Delinquency Prevention - Allocation to States				<u>0</u>
				<u>50,695</u>
<i>Passed-Through Ohio Attorney General's Office:</i>				
Crime Victim Assistance		2004VAGENE034	16.575	28,369
Crime Victim Assistance		2005VAGENE034	16.575	10,206
Total Crime Victim Assistance				<u>0</u>
				<u>38,575</u>
<i>Direct Program:</i>				
Drug Court Discretionary Grant Program		2001-DC-BX-0030	16.585	0
				0

BELMONT COUNTY

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

FEDERAL GRANTOR <i>Pass-Through Grantor</i> Program Title	Pass-through Entity Number	Federal CFDA Number	Expenditures	Noncash Expenditures
U.S. DEPARTMENT OF JUSTICE (Continued)				
<i>Passed-Through the Ohio Office of Criminal Justice Services:</i>				
Byrne Formula Grant Program:				
Belmont County OJIN Project	2002-DG-G01-9149		16,579	5,770
Belmont County Sheriff's Office Tactical Team	2001-DG-B01-7422		16,579	3,169
Total Byrne Formula Grant Program			<u>8,939</u>	<u>0</u>
Violence Against Women Formula Grants:				
Domestic Violence Investigation Project	2000-WF-VA2-8412A		16,588	13,332
Domestic Violence Investigation Project	2002-WF-VA2-8412		16,588	0
Domestic Violence Investigation Project	2002-WF-VA2-8412A		16,588	26,451
Total Violence Against Women Formula Grants			<u>39,783</u>	<u>0</u>
Local Law Enforcement Block Grants Program:				
G.R.E.A.T. Program	2003-PS-PSN-302		16,592	37,740
BCSO Computer Upgrade Project	2003-LE-LEB-3613		16,592	12,671
Total Local Law Enforcement Block Grants			<u>50,411</u>	<u>0</u>
<i>Direct Program:</i>				
Bulletproof Vest Partnership Program	2002-2013693		16,607	12,162
Federal Forfeiture Funds	N/A	N/A	<u>4,979</u>	<u>0</u>
Total U.S. Department of Justice			<u>322,959</u>	<u>0</u>
U.S. DEPARTMENT OF LABOR				
<i>Passed-Through Ohio Department of Jobs and Family Services:</i>				
Unemployment Insurance	G-05-15-1253		17,225	57,931
<i>Workforce Investment Act Cluster:</i>				
<i>Passed-Through Ohio Department of Jobs and Family Services:</i>				
<i>Workforce Investment Act - Area #16:</i>				
Workforce Investment Act - Adult Administration	G-05-15-1275		17,258	60,919
Workforce Investment Act - Adult	G-05-15-1275		17,258	354,494
Total Workforce Investment Act - Adult			<u>415,413</u>	<u>0</u>
Workforce Investment Act - Youth Administration	G-05-15-1275		17,259	90,155
Workforce Investment Act - Youth	G-05-15-1275		17,259	390,920
Total Workforce Investment Act - Youth			<u>481,075</u>	<u>0</u>
Workforce Investment Act - Dislocated Workers Administration	G-05-15-1275		17,260	28,924
Workforce Investment Act - Dislocated Workers	G-05-15-1275		17,260	231,510
Total Workforce Investment Act - Dislocated Workers			<u>260,434</u>	<u>0</u>
Total Workforce Investment Act - Area #16			<u>1,156,922</u>	<u>0</u>
<i>Workforce Investment Act Cluster:</i>				
Workforce Investment Act - Adult Administration	G-05-15-1275		17,258	2,910
Workforce Investment Act - Adult	G-05-15-1275		17,258	99,652
Total Workforce Investment Act - Adult			<u>102,562</u>	<u>0</u>
Workforce Investment Act - Youth Administration	G-05-15-1275		17,259	0
Workforce Investment Act - Youth	G-05-15-1275		17,259	0
Total Workforce Investment Act - Youth			<u>0</u>	<u>0</u>
Workforce Investment Act - Dislocated Workers Administration	G-05-15-1275		17,260	2,090
Workforce Investment Act - Dislocated Workers	G-05-15-1275		17,260	71,593
Total Workforce Investment Act - Dislocated Workers			<u>73,683</u>	<u>0</u>
Total Workforce Investment Act Cluster			<u>176,245</u>	<u>0</u>

BELMONT COUNTY

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

FEDERAL GRANTOR <i>Pass-Through Grantor</i> Program Title	Pass-through Entity Number	Federal CFDA Number	Expenditures	Noncash Expenditures
U.S. DEPARTMENT OF LABOR (Continued)				
<i>Passed-Through Workforce Investment Act Area #16:</i>				
Work Force Investment Act Cluster:				
Workforce Investment Act - Adult Administration	N/A	17.258	11,085	0
Workforce Investment Act - Adult	N/A	17.258	27,863	0
Total Workforce Investment Act - Adult			38,948	0
Workforce Investment Act - Youth Administration	N/A	17.259	17,419	0
Workforce Investment Act - Youth	N/A	17.259	44,265	0
Total Workforce Investment Act - Youth			61,684	0
Workforce Investment Act - Dislocated Workers Administration	N/A	17.260	13,163	0
Workforce Investment Act - Dislocated Workers	N/A	17.260	33,252	0
Total Workforce Investment Act - Dislocated Workers			46,415	0
Total Workforce Investment Act Cluster			147,047	0
<i>Passed-Through Ohio Valley Employment Resource:</i>				
WIA Dislocated Workers - Central Ohio Coal & Windsor Mining Grant	N/A	17.260	0	0
WIA Dislocated Workers - Dislocated Coal Miners Grant; State Rapid Response	N/A	17.260	17,990	0
Total Workforce Investment Act Dislocated Workers			17,990	0
Total Workforce Investment Act Cluster			1,498,204	0
Total U.S. Department of Labor			1,556,135	0
U.S. DEPARTMENT OF TRANSPORTATION				
<i>Passed-Through Ohio Department of Transportation:</i>				
Highway Planning and Construction	PID-76652	20.205	6,320	0
Total U.S. Department of Transportation			6,320	0
U.S. DEPARTMENT OF EDUCATION				
<i>Passed-Through Ohio Department of Education:</i>				
Special Education Cluster:				
Special Education - Grants to States	065854-6BSF-2004	84.027	17,146	0
	065854-6BSF-2005	84.027	14,734	0
Total Special Education - Grants to States			31,880	0
Special Education - Preschool Grants	065854-PGS1-2004	84.173	3,738	0
	065854-PGS1-2005	84.173	2,863	0
Total Special Education - Preschool Grants			6,601	0
Total Special Education Cluster			38,481	0
Special Education - Preschool Grants - Child Progress Indicator	065854-PGD7	84.173A	3,600	0
Innovative Education Program Strategies, Title V	065854-C2-S1-2004	84.298	467	0
	065854-C2-S1-2005	84.298	25	0
Total Innovative Education Program Strategies, Title V			492	0
Total U.S. Department of Education			42,573	0

BELMONT COUNTY

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

FEDERAL GRANTOR <i>Pass-Through Grantor</i> Program Title	Pass-through Entity Number	Federal CFDA Number	Expenditures	Noncash Expenditures
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES				
<i>Passed-Through Ohio Department of Jobs and Family Services:</i>				
Special Programs for the Aging Title IV and Title II Discretionary Projects	N/A	93.048	63,448	0
<i>Passed-Through Ohio Department of Mental Retardation and Developmental Disabilities:</i>				
Social Services Block Grant - Title XX	N/A - 2004	93.667	27,844	0
	N/A - 2005	93.667	<u>28,768</u>	<u>0</u>
Total Social Services Block Grant			56,612	0
Medical Assistance Program				
Community Alternative Funding System - Title XIX	0700012	93.778	577,411	0
Targeted Case Management	0700012	93.778	260,896	0
Waiver Administration System	0700012	93.778	<u>149,807</u>	<u>0</u>
Total Medical Assistance Program			<u>988,114</u>	<u>0</u>
Total U.S. Department of Health and Human Services			1,108,174	0
NATIONAL SERVICE AND COMMUNITY ACT				
<i>Passed-Through Ohio Department of Youth Services:</i>				
AmeriCorps - Youth and Communities in Partnership	YCP-028-02	94.006	0	0
AmeriCorps - Youth and Communities in Partnership	YCP-001-03	94.006	<u>876</u>	<u>0</u>
Total AmeriCorps - Youth and Communities in Partnership			<u>876</u>	<u>0</u>
Total National Service and Community Act			876	0
U.S. DEPARTMENT OF HOMELAND SECURITY				
<i>Passed-Through Ohio Department of Public Safety - Emergency Management Agency:</i>				
State Domestic Preparedness Equipment Support Program				
State Domestic Preparedness MARCS County Radio Installation Program	2001-TE-CX-0016	97.004	0	0
State Domestic Preparedness Program	2002-TE-CX-0049	97.004	2,919	0
State Domestic Preparedness Program	2002-TE-CX-0106	97.004	74,512	0
State Homeland Security Grant Program	2003-TE-TX-0199	97.004	87,678	0
State Homeland Security Grant Program	2003-MUP-30015	97.004	79,792	0
State Homeland Security Grant Program	2004-GE-T4-0025	97.004	<u>0</u>	<u>0</u>
Total State Domestic Preparedness Equipment Support Program			244,901	0
Public Assistance Grants				
Disaster Assistance	FEMA-1453-DR-013-123	97.036	0	0
Disaster Assistance	FEMA-1453-DR-013-060C6	97.036	0	0
Disaster Assistance - Sanitary Sewer District	FEMA-1507-DR-013-99013	97.036	29,272	0
Disaster Assistance - Engineer	FEMA-1507-DR-013-060C6	97.036	307,335	0
Disaster Assistance - Commissioners	FEMA-1556-DR-013-99013	97.036	239,356	0
Disaster Assistance - Sanitary Sewer District	FEMA-1556-DR-013-01308DBB	97.036	121,741	0
Disaster Assistance - Engineer	FEMA-1556-DR-013-060C6	97.036	<u>221,564</u>	<u>0</u>
Total Public Assistance Grants			919,268	0
Emergency Management Performance Grants				
Emergency Management Performance EOC Construction Grant	EMC-2004-GR-7007	97.042	38,009	0
State and Local All Hazards Emergency Operations Planning				
FEMA Supplemental Planning Grant	EMC-2003-GR-7026	97.051	0	0
Citizens Corps				
FEMA Supplemental Citizens Corps Grant	EMC-2003-GR-7027	97.053	0	0
Community Emergency Response Teams				
FEMA Supplemental Community Emergency Response Team (CERT) Grant	EMC-2003-GR-7026	97.054	0	0
FEMA Community Emergency Response Team (CERT) Grant	EMC-2003-GR-7066	97.054	<u>3,472</u>	<u>0</u>
Total Community Emergency Response Teams			<u>3,472</u>	<u>0</u>
Total U.S. Department of Homeland Security			1,205,650	0
Total Federal Awards Expenditures			<u>\$4,978,352</u>	<u>\$2,768</u>

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

BELMONT COUNTY

**NOTES TO THE FEDERAL AWARDS EXPENDITURES SCHEDULE
DECEMBER 31, 2004**

NOTE A - SIGNIFICANT ACCOUNTING POLICIES

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

NOTE B - SUBRECIPIENTS

The County passes-through certain Federal assistance received from the Workforce Investment Act Area #16 to other governments or not-for-profit agencies (subrecipients). As described in Note A, the County records expenditures of Federal awards to subrecipients when paid in cash.

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

NOTE C – CHILD NUTRITION CLUSTER

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

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

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

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

These loans are collateralized by fixtures, machinery, and equipment. At December 31, 2004, the gross amount of loans outstanding under this program was \$296,253. No new loans were made during calendar year 2004. Delinquent amounts due are \$20,224.

NOTE E – MATCHING

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

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Auditor of State Betty Montgomery

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

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

To the Board of County Commissioners:

We have audited the financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund and the aggregate remaining fund information of Belmont County, Ohio (the County), as of and for the year ended December 31, 2004, which collectively comprise the County's basic financial statements and have issued our report thereon dated July 22, 2005, wherein we note that we did not audit the financial statements of Belco Works, Inc., the County's only discretely presented component unit. Other auditors audited those financial statements. They have furnished their report thereon to us, and we base our opinion, insofar as it relates to the amounts included for Belco Works, Inc., on the report of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in the Comptroller General of the United States' *Government Auditing Standards*. Other auditors audited the financial statements of Belco Works, Inc., in accordance with auditing standards generally accepted in the United States of America and not in accordance with *Government Auditing Standards* and accordingly this report does not extend to that component unit.

Internal Control over Financial Reporting

In planning and performing our audit, we considered the County's internal control over financial reporting to determine our auditing procedures to express our opinions on the basic financial statements and not to opine on the internal control over financial reporting. Our consideration of the internal control would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts material to the financial statements we audited may occur and not be timely detected by employees when performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider material weaknesses. In a separate letter to the County's management dated July 22, 2005, we reported other matters involving internal control over financial reporting we did not deem reportable conditions.

Compliance and Other Matters

As part of reasonably assuring whether the County's basic financial statements are free of material misstatement, we tested its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could directly and materially affect the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express an opinion. The results of our tests disclosed no instances of noncompliance or other matters we must report under *Government Auditing Standards*. In a separate letter to the County's management dated July 22, 2005, we reported an other matter related to noncompliance we deemed immaterial.

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

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

Betty Montgomery
Auditor of State

July 22, 2005



Auditor of State Betty Montgomery

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

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

To the Board of County Commissioners:

Compliance

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

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

In our opinion, 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, 2004.

Internal Control over Compliance

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

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

Federal Awards Expenditures Schedule

We have audited the financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund and the aggregate remaining fund information of Belmont County as of and for the year ended December 31, 2004, and have issued our report thereon dated July 22, 2005, wherein we note that we did not audit the financial statements of Belco Works, Inc., the County's only discretely presented component unit. Other auditors audited those financial statements. They have furnished their report thereon to us, and we base our opinion, insofar as it relates to the amounts included for Belco Works, Inc., on the report of the other auditors. Our audit was performed to form opinions on the financial statements that collectively comprise the County's basic financial statements. The accompanying Federal Awards Expenditures Schedule provides additional information as required by OMB Circular A-133 and is not a required part of the 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 management, the Board of County Commissioners, federal awarding agencies, and pass-through entities. It is not intended for anyone other than these specified parties.



Betty Montgomery
Auditor of State

July 22, 2005

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

1. SUMMARY OF AUDITOR'S RESULTS

(d)(1)(i)	Type of Financial Statement Opinion	Unqualified
(d)(1)(ii)	Were there any material control weakness conditions reported at the financial statement level (GAGAS)?	No
(d)(1)(ii)	Were there any other reportable control weakness conditions reported at the financial statement level (GAGAS)?	No
(d)(1)(iii)	Was there any reported material noncompliance at the financial statement level (GAGAS)?	No
(d)(1)(iv)	Were there any material internal control weakness conditions reported for major federal programs?	No
(d)(1)(iv)	Were there any other reportable internal control weakness conditions reported for major federal programs?	No
(d)(1)(v)	Type of Major Programs' Compliance Opinion	Unqualified
(d)(1)(vi)	Are there any reportable findings under § .510?	No
(d)(1)(vii)	Major Programs (list):	Community Development Block Grants/State's Program, CFDA #14.228; Public Assistance Grants, CFDA #97.036
(d)(1)(viii)	Dollar Threshold: Type A/B Programs	Type A: > \$ 300,000 Type B: all others
(d)(1)(ix)	Low Risk Auditee?	Yes

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

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

None.

3. FINDINGS FOR FEDERAL AWARDS

None.

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED DECEMBER 31, 2004



BELMONT COUNTY, OHIO

Front Cover:

The Schaeffer/Campbell Bridge was built in 1891 in Fairfield County over Clear Creek near Amanda, Ohio. The bridge was scheduled to be replaced in 1975. Richard Boccabella, who was the Belmont County Engineer at that time agreed to relocate the bridge to a site in Belmont County over a small lake that was created by Interstate 70 construction. The site is owned by Ohio University Eastern along Richland Township 1518. The bridge was dismantled and moved approximately 100 miles to the new site.

The bridge has a span of sixty-eight feet with Multiple King Post (MKP) a maximum height of eleven feet and a width of thirteen feet. The bridge's original M.P. trusses, floor beams and roof truss were kept intact.

The bridge is scheduled for renovation in 2005.

Photo: Tim Zdanski



BELMONT COUNTY, OHIO

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED DECEMBER 31, 2004

JOSEPH A. PAPPANO

BELMONT COUNTY AUDITOR

Introductory Section

Belmont County, Ohio
Comprehensive Annual Financial Report
For the Year Ended December 31, 2004
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BELMONT COUNTY



JOSEPH A. PAPPANO

Auditor

Secretary of Budget Commission
Secretary of Board of Revision

Auditor's Office

101 West Main Street • St. Clairsville, Ohio 43950
www.belmontcountyohio.org/auditor.htm

Auditor & Fiscal	(740) 699-2130
Real Estate & Appraisal	(740) 699-2132
Deed Transfer	(740) 699-2136
Personal Property	(740) 699-2131
Manufactured Homes	(740) 699-2131
Dog/Kennel License	(740) 699-2131
Vendor License	(740) 699-2131
Weights & Measures	(740) 699-2132
Fax	(740) 699-2154

July 22, 2005

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

Citizens of Belmont County, Ohio:

As Auditor of Belmont County, I am pleased to present the Comprehensive Annual Financial Report (CAFR) of Belmont County for the year ended December 31, 2004. This CAFR, which includes financial statements and other financial and statistical data, conforms to Generally Accepted Accounting Principles (GAAP) and provides a full and complete disclosure of the financial position and operations of the County.

The information contained in this report will assist County officials in making management decisions and will provide the taxpayers of the County with comprehensive financial data in a format that will enable them to gain a true understanding of the County's financial affairs. The general public as well as investors will be able to compare the financial position of the County and the results of its operations with other governmental entities. Responsibility for the accuracy, completeness and fairness of the presentation, including all disclosures, lies with the management of Belmont County, specifically the County Auditor's office.

The CAFR is divided into three sections: an Introductory Section, a Financial Section, and a Statistical Section. The Introductory Section includes the table of contents, this transmittal letter, the 2003 Certificate of Achievement for Excellence in Financial Reporting, a list of elected and principal appointed officials, and the County's organizational chart. The Financial Section contains the Auditor of State's opinion letter, Management's Discussion and Analysis (MD&A), the Basic Financial Statements and Notes that provide an overview of the County's financial position and operating results, the Combining Statements for non-major funds that provide detailed information relative to the Basic Financial Statements and the combining and individual fund financial statements and schedules. The Statistical Section includes selected financial and demographic information, generally presented on a multi-year basis.

REPORTING ENTITY:

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

Component Units are legally separate organizations for which the County is financially accountable. Belco Works, Inc. has been included as a discretely presented component unit.

The County Auditor serves as fiscal agent for the following organizations which are included as agency funds in this report:

- Belmont County Soil and Water Conservation District
- Belmont County District Board of Health
- Local Emergency Planning Commission

The County participates in the following joint venture and jointly governed organizations with other area counties:

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

The County is associated with the following organizations which are defined as related organizations:

- (A) Belmont Metropolitan Housing Authority;
- (B) Belmont Park District

The County participates in the County Risk Sharing Authority, which is a public entity risk sharing pool, and the County Commissioners Association of Ohio Workers' Compensation Group Rating Plan. A complete discussion of the County's reporting entity is presented in Note 1 to the Basic Financial Statements.

THE COUNTY AND FORM OF GOVERNMENT

The County

Established September 7, 1801, Belmont County was the ninth County formed from the Northwest Territory. The County encompasses sixteen townships, six fire districts, two cities, and fourteen villages, with three of these villages overlapping into other counties. With a 2000 census population of 5,057, St. Clairsville is the County seat. According to the 2000 Census, 70,226 people reside within the County's 534 square miles. Situated on the Ohio River across from Wheeling, West Virginia, the County is readily accessible by means of Interstate Routes 70 and 470, United States Routes 40 and 250, and sixteen state highways.

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

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

Form of Government

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

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

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

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

Administration of the Justice System

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

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

The County Sheriff is the chief law enforcement officer of the County. The sheriff enforces the law in unincorporated areas of the County, maintains the County Jail, and is responsible for its inmates, including persons detained for trial or transfer to other institutions. As an officer of the court, the Sheriff is in charge of the preparation and service of documents. The Sheriff employs sixty-seven deputies and nine part-time employees to staff the jail and civil office.

LOCAL ECONOMY

Belmont County covers 534 square miles of eastern Ohio and is situated on the Ohio River across from Wheeling, West Virginia. The County is readily accessible by means of Interstate Routes 70 and 470, United States Routes 40 and 250, and sixteen state highways.

The local economy continues to grow although somewhat slower than national trends. The County is aware the key to increasing the pace of revitalization is in the ability to attract high tech industries and service companies.

The success of the Fox Commerce Industrial Park continues to be an integral part in the economic growth of the County. Several new businesses have opened there or are in the planning stages. The first high tech business, Avalon Innovations, has committed to the industrial park. It is hopeful this will serve as an example and attract other high tech businesses.

The Community Improvement Corporation of Belmont County's Revolving Loan Fund provided a \$10,000 grant for the purpose of providing new marketing materials and creating a new web site, www.aplacetogrowyourbusiness.com, in the hopes of attracting new businesses. The marketing materials include printable pdf online forms and applications to assist potential new businesses in contacting Belmont County.

A Blue Ribbon Commission was formed as a partnership with the Governor's Regional Office of Economic Development, Ohio University, Belmont Technical College, and the Community Improvement Corporation. The Commission will study the feasibility of a High Tech Business Park, including the possibility of a high technology transfer facility to aid the manufacturing of new products. These initiatives reflect the County's commitment to developing businesses geared toward capturing the growth of high tech businesses, and industries that rely on higher technology.

New Businesses - The newest retail stores to open were Steve and Barry's, a national discount sports wear store, located in the Ohio Valley Mall and American Cellular on Stewart Drive acting as an authorized dealer for various wireless providers.

MAJOR INITIATIVES:

Current Year Projects

County

Board of Mental Retardation and Developmental Disabilities (BMRDD) - The Belmont County Board of MRDD took over the responsibilities regarding residential quality assurance activities for individuals who receive Individual Options Waiver services. With the restructuring of the BMRDD Quality Assurance Department, it has enabled the department to interact with the BMRDD Service and Support Administration Department and the BMRDD Department of Investigative Services. The result is a system of monitoring that ensures continuous quality assurance activities for individuals who receive residential services as funded by the County Board.

Belco Works, Inc. workshop, a non-profit organization that employs adults with disabilities, continues to provide meaningful employment for adults with developmental disabilities through the addition of a new packaging contract with Homer Laughlin China Company and assembly sub contracts with numerous other local companies. Belco Works also has forty regular customers who are served by the document destruction division.

Belco entered into a Memorandum of Understanding or agreement with several local law enforcement agencies detailing each agencies responsibilities when crimes against a person with a developmental disability are reported. This agreement was mandated by Senate Bill 178.

Fox-Commerce Industrial Park – This County sponsored \$2.8 million development is located along Interstate 70 and County Road 80. The 125-acre park can accommodate 18 lots in sizes from two to twenty acres. Overall, interest by new businesses continues to be very significant. The funding for this project is a combination of federal grants, a state loan, and Belmont County's share of \$400,000. Fox-Commerce is the second Industrial Park created in Belmont County.

Various projects were completed in 2004 that saw the installation of gas, electric lines, telephone lines, cable and internet to the site. The gas line project cost approximately \$20,000. These projects were necessary to meet the needs of companies locating to the site.

Mack's Inc. is the first company to be ready for business. They located an 8,000 – 10,000 square foot building on three acres and will service Ohio, Indiana, and Kentucky as a general warehouse and distributor for the drywall business.

Tim's Custom Installation, Inc. a producer of corian and granite counter tops completed a 16,000 square foot building on four acres and is expanding already due to increased business. They employ eight full-time and sixteen part-time with plans to add nine positions.

Fed Ex Freight East, Inc., a fortune 100 company has exercised its right on property at the site. They plan to make a \$1,750,000 capital investment in a 9,260 square foot facility with another 2,400 square foot allocated for offices.

Avalon Innovations, Inc. and J. J. Williams Construction are consolidating and locating in a 5,000 square foot building and will offer several types of services. Avalon Innovations, Inc. will specialize in high-tech, multi-media, web site design, web hosting, IT information and CAD systems. This is the first high-tech company to locate in the industrial park.

Engineer – Bids were opened for resurfacing sections of County Highway 10, Crescent to Barton to Blaine for a total cost of \$237,490. Bids were opened June 30 for the Historic Blaine Bridge Rehabilitation Project totaling \$1,257,249. Flooding during 2004 caused an estimated \$5,000,000 of damage to roads and bridges. A small number of repair projects began during 2004 to make necessary repairs, with the remaining projects scheduled to begin in 2005. Projects are being funded by local funds and assistance from FEMA

The Ohio Public Works Commission approved \$286,750 in funding for the replacement of a new bridge over Captina Creek on County Highway 5. The total project will cost \$387,500 with remainder of the cost coming from County funds and will begin in the spring 2004.

Emergency 911 – A new video security system, that allows, monitoring of the Emergency Communication Center building and entrance was completed at a cost of \$18,000.

Sanitary Sewer District – The following water and sewer projects that were in construction or completed are: the 4.6 mile State Route 149/Glencoe Woods Road/Angelo Road/Hollyview Drive water line extension at a cost of \$608,485; and a 1.5 mile gravity sewer line along Interstate 70 exit 208 at a cost of \$557,000. Other projects that were in progress during 2004 are the \$1.5 million Lamira-Loomis Waterline Extension which consists of a 12 mile 12 inch transmission line, a two million gallon water tank at a cost of \$1.1 million and a \$265,900 booster pump station.

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

Cabela's - Located on Interstate 70 at Dallas Pike, in Ohio County, West Virginia, this new outdoor supply store will generate millions of tourists which will ultimately generate revenue for the surrounding states of Ohio and Pennsylvania either through lodging, shopping or dining. The complex also includes a 600,000 square-foot distribution center, a hotel and restaurants.

The facility opened Aug. 12, 2004. A walk through Cabela's will feel more like an adventure in the wild than an afternoon of shopping in Dallas Pike. While browsing for hunting, fishing and outdoor supplies shoppers will be treated to a wide array of wildlife scenes that will fill the 175,000 square-foot retail store. A two-story mountain, convincing animal replicas and a fully stocked aquarium are just some of the attractions that will attract visitors from near and far.

2005 AND THE FUTURE:

Fox-Commerce Park - Mountaineer Industries, Inc. purchased 11 acres in February 2005 and will begin construction of a 55,000 square foot production and office facility. Mountaineer Industries, a growing metals manufacturer, will employ 44 skilled employees. The company is based in Belmont county and maintains a national and international sales base.

Sanitary Sewer District – The County continues a progressive program to provide water and sewer services to areas not served by these types of infrastructure. Ongoing projects include the Mt. Victory Road Waterline Extension and State Route 148; York Township Waterline Extension for a backup water supply; McMahon Creek water booster pump station; Powhatan, Armstrong Mills, State Route 148 Waterline Extension; and the Belmont Sewer Pump station and force main design.

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

Emergency 911 – The County will be updating the 800Mhz radio system to bring the system up to standards through the year 2012. The approximate cost is \$339,000 of which \$85,000 will be paid by Homeland Security Funds.

FINANCIAL INFORMATION:

Basis of Accounting

Belmont County's accounting system is organized on a "Fund Basis." Each fund is a self-balancing set of accounts.

Internal Control Structure

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

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

Budgetary Controls

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

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

Financial Condition

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

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

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

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

As a part of this new reporting model, management is responsible for preparing a Management Discussion and Analysis of the County. This discussion follows the Independent Accountants’ Report, providing an assessment of the County finances for 2004.

CASH MANAGEMENT:

During the year ended December 31, 2004, the County’s cash resources were divided into bank deposits and investments in certificates of deposit, money market mutual funds, and STAROhio. The County Treasurer, as custodian of the County monies, is responsible for investing idle funds and directing the investment policies of the County. The County pools its cash to maximize investment efficiency and to simplify accountability. Approximately 98 percent of all available monies are maintained continually in interest bearing activities. Interest is deposited almost entirely in the general fund. Further discussion of the County’s finances for 2004 can be found in the Management Discussion and Analysis following the report of the Auditor of State.

RISK MANAGEMENT:

Belmont County is a member of the County Risk Sharing Authority, Inc. (CORSA), a risk sharing pool sponsored by the County Commissioners Association of Ohio. Through this risk sharing pool, the County maintains replacement cost insurance for all buildings and their contents. Blanket building and personal property insurance is held at actual replacement cost. Liability coverage, law enforcement liability coverage, automobile liability coverage, errors and omissions liability coverage, excess liability coverage, equipment breakdown coverage and crime coverage are also maintained through CORSA. There are sixty counties who are members of CORSA.

All insurance is held with CORSA, with the exception of workers’ compensation. In 1992, the County joined a pool with 49 other Ohio counties (all CORSA members) for a workers’ compensation group-rating program. A cost savings was realized on the annual premium cost in 2004.

The County maintains three fully insured health plans for eligible County employees and their dependents. The eye, dental and prescription coverage for eligible employees and their dependents is administered by the respective insurance companies.

INDEPENDENT AUDIT:

Included in this report is an unqualified audit opinion rendered on the County's financial statements as of December 31, 2004, by our independent auditor, Betty Montgomery, Auditor of State. In addition to meeting the requirements as set forth in the state statutes, the audit is also designed to meet the requirements of the Federal Single Audit Act Amendments of 1996.

County management plans to continue to subject the financial statements to an annual independent audit as part of the preparation of a CAFR. The annual audit serves to maintain and strengthen the County's accounting and budgetary controls.

AWARDS:

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Belmont County for the year ended December 31, 2003. The County has received this prestigious award for thirteen consecutive years. In order to be awarded a Certificate of Achievement, a governmental unit must prepare an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles, and applicable legal requirements respective to the entity.

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

ACKNOWLEDGMENTS:

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

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

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

Sincerely,



Joseph A. Pappano
Belmont County Auditor

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Belmont County,
Ohio

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

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



Nancy L. Ziehl

President

Jeffrey R. Emer

Executive Director

**BELMONT COUNTY, OHIO
ELECTED OFFICIALS**

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

Auditor
Joseph A. Pappano

Clerk of Courts
Randy L. Marple

Coroner
Troy W. Balgo, MD.

Engineer
Fred F. Bennett

Prosecuting Attorney
Christopher Berhalter

Recorder
Mary Catherine Nixon

Sheriff
Fred Thompson

Treasurer
Joseph A. Gaudio

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

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

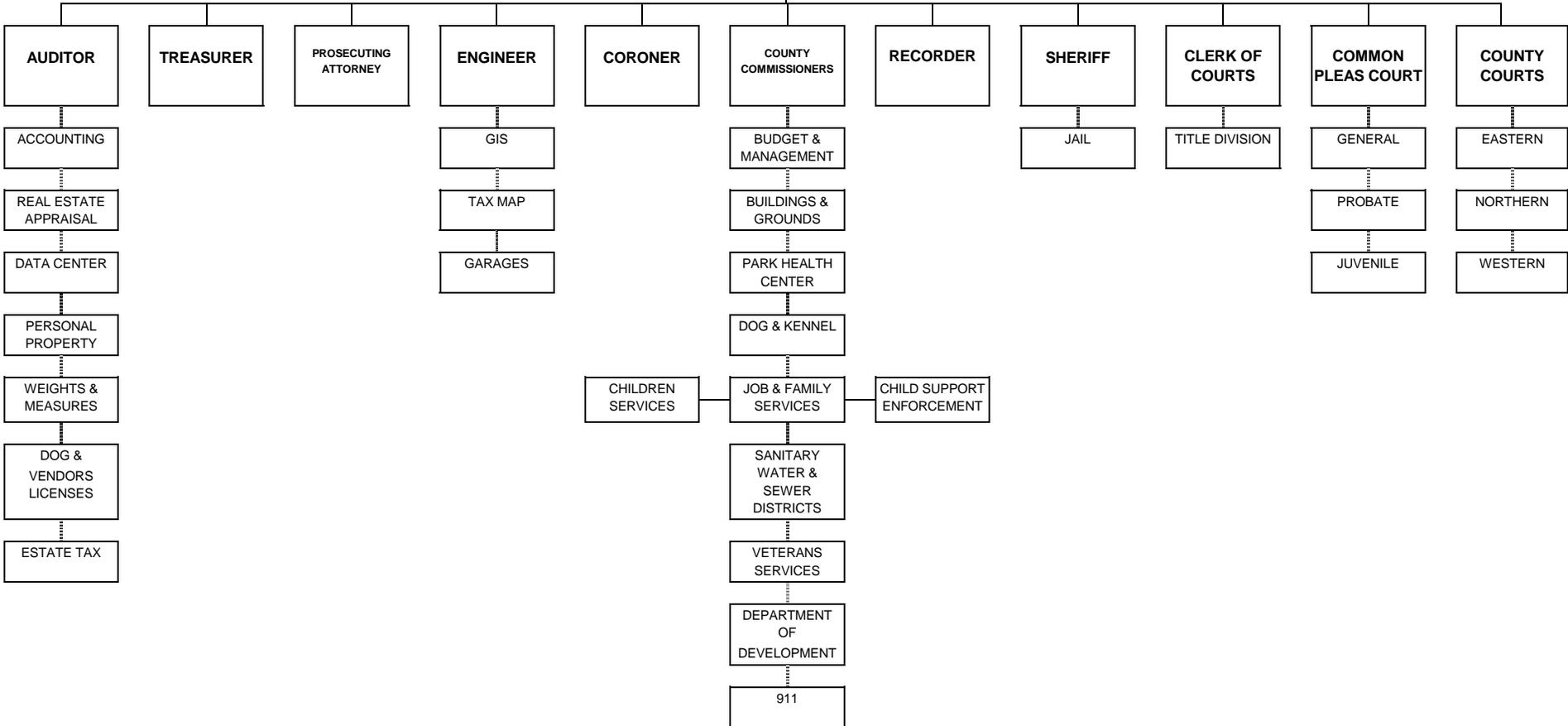
County Court Divisions
Judge D. William Davis - Eastern
Judge Frank A. Fregiato - Northern
Judge Harry W. White - Western

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

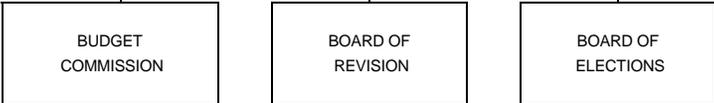
Clerk of Commissioners	Darlene Pempek
Board of Elections	William F. Shubat
Building and Grounds, Superintendent	William Eddy
Dog Pound, Director	Belmont County Animal Rescue League
Department of Human Services, Director	Dwayne Pielech
Department of Development, Director	Eva Lunder
Mental Retardation and Development Disabilities, Superintendent	Monty L. Kerr
Veterans Services, Director	Linda Maupin
Park Health Center, Administrator	Lynn A. Agostini
Sanitary Sewer and Water Districts, Director	Mark Esposito
Public Defender	James L. Nichelson
9-1-1 Emergency, Director	Cliff Sligar
Port Authority	Donald R. Myers

BELMONT COUNTY GOVERNMENT ORGANIZATIONAL CHART

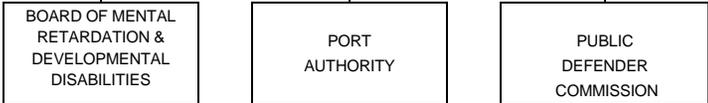
THE CITIZENS OF BELMONT COUNTY



STATUTORY BOARDS AND COMMISSIONS



APPOINTED BOARDS AND COMMISSIONS



Financial Section



**Auditor of State
Betty Montgomery**

INDEPENDENT ACCOUNTANTS' REPORT

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

To the Board of County Commissioners:

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund and the aggregate remaining fund information of Belmont County, Ohio (the County), as of and for the year ended December 31, 2004, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the County's management. Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of Belco Works, Inc., the County's only discretely presented component unit. Other auditors audited those financial statements. They have furnished their report thereon to us, and we base our opinion, insofar as it relates to the amounts included for Belco Works, Inc., on the report of the other auditors.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in the Comptroller General of the United States' *Government Auditing Standards*. Those standards require that we plan and perform the audit to reasonably assure whether the financial statements are free of material misstatement. The other auditors audited the financial statements of Belco Works, Inc., in accordance with auditing standards generally accepted in the United States of America and not in accordance with *Government Auditing Standards*. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit and the report of the other auditors provide a reasonable basis for our opinions.

In our opinion, based on our report and the report of the other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Belmont County, Ohio, as of December 31, 2004, and the respective changes in financial position and cash flows, where applicable, thereof and the respective budgetary comparison for the General, Public Assistance, and Mental Retardation Funds for the year then ended in conformity with accounting principles generally accepted in the United States of America.

As described in Note 3, during the year ended December 31, 2004, the County implemented Governmental Accounting Standards Board Statement No. 39 and No. 46 and Technical Bulletin 2004-002.

In accordance with *Government Auditing Standards*, we have also issued our report dated July 22, 2005, 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's Discussion and Analysis is not a required part of the basic financial statements but is supplementary information accounting principles generally accepted in the United States of America requires. We and the other auditors have applied certain limited procedures, consisting principally of inquiries of management regarding the methods of measuring and presenting the required supplementary information. However, we did not audit the information and express no opinion on it.

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



Betty Montgomery
Auditor of State

July 22, 2005

Belmont County, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2004
Unaudited

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

Financial Highlights

Key financial highlights for 2004 are as follows:

The assets of the County exceeded its liabilities at December 31, 2004 by \$107,315,230 (net assets). Of this amount \$19,760,530 is unrestricted and may be used to meet the County's ongoing obligations. Governmental activities' unrestricted net assets are \$11,453,071. The County's total net assets decreased \$669,474, which represents a less than one percent change from 2003.

At the end of the current year, the County's governmental funds reported a combined ending fund balance of \$26,633,635, a decrease of \$581,060 from the prior year. Of this amount, \$21,718,501 is available for spending (unreserved fund balance) on behalf of its citizens.

At the end of the current year, unreserved fund balance for the General Fund was \$2,878,416, which represents 16.5 percent of total General Fund expenditures.

Using This Annual Financial Report

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

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

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

County-Wide Financial Statements

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

Statement of Net Assets and Statement of Activities

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

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

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

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

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

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

Fund Financial Statements

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

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

Because the focus of the governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities on the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's short-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The County maintains a multitude of individual governmental funds. Information is presented separately on the governmental fund balance sheet and on the governmental fund statement of revenues, expenditures, and changes in fund balances for the major funds, which were identified earlier. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report.

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

Fiduciary Funds - Fiduciary funds are used to account for resources held for the benefit of parties outside the County. Fiduciary funds are not reflected on the government-wide financial statements because the resources from those funds are not available to support the County's programs. The accounting method used for fiduciary funds is the same as that used for the proprietary funds.

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

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

Government-Wide Financial Analysis

Table 1 provides a summary of the County's net assets for 2004 compared to 2003:

Table 1
Net Assets

	Governmental Activities		Business-Type Activities		Totals	
	2004	2003	2004	2003	2004	2003
Assets						
Current and Other Assets	\$46,337,418	\$45,076,448	\$9,994,244	\$12,201,830	\$56,331,662	\$57,278,278
Capital Assets, Net	61,374,260	63,774,552	33,791,346	30,784,197	95,165,606	94,558,749
Total Assets	107,711,678	108,851,000	43,785,590	42,986,027	151,497,268	151,837,027
Liabilities						
Long-Term Liabilities	7,405,972	9,251,878	17,813,869	17,614,474	25,219,841	26,866,352
Other Liabilities	14,170,381	13,939,209	4,791,816	5,383,191	18,962,197	19,322,400
Total Liabilities	21,576,353	23,191,087	22,605,685	22,997,665	44,182,038	46,188,752
Net Assets						
Invested in Capital Assets,						
Net of Debt	54,574,403	57,850,417	12,519,133	9,989,127	67,093,536	67,839,544
Restricted	20,107,851	19,261,147	353,313	614,814	20,461,164	19,875,961
Unrestricted	11,453,071	10,034,310	8,307,459	10,234,889	19,760,530	20,269,199
Total Net Assets	\$86,135,325	\$87,145,874	\$21,179,905	\$20,838,830	\$107,315,230	\$107,984,704

As noted earlier, the County's net assets, when reviewed over time, may serve as a useful indicator of the County's financial position. In the case of the County, assets exceeded liabilities by \$107,315,230 (\$86,135,325 in governmental activities and \$21,179,905 in business-type activities) as of December 31, 2004. By far, the largest portion of the County's net assets (62.5 percent) reflects its investment in capital assets (e.g., land and improvements, buildings and building improvements, improvements other than buildings, machinery and equipment, vehicles, and infrastructure), less any related debt, used to acquire those assets, that is still outstanding. The County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources since the capital assets themselves cannot be used to liquidate these liabilities.

Belmont County, Ohio
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An additional portion of the County's net assets (18.4 percent) consists of unrestricted assets (\$19,760,530) which may be used to meet the County's ongoing obligations to citizens and creditors. The remaining balance (19.1 percent) represents resources that are subject to restrictions on how they can be used.

Table 2 provides a summary of the County's change in net assets for 2004 compared to 2003:

Table 2
Changes in Net Assets

	Governmental Activities		Business-Type Activities		Totals	
	2004	2003	2004	2003	2004	2003
Revenues						
Program Revenues:						
Charges for Services	\$5,875,849	\$6,054,555	\$11,631,533	\$10,832,053	\$17,507,382	\$16,886,608
Operating Grants	23,699,586	22,094,865	29,272	0	23,728,858	22,094,865
Capital Grants	252,241	6,804	50,967	53,399	303,208	60,203
Total Program Revenues	29,827,676	28,156,224	11,711,772	10,885,452	41,539,448	39,041,676
General Revenues:						
Property Taxes	9,068,133	8,623,483	0	0	9,068,133	8,623,483
Permissive Sales Taxes	11,870,097	11,551,273	0	0	11,870,097	11,551,273
Grants and Entitlements	843,546	1,433,321	0	0	843,546	1,433,321
Investment Earnings	808,932	739,289	26,536	245,733	835,468	985,022
Miscellaneous	494,267	374,320	31,318	21,195	525,585	395,515
Total General Revenues	23,084,975	22,721,686	57,854	266,928	23,142,829	22,988,614
Total Revenues	52,912,651	50,877,910	11,769,626	11,152,380	64,682,277	62,030,290
Program Expenses						
General Government						
Legislative and Executive	7,669,610	6,222,380	0	0	7,669,610	6,222,380
Judicial	2,839,016	2,790,146	0	0	2,839,016	2,790,146
Public Safety	8,099,869	8,058,561	0	0	8,099,869	8,058,561
Public Works	8,195,280	7,870,853	0	0	8,195,280	7,870,853
Health	10,536,210	10,901,109	0	0	10,536,210	10,901,109
Human Services	14,046,442	14,796,233	0	0	14,046,442	14,796,233
Economic Development and Assistance						
	333,973	199,171	0	0	333,973	199,171
Intergovernmental	1,957,473	1,021,276	0	0	1,957,473	1,021,276
Interest and Fiscal Charges	245,327	315,257	0	0	245,327	315,257
Park Health Center	0	0	5,924,203	5,664,084	5,924,203	5,664,084
Sanitary Sewer District 2	0	0	980,303	916,662	980,303	916,662
Water Works 3	0	0	2,735,397	2,563,055	2,735,397	2,563,055
Other Enterprise	0	0	1,788,648	1,703,872	1,788,648	1,703,872
Total Expenses	53,923,200	52,174,986	11,428,551	10,847,673	65,351,751	63,022,659
Change in Net Assets	(\$1,010,549)	(\$1,297,076)	\$341,075	\$304,707	(\$669,474)	(\$992,369)

Belmont County, Ohio
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Governmental Activities

Operating grants and contributions were the largest program revenues, accounting for \$23,699,586 or 44.8 percent of total governmental revenues. This represents an increase of \$1,604,721 from the prior year. The major recipients of intergovernmental program revenues were the Job and Family Services (Public Assistance) which realized a decrease in intergovernmental revenue, Motor Vehicle and Gasoline Tax, Board of Mental Health (Mental Health), Court Judicial programs and Mental Retardation and Developmental Disabilities governmental activities. The Court Judicial Programs realized the most significant increase in operating grants and contributions as compared with the prior year as well as an increase for FEMA grants. Permissive sales tax revenues account for \$11,870,097 or 22.4 percent of total governmental activities revenues. Another major component of governmental activities revenues was property tax revenues, which accounted for \$9,068,133 or 17.1 percent of total revenues. Permissive sales tax revenues increased moderately from the prior year (\$318,824 increase) while property tax revenue increased \$444,650 or approximately 5 percent. The County's direct charges to users of governmental services made up \$5,875,849 or 11.1 percent of total governmental revenues. These charges are for fees associated with the collection of property taxes, fines and forfeitures related to judicial activity, and licenses and permits. Charges for services decreased \$178,706 from the prior year. This decrease is attributed primarily to decreases in overall fees, and decreases in fines and forfeitures related to judicial activity.

Human services programs accounted for \$14,046,442, or 26 percent of total expenses for governmental activities. This represents a decrease of \$749,791 from the prior year. This decrease is the result of reduced federal and state funding for human services programs. Other major program expenses for governmental activities include health programs, which accounted for \$10,536,210, or 19.5 percent of total expenses, public works programs, which accounted for \$8,195,280, or 15.2 percent of total expenses and public safety programs, which accounted for \$8,099,869, or 15 percent of total expenses. Public works program expenses increased \$324,427 from the prior year while public safety programs increased only \$41,308. The increase in public works programs is attributed to rising expenses associated with the maintaining various public works projects caused by the 2004 flooding.

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

Table 3
Governmental Activities

	Total Cost of Services		Net Cost of Services	
	2004	2003	2004	2003
General Government				
Legislative and Executive	\$7,669,610	\$6,222,380	\$5,032,371	\$4,026,089
Judicial	2,839,016	2,790,146	1,190,002	1,207,593
Public Safety	8,099,869	8,058,561	6,559,103	6,645,203
Public Works	8,195,280	7,870,853	2,729,733	2,672,649
Health	10,536,210	10,901,109	5,719,565	6,297,666
Human Services	14,046,442	14,796,233	492,940	1,633,858
Economic Development and Assistance	333,973	199,171	333,973	199,171
Intergovernmental	1,957,473	1,021,276	1,792,510	1,021,276
Interest and Fiscal Charges	245,327	315,257	245,327	315,257
Total Expenses	\$53,923,200	\$52,174,986	\$24,095,524	\$24,018,762

Belmont County, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2004
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Charges for services and grants of \$29,827,676 (55.32 percent of the total costs of services) are received and used to fund the expenses of the County. The remaining \$24,095,524 in general government expenses is not fully covered by remaining general revenues, including property taxes, sales taxes, and intergovernmental revenues.

Business-Type Activities

The net assets for business-type activities increased \$341,075 during 2004. Charges for services were the largest program revenue, accounting for \$11,631,533, or 98.9 percent of total business type activities revenues. Charges for services increased \$799,480 the prior year. This increase is due to additional therapy services provided at the Park Health Center.

Financial Analysis of County Funds

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

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

As of December 31, 2004, the County's governmental funds reported a combined ending fund balance of \$26,633,635, a decrease of \$581,060 in comparison with the prior year. Approximately 81.55 percent of this total (\$21,718,501) constitutes unreserved fund balance, which is available for spending at the County's discretion.

The General Fund is the primary operating fund of the County. At the end of 2004, unreserved fund balance was \$2,878,416, while total fund balance was \$6,485,359. As a measure of the General Fund's liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total fund expenditures. Unreserved fund balance represents 16.48 percent to total General Fund expenditures, while total fund balance represents 37.14 percent of that same amount.

The fund balance of the County's General Fund decreased \$731,799 during 2004.

The County's other major funds include Public Assistance, Mental Retardation, and Infrastructure whose fund balances have increased/decreased by (\$367,734), \$440,585, and \$750,000, respectively.

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

Unrestricted net assets of the Enterprise Funds at December 31, 2004, were \$8,307,459. Total net assets increased by \$341,075.

Budgetary Highlights

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

The most significant changes between the General Fund original budget and the final budget is a result of the certification of revenues on a progressive basis throughout the year to accurately update the original conservative certification.

Belmont County, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2004
Unaudited

Capital Assets and Debt Administration

Capital Assets - The County's capital assets for governmental and business-type activities as of December 31, 2004, were \$95,165,606 (net of accumulated depreciation). This includes land and improvements, buildings and improvements, improvements other than buildings, machinery and equipment, vehicles, and infrastructure. For governmental activities, significant capital asset additions during 2004 included acquisition of the Thoburn United Methodist church and two residential homes, the purchase of four trucks by the Engineer, a school bus for Mental Retardation, and 16 other vehicles for various departments.

For business-type activities, major capital asset additions during 2004 included construction in progress on the Sanitary Sewer District #2 force main project and the Water Works System #3 water line extension project. Note 10 (Capital Assets) provides capital asset activity during 2004.

Long Term Debt - As of December 31, 2004, the County had total general obligation bonded debt outstanding principle of \$7,835,000. This debt is expected to be repaid through governmental activities as well as user charges in business-type activities. The County's long term general obligation bonded debt decreased by \$780,000 during 2004. Other outstanding long-term debt included revenue bonds of \$6,919,000, O.W.D.A. loans of \$34,826, long-term notes payable of \$7,040,000 and a rural industrial park loan of \$400,000.

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

In addition to the bonded debt, the County's long-term obligations include compensated absences and capital lease liabilities. Additional information on the County's long-term debt can be found in Note 17 of this report. See Note 18 for additional information regarding notes payable.

Economic Factors

The local economic continues to grow although somewhat slower than national trends. The County is aware the key to increasing the pace of revitalization is in the ability to attract high tech industries and service companies.

The newest retail stores to open were Steve and Barry's, a national discount sports wear store, located in the Ohio Valley Mall and American Cellular on Stewart Drive acting as an authorized dealer for various wireless providers.

The County sponsored \$2.8 million Fox-Commerce Industrial Park has seen several new businesses locate there. Interest by new businesses continues to be very significant.

Mack's Inc. is the first company to be ready for business. They located an 8,000 – 10,000 square foot building on three acres and will service Ohio, Indiana, and Kentucky as a general warehouse and distributor for the drywall business.

Tim's Custom Installation, Inc. a producer of corian and granite counter tops completed a 16,000 square foot building on four acres and is expanding already due to increased business. They employ eight full time and sixteen part time with plans to add nine positions.

Fed Ex Freight East, Inc., a fortune 100 company has exercised its right on property at the site. They plan to make a \$1,750,000 capital investment in a 9,260 square foot facility with another 2,400 square feet allocated for offices.

Belmont County, Ohio
Management's Discussion and Analysis
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Avalon Innovations, Inc. and J. J. Williams Construction are consolidating and locating in a 5,000 square foot building and will offer several types of services. Avalon Innovations, Inc. will specialize in high-tech, multi-media, web site design, web hosting, IT information and CAD systems. This is the first high-tech company to locate in the industrial park.

Cabela's, located on Interstate 70 at Dallas Pike, in Ohio County, West Virginia, opened Aug. 12, 2004. This new outdoor supply store will generate millions of tourists which will ultimately generate revenue for the surrounding states of Ohio and Pennsylvania either through lodging, shopping or dining. The complex also includes a 600,000 square-foot distribution center, a hotel and restaurants.

Requests for Information

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

Belmont County, Ohio
Statement of Net Assets
Primary Government and Discretely Presented Component Unit
December 31, 2004

	Primary Government			Belco Works, Inc.
	Governmental Activities	Business-Type Activities	Total	
<u>Assets</u>				
Equity in Pooled Cash and Cash Equivalents	\$22,646,710	\$8,543,676	\$31,190,386	\$513,112
Cash and Cash Equivalents in Segregated Accounts	66,619	38,523	105,142	0
Accounts Receivable	16,409	564,437	580,846	430,824
Accrued Interest Receivable	114,513	0	114,513	0
Intergovernmental Receivable	7,730,851	539,169	8,270,020	0
Permissive Sales Taxes Receivable	2,216,865	0	2,216,865	0
Cash and Cash Equivalents with Fiscal and Escrow Agent	1,299,508	25,586	1,325,094	0
Investments in Segregated Accounts	20,576	0	20,576	0
Materials and Supplies Inventory	384,384	174,393	558,777	21,025
Prepaid Items	132,249	0	132,249	0
Other Assets	0	0	0	6,536
Internal Balances	(1,626)	1,626	0	0
Property and Other Local Taxes Receivable	9,997,913	0	9,997,913	0
Loans Receivable	276,029	0	276,029	0
Assets Held for Resale	1,400,367	0	1,400,367	0
Deferred Charges	36,051	106,834	142,885	0
Nondepreciable Capital Assets	13,766,333	10,738,162	24,504,495	0
Depreciable Capital Assets, Net	47,607,927	23,053,184	70,661,111	151,093
Total Assets	107,711,678	43,785,590	151,497,268	1,122,590
<u>Liabilities</u>				
Accounts Payable	1,162,265	302,072	1,464,337	262,850
Accrued Wages and Benefits Payable	350,341	71,196	421,537	120,718
Matured Severance Payable	27,845	7,752	35,597	0
Compensated Absences Payable	0	0	0	103,214
Intergovernmental Payable	936,778	148,032	1,084,810	0
Contracts Payable	0	168,627	168,627	0
Accrued Interest Payable	33,152	145,171	178,323	0
Bond Anticipation Notes Payable	2,710,000	3,855,000	6,565,000	0
Matured Bonds Payable	0	20,000	20,000	0
Deferred Revenue	8,950,000	0	8,950,000	0
Refundable Deposits	0	73,966	73,966	0
Long-Term Liabilities:				
Due Within One Year	1,543,105	658,661	2,201,766	8,925
Due in More Than One Year	5,862,867	17,155,208	23,018,075	1,785
Total Liabilities	21,576,353	22,605,685	44,182,038	497,492
<u>Net Assets</u>				
Invested in Capital Assets, Net of Related Debt	54,574,403	12,519,133	67,093,536	140,383
Restricted for:				
Debt Service	33,993	353,313	387,306	0
Capital Projects	2,440,178	0	2,440,178	0
Other Purposes:				
Public Assistance	231,512	0	231,512	0
Mental Retardation	5,263,685	0	5,263,685	0
Law Enforcement	308,505	0	308,505	0
Emergency 911	664,294	0	664,294	0
Motor Vehicle and Gasoline Tax	2,780,184	0	2,780,184	0
In-Home Care Levy	1,055,654	0	1,055,654	0
Children Services	468,237	0	468,237	0
County Courts	734,215	0	734,215	0
Commissioners CDBG	2,063,481	0	2,063,481	0
Miscellaneous Purposes	4,063,913	0	4,063,913	0
Unrestricted	11,453,071	8,307,459	19,760,530	484,715
Total Net Assets	\$86,135,325	\$21,179,905	\$107,315,230	\$625,098

See accompanying notes to the basic financial statements

Belmont County, Ohio
Statement of Activities
Primary Government and Discretely Presented Component Unit
For the Year Ended December 31, 2004

	Program Revenues			
	Expenses	Charges for Services	Operating Grants, Contributions, and Interest	Capital Grants and Contributions
<u>Governmental Activities</u>				
General Government				
Legislative and Executive	\$7,669,610	\$2,632,493	\$4,746	\$0
Judicial	2,839,016	1,460,869	188,145	0
Public Safety	8,099,869	604,890	935,876	0
Public Works	8,195,280	311,166	4,902,140	252,241
Health	10,536,210	152,631	4,664,014	0
Human Services	14,046,442	713,800	12,839,702	0
Economic Development and Assistance	333,973	0	0	0
Intergovernmental	1,957,473	0	164,963	0
Interest and Fiscal Charges	245,327	0	0	0
Total Governmental Activities	53,923,200	5,875,849	23,699,586	252,241
<u>Business-Type Activities</u>				
Park Health Center	5,924,203	6,433,640	0	0
Sanitary Sewer District 2	980,303	986,791	0	4,100
Water Works 3	2,735,397	2,817,895	12,823	41,217
Water Works 1	322,651	229,448	0	820
Sanitary Sewer District 1	349,872	254,208	13,314	400
Sanitary Sewer District 3A	49,121	39,781	0	0
Sanitary Sewer District 3B	22,116	18,154	0	212
Sanitary Sewer District 3C	1,427	1,983	0	0
Water Works 2	1,043,461	849,633	3,135	4,218
Total Business-Type Activities	11,428,551	11,631,533	29,272	50,967
Total Primary Government	\$65,351,751	\$17,507,382	\$23,728,858	\$303,208
<u>Component Unit</u>				
Belco Works Inc.	\$4,982,771	\$4,015,241	\$0	\$0

General Revenues:

Property Taxes Levied for General Purposes

Property Taxes Levied for:

 Mental Retardation

 Lodging Excise Tax

 Mental Health

 In-Home Care Levy

 Children Services

Permissive Sales Tax Levied for General Purposes

Permissive Sales Tax Levied for:

 Roads and Bridges

Grants and Entitlements not Restricted to Specific Programs

Investment Earnings

Miscellaneous

Total General Revenues

Change in Net Assets

Net Assets Beginning of Year - Restated (Note 3)

Net Assets End of Year

See accompanying notes to the basic financial statements

Net (Expense) Revenue and Changes in Net Assets			
Primary Government			
Governmental Activities	Business-Type Activities	Total	Belco Works, Inc.
(\$5,032,371)	\$0	(\$5,032,371)	\$0
(1,190,002)	0	(1,190,002)	0
(6,559,103)	0	(6,559,103)	0
(2,729,733)	0	(2,729,733)	0
(5,719,565)	0	(5,719,565)	0
(492,940)	0	(492,940)	0
(333,973)	0	(333,973)	0
(1,792,510)	0	(1,792,510)	0
(245,327)	0	(245,327)	0
(24,095,524)	0	(24,095,524)	0
0	509,437	509,437	0
0	10,588	10,588	0
0	136,538	136,538	0
0	(92,383)	(92,383)	0
0	(81,950)	(81,950)	0
0	(9,340)	(9,340)	0
0	(3,750)	(3,750)	0
0	556	556	0
0	(186,475)	(186,475)	0
0	283,221	283,221	0
(24,095,524)	283,221	(23,812,303)	0
0	0	0	(967,530)
1,919,304	0	1,919,304	0
4,418,235	0	4,418,235	0
281,426	0	281,426	0
796,795	0	796,795	0
1,263,843	0	1,263,843	0
388,530	0	388,530	0
11,370,097	0	11,370,097	0
500,000	0	500,000	0
843,546	0	843,546	0
808,932	26,536	835,468	3,320
494,267	31,318	525,585	601,666
23,084,975	57,854	23,142,829	604,986
(1,010,549)	341,075	(669,474)	(362,544)
87,145,874	20,838,830	107,984,704	987,642
<u>\$86,135,325</u>	<u>\$21,179,905</u>	<u>\$107,315,230</u>	<u>\$625,098</u>

Belmont County, Ohio
Balance Sheet
Governmental Funds
December 31, 2004

	General	Public Assistance	Mental Retardation	Infrastructure	Other Governmental Funds	Total Governmental Funds
Assets						
Equity in Pooled Cash and Cash Equivalents	\$2,831,300	\$308,111	\$4,040,352	\$5,554,472	\$9,794,689	\$22,528,924
Cash and Cash Equivalents in Segregated Accounts	66,619	0	0	0	0	66,619
Cash and Cash Equivalents with Fiscal Agents	0	0	0	0	1,299,508	1,299,508
Investments in Segregated Accounts	0	0	0	0	20,576	20,576
Accounts Receivable	12,044	0	0	0	4,365	16,409
Accrued Interest Receivable	114,513	0	0	0	0	114,513
Intergovernmental Receivable	993,408	1,020,774	1,440,113	0	4,276,556	7,730,851
Permissive Sales Tax Receivable	2,200,890	0	0	0	15,975	2,216,865
Prepaid Items	132,249	0	0	0	0	132,249
Materials and Supplies Inventory	27,237	20,800	26,848	0	309,499	384,384
Interfund Receivable	115,376	0	0	0	5,541	120,917
Property and Other Local Taxes Receivable	2,065,893	0	5,126,919	0	2,805,101	9,997,913
Restricted Assets:						
Equity in Pooled Cash and Cash Equivalents	117,786	0	0	0	0	117,786
Loans Receivable	0	0	0	0	276,029	276,029
Assets Held for Resale	1,400,367	0	0	0	0	1,400,367
Total Assets	\$10,077,682	\$1,349,685	\$10,634,232	\$5,554,472	\$18,807,839	\$46,423,910
Liabilities						
Accounts Payable	\$137,577	\$121,935	\$248,079	\$0	\$654,674	\$1,162,265
Accrued Wages and Benefits Payable	142,182	78,254	67,371	0	62,534	350,341
Matured Severance Payable	27,845	0	0	0	0	27,845
Intergovernmental Payable	353,571	224,049	98,298	0	260,860	936,778
Interfund Payable	7,167	1,452	0	0	113,924	122,543
Accrued Interest Payable	0	0	0	0	15,062	15,062
Deferred Revenue	2,923,981	0	5,839,565	0	5,701,895	14,465,441
Notes Payable	0	0	0	0	2,710,000	2,710,000
Total Liabilities	3,592,323	425,690	6,253,313	0	9,518,949	19,790,275
Fund Balances:						
Reserved for Encumbrances	1,193,646	0	240,983	0	878,333	2,312,962
Reserved for Assets Held for Resale	1,400,367	0	0	0	0	1,400,367
Reserved for Claimants	117,786	0	0	0	0	117,786
Reserved for Loans Receivable	0	0	0	0	188,875	188,875
Unreserved:						
Designated for Budget Stabilization	895,144	0	0	0	0	895,144
Undesignated, Reported in:						
General Fund	2,878,416	0	0	0	0	2,878,416
Special Revenue Funds	0	923,995	4,139,936	0	8,714,276	13,778,207
Debt Service Funds	0	0	0	0	54,968	54,968
Capital Projects Funds	0	0	0	5,554,472	(547,562)	5,006,910
Total Fund Balances	6,485,359	923,995	4,380,919	5,554,472	9,288,890	26,633,635
Total Liabilities and Fund Balances	\$10,077,682	\$1,349,685	\$10,634,232	\$5,554,472	\$18,807,839	\$46,423,910

See accompanying notes to the basic financial statements

Belmont County, Ohio
 Reconciliation of Total Governmental Fund Balances
 to Net Assets of Governmental Activities
 December 31, 2004

Total Governmental Fund Balances \$26,633,635

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

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. 61,374,260

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

Taxes	1,029,445
Intergovernmental	4,427,349
Charges for Services	58,647

Total 5,515,441

Unamortized issuance costs represent deferred charges which do not provide current financial resources and, therefore, are not reported in the funds. 36,051

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

General Obligation Bonds	3,485,000
Net Bond Premiums/Discounts	2,885
Refunding Gains on General Obligation Bonds	(14,408)
Compensated Absences	2,777,179
Accrued Interest Payable	18,090
Long-Term Notes Payable	540,000
State Rural Industrial Park Loan	400,000
Capital Leases	215,316

Total (7,424,062)

Net Assets of Governmental Activities \$86,135,325

See accompanying notes to the basic financial statements

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

	General	Public Assistance	Mental Retardation	Infrastructure	Other Governmental Funds	Total Governmental Funds
Revenues						
Property and Other Local Taxes	\$1,952,685	\$0	\$4,499,707	\$0	\$2,775,009	\$9,227,401
Permissive Sales Taxes	11,370,097	0	0	0	500,000	11,870,097
Charges for Services	2,051,154	0	134,344	0	2,179,103	4,364,601
Licenses and Permits	6,957	0	0	0	395,932	402,889
Fines and Forfeitures	321,433	0	0	0	513,314	834,747
Intergovernmental	1,116,816	8,902,975	4,069,908	0	10,483,847	24,573,546
Interest	765,473	0	0	0	45,719	811,192
Rent	5,534	0	0	0	214,839	220,373
Other	209,312	121,731	2,181	0	161,043	494,267
Total Revenues	17,799,461	9,024,706	8,706,140	0	17,268,806	52,799,113
Expenditures						
Current:						
General Government:						
Legislative and Executive	6,494,724	0	0	0	619,090	7,113,814
Judicial	2,072,350	0	0	0	725,103	2,797,453
Public Safety	6,356,677	0	0	0	1,417,839	7,774,516
Public Works	397,464	0	0	0	5,734,779	6,132,243
Health	51,595	0	8,265,555	0	2,062,344	10,379,494
Human Services	277,824	9,710,932	0	0	4,058,537	14,047,293
Economic Development and Assistance	49,714	0	0	0	284,259	333,973
Other	11,634	0	0	0	0	11,634
Capital Outlay	129,913	0	0	0	648,758	778,671
Intergovernmental	960,737	0	0	0	996,736	1,957,473
Debt Service:						
Principal Retirement	643,065	16,356	0	0	1,825,000	2,484,421
Interest and Fiscal Charges	17,404	3,791	0	0	233,920	255,115
Total Expenditures	17,463,101	9,731,079	8,265,555	0	18,606,365	54,066,100
Excess of Revenues Over (Under) Expenditures	336,360	(706,373)	440,585	0	(1,337,559)	(1,266,987)
Other Financing Sources (Uses)						
Bond Anticipation Notes Issued	500,000	0	0	0	40,000	540,000
Sale of Assets	16,014	0	0	0	0	16,014
Inception of Capital Lease	129,913	0	0	0	0	129,913
Transfers In	0	338,639	0	750,000	803,447	1,892,086
Transfers Out	(1,714,086)	0	0	0	(178,000)	(1,892,086)
Total Other Financing Sources (Uses)	(1,068,159)	338,639	0	750,000	665,447	685,927
Net Change in Fund Balances	(731,799)	(367,734)	440,585	750,000	(672,112)	(581,060)
Fund Balances at Beginning of Year	7,217,158	1,291,729	3,940,334	4,804,472	9,961,002	27,214,695
Fund Balances at End of Year	\$6,485,359	\$923,995	\$4,380,919	\$5,554,472	\$9,288,890	\$26,633,635

See accompanying notes to the basic financial statements

Belmont County, Ohio
 Reconciliation of Statement of Revenues, Expenditures, and Changes in Fund Balances
 of Governmental Funds to Statement of Activities
 For the Year Ended December 31, 2004

Net Change in Fund Balances - Total Governmental Funds (\$581,060)

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

Governmental funds report capital outlays as expenditures. However, on the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current year:

Capital Outlay - Depreciable Capital Assets	1,703,066	
Depreciation	(4,103,358)	
Total		(2,400,292)

Revenues on the statement of activities that do not provide current financial resources are not reported as revenues in governmental funds:

Property and Other Local Taxes	(159,268)	
Charges for Services	53,239	
Intergovernmental	219,567	
Total		113,538

Repayment of general obligation bonds, notes, and capital leases is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets.

General Obligation Bonds	370,000	
Long-Term Note	1,955,000	
Capital Leases	159,421	
Total		2,484,421

Interest is reported as an expenditure when due in the governmental funds, but is accrued on outstanding obligations on the statement of net assets.

18,187

Issuance costs are reported as an expenditure when paid in governmental funds, but are allocated as an expense over the life of the outstanding debt on the statement of activities.

(6,828)

Bond premiums are reported as other financing sources in the governmental funds, but are allocated as an expense over the life of the bonds on the statement of activities.

1,171

Refunding gains are reported as an expense in the governmental funds, but are allocated as a reduction of an expense over the life of the bonds.

(2,742)

Bond Anticipation Notes issued are other financing sources in governmental funds, but the issuance increases long-term liabilities on the statement of net assets.

(540,000)

Inception of capital leases are reported as other financing sources in the governmental funds, but the inception increases long term liabilities on the statement of activities

(129,913)

Some expenses reported on the statement of activities do not require the use of current financial resources, therefore, are not reported as expenditures in governmental funds.

Compensated Absences Payable		32,969
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(\$1,010,549)

Change in Net Assets of Governmental Activities

See accompanying notes to the basic financial statements

Belmont County, Ohio
Statement of Revenues, Expenditures
and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
General Fund
For the Year Ended December 31, 2004

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>Revenues:</u>				
Property and Other Local Taxes	\$1,850,000	\$1,962,770	\$1,962,770	\$0
Permissive Sales Tax	8,998,859	10,926,064	11,172,868	246,804
Charges for Services	1,599,949	1,942,596	2,006,442	63,846
Licenses and Permits	4,942	6,000	6,957	957
Fines and Forfeitures	395,335	480,000	348,440	(131,560)
Intergovernmental	896,860	1,088,933	1,121,753	32,820
Interest	690,204	838,019	745,021	(92,998)
Rent	4,118	5,000	5,534	534
Other	159,733	193,942	209,312	15,370
Total Revenues	14,600,000	17,443,324	17,579,097	135,773
<u>Expenditures:</u>				
Current:				
General Government:				
Legislative and Executive	6,929,644	8,282,866	8,242,767	40,099
Judicial	2,324,796	2,269,302	2,252,529	16,773
Public Safety	4,101,622	6,572,736	6,545,478	27,258
Public Works	212,408	427,204	416,195	11,009
Health	138,809	55,775	54,890	885
Human Services	276,772	328,885	310,230	18,655
Other	0	57,887	11,634	46,253
Intergovernmental	684,399	967,192	967,190	2
Debt Service:				
Principal Retirement	0	500,000	500,000	0
Interest and Fiscal Charges	0	6,961	6,961	0
Total Expenditures	14,668,450	19,468,808	19,307,874	160,934
Excess of Revenues Under Expenditures	(68,450)	(2,025,484)	(1,728,777)	296,707
<u>Other Financing Sources (Uses):</u>				
Bond Anticipation Notes Issued	0	500,000	500,000	0
Sale of Assets	0	16,014	51,894	35,880
Advances In	0	60,000	66,000	6,000
Advances Out	0	(53,242)	(53,242)	0
Transfers In	0	6,961	0	(6,961)
Transfers Out	(384,000)	(1,893,570)	(1,914,086)	(20,516)
Total Other Financing Sources (Uses)	(384,000)	(1,363,837)	(1,349,434)	14,403
Net Change in Fund Balance	(452,450)	(3,389,321)	(3,078,211)	311,110
Fund Balance at Beginning of Year	1,159,938	1,159,938	1,159,938	0
Prior Year Encumbrances Appropriated	2,607,212	2,607,212	2,607,212	0
Fund Balance at End of Year	\$3,314,700	\$377,829	\$688,939	\$311,110

See accompanying notes to the basic financial statement:

Belmont County, Ohio
Statement of Revenues, Expenditures
and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
Public Assistance Fund
For the Year Ended December 31, 2004

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>Revenues:</u>				
Intergovernmental	\$11,431,222	\$9,348,899	\$8,645,131	(\$703,768)
Interest	37,485	30,300	0	(30,300)
Other	531,293	320,552	489,001	168,449
Total Revenues	12,000,000	9,699,751	9,134,132	(565,619)
<u>Expenditures:</u>				
Current:				
Human Services	13,116,840	11,997,090	10,463,810	1,533,280
Excess of Revenues Under Expenditures	(1,116,840)	(2,297,339)	(1,329,678)	967,661
<u>Other Financing Source:</u>				
Transfers In	0	1,000,000	338,639	(661,361)
Net Change in Fund Balance	(1,116,840)	(1,297,339)	(991,039)	306,300
Fund Balance at Beginning of Year	1,297,339	1,297,339	1,297,339	0
Prior Year Encumbrances Appropriated	0	0	0	0
Fund Balance at End of Year	\$180,499	\$0	\$306,300	\$306,300

See accompanying notes to the basic financial statements:

Belmont County, Ohio
Statement of Revenues, Expenditures
and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
Mental Retardation Fund
For the Year Ended December 31, 2004

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>Revenues:</u>				
Property and Other Local Taxes	\$4,600,000	\$3,302,600	\$4,530,475	\$1,227,875
Charges for Services	14,809	50,000	134,344	84,344
Intergovernmental	985,191	3,326,400	3,757,694	431,294
Other	0	0	2,181	2,181
Total Revenues	5,600,000	6,679,000	8,424,694	1,745,694
<u>Expenditures:</u>				
Current:				
Health	8,763,923	9,977,693	8,609,296	1,368,397
Excess of Revenues Under Expenditures	(3,163,923)	(3,298,693)	(184,602)	3,114,091
<u>Other Financing Use:</u>				
Transfers Out	0	(500,000)	0	500,000
Net Change in Fund Balance	(3,163,923)	(3,798,693)	(184,602)	3,614,091
Fund Balance at Beginning of Year	3,299,153	3,299,153	3,299,153	0
Prior Year Encumbrances Appropriated	499,540	499,540	499,540	0
Fund Balance at End of Year	\$634,770	\$0	\$3,614,091	\$3,614,091

See accompanying notes to the basic financial statements:

Belmont County, Ohio
Statement of Fund Net Assets
Enterprise Funds
December 31, 2004

	Park Health Center	Sanitary Sewer District 2	Water Works 3	Other Enterprise	Total Enterprise
Assets					
Current Assets:					
Equity in Pooled Cash and Cash Equivalents	\$541,561	\$1,427,006	\$3,842,128	\$2,294,545	\$8,105,240
Cash and Cash Equivalents in Segregated Accounts	0	0	200	38,323	38,523
Accounts Receivable	343,981	44,667	115,955	59,834	564,437
Intergovernmental Receivable	539,169	0	0	0	539,169
Materials and Supplies Inventory	22,177	2,074	99,872	50,270	174,393
Interfund Receivable	0	0	255,279	200,000	455,279
Restricted Assets:					
Equity in Pooled Cash and Cash Equivalents	0	0	50,780	0	50,780
Cash and Cash Equivalents with Fiscal and Escrow Agents	0	0	20,000	0	20,000
Total Current Assets	1,446,888	1,473,747	4,384,214	2,642,972	9,947,821
Non-Current Assets:					
Restricted Assets:					
Equity in Pooled Cash and Cash Equivalents	0	9,163	347,727	30,766	387,656
Cash and Cash Equivalents with Fiscal and Escrow Agents	0	0	5,586	0	5,586
Deferred Charges	83,766	3,951	19,117	0	106,834
Nondepreciable Capital Assets	38,880	3,869,554	6,821,228	8,500	10,738,162
Depreciable Capital Assets, Net	3,281,167	5,157,086	13,978,270	636,661	23,053,184
Total Non-Current Assets	3,403,813	9,039,754	21,171,928	675,927	34,291,422
Total Assets	4,850,701	10,513,501	25,556,142	3,318,899	44,239,243
Liabilities					
Current Liabilities:					
Accounts Payable	125,043	66,533	64,203	46,293	302,072
Contracts Payable	0	19,486	149,141	0	168,627
Accrued Wages and Benefits Payable	52,279	2,768	10,630	5,519	71,196
Compensated Absences Payable	81,452	7,614	28,839	10,190	128,095
Interfund Payable	0	200,000	0	253,653	453,653
Intergovernmental Payable	78,246	5,039	15,890	48,857	148,032
Accrued Interest Payable	12,655	48,752	32,984	0	94,391
Bond Anticipation Notes Payable	0	2,700,000	1,155,000	0	3,855,000
Matured Severance Payable	7,752	0	0	0	7,752
Current Portion OWDA Loan Payable	0	0	2,991	0	2,991
Current Portion Mortgage Revenue Bonds Payable	0	0	91,000	0	91,000
Current Portion General Obligation Bonds Payable	200,000	85,000	150,000	0	435,000
Current Portion Capital Leases Payable	1,575	0	0	0	1,575
Total Current Liabilities	559,002	3,135,192	1,700,678	364,512	5,759,384
Current Liabilities Payable from Restricted Assets:					
Matured Revenue Bonds Payable	0	0	20,000	0	20,000
Accrued Interest Payable	0	0	50,780	0	50,780
Total Current Liabilities Payable from Restricted Assets	0	0	70,780	0	70,780
Long-Term Liabilities (Net of Current Portion):					
Refundable Deposits	0	9,163	34,037	30,766	73,966
Compensated Absences Payable	121,024	12,037	45,595	16,110	194,766
Capital Leases Payable	7,119	0	0	0	7,119
OWDA Loans Payable	0	0	31,835	0	31,835
Bond Anticipation Notes Payable	0	3,500,000	3,000,000	0	6,500,000
Mortgage Revenue Bonds Payable	0	0	6,828,000	0	6,828,000
General Obligation Bonds Payable	2,842,219	84,595	666,674	0	3,593,488
Total Long-Term Liabilities	2,970,362	3,605,795	10,606,141	46,876	17,229,174
Total Liabilities	3,529,364	6,740,987	12,377,599	411,388	23,059,338
Net Assets					
Invested in Capital Assets, Net of Related Debt	352,900	2,658,991	8,862,081	645,161	12,519,133
Restricted for:					
Debt Service	0	0	353,313	0	353,313
Unrestricted	968,437	1,113,523	3,963,149	2,262,350	8,307,459
Total Net Assets	\$1,321,337	\$3,772,514	\$13,178,543	\$2,907,511	\$21,179,905

See accompanying notes to the basic financial statements

Belmont County, Ohio
Statement of Revenues, Expenses,
and Changes in Fund Net Assets
Enterprise Funds
For the Year Ended December 31, 2004

	Park Health Center	Sanitary Sewer District 2	Water Works 3	Other Enterprise	Total Enterprise
<u>Operating Revenues:</u>					
Charges for Services	\$6,433,640	\$986,791	\$2,817,895	\$1,393,207	\$11,631,533
Other	0	20,047	0	912	20,959
Total Operating Revenues	6,433,640	1,006,838	2,817,895	1,394,119	11,652,492
<u>Operating Expenses:</u>					
Personal Services	3,737,702	230,798	778,777	380,907	5,128,184
Contractual Services	1,323,717	402,219	422,574	1,204,485	3,352,995
Materials and Supplies	445,833	42,518	409,221	153,607	1,051,179
Depreciation	183,380	196,001	645,321	45,664	1,070,366
Other	44,303	2,528	8,455	1,543	56,829
Total Operating Expenses	5,734,935	874,064	2,264,348	1,786,206	10,659,553
Operating Income (Loss)	698,705	132,774	553,547	(392,087)	992,939
<u>Non-Operating Revenues (Expenses):</u>					
Interest	1,379	3,078	0	22,079	26,536
Operating Grants	0	0	12,823	16,449	29,272
Interest and Fiscal Charges	(189,268)	(106,239)	(471,049)	(2,442)	(768,998)
Other Non-Operating Revenues	10,359	0	0	0	10,359
Total Non-Operating Revenues (Expenses)	(177,530)	(103,161)	(458,226)	36,086	(702,831)
Income (Loss) Before Contributions and Transfers	521,175	29,613	95,321	(356,001)	290,108
Capital Contributions	0	4,100	41,217	5,650	50,967
Transfers In	0	8,935	0	0	8,935
Transfers Out	0	0	0	(8,935)	(8,935)
Change in Net Assets	521,175	42,648	136,538	(359,286)	341,075
Net Assets Beginning of Year - Restated (Note 3)	800,162	3,729,866	13,042,005	3,266,797	20,838,830
Net Assets End of Year	\$1,321,337	\$3,772,514	\$13,178,543	\$2,907,511	\$21,179,905

See accompanying notes to the basic financial statements

Belmont County, Ohio
Statement of Cash Flows
Enterprise Funds
For the Year Ended December 31, 2004

	Business-Type Activity				Total Enterprise
	Park Health Center	Sanitary Sewer District 2	Water Works 3	Other Enterprise	
Increase (Decrease) in Cash and Cash Equivalents					
<u>Cash Flows from Operating Activities:</u>					
Cash Received from Customers	\$6,385,396	\$945,873	\$2,874,268	\$1,387,877	\$11,593,414
Cash Payments for Employee Services and Benefits	(3,808,563)	(231,868)	(787,805)	(389,767)	(5,218,003)
Cash Payments for Goods and Services	(462,239)	(40,396)	(389,468)	(125,815)	(1,017,918)
Cash Payments for Contractual Services	(1,386,159)	(399,320)	(458,501)	(1,259,631)	(3,503,611)
Utility Deposits Received	0	1,495	6,802	7,260	15,557
Utility Deposits Paid	0	(1,127)	(6,276)	(6,861)	(14,264)
Other Operating Revenues	0	20,047	0	912	20,959
Other Operating Expenses	(44,303)	(2,528)	(8,455)	(1,543)	(56,829)
Other Non-Operating Revenues	10,359	0	0	0	10,359
Net Cash Provided by (Used for) Operating Activities	<u>694,491</u>	<u>292,176</u>	<u>1,230,565</u>	<u>(387,568)</u>	<u>1,829,664</u>
<u>Cash Flows from Noncapital Financing Activities:</u>					
Operating Grants	0	0	12,823	16,449	29,272
Short Term Interfund Loans	(35,000)	200,000	(200,000)	0	(35,000)
Net Cash Provided by (Used for) Noncapital Activities	<u>(35,000)</u>	<u>200,000</u>	<u>(187,177)</u>	<u>16,449</u>	<u>(5,728)</u>
<u>Cash Flows from Capital and Related Financing Activities:</u>					
Payments for Capital Acquisitions	(23,364)	(843,493)	(3,032,962)	0	(3,899,819)
Tap-In Fees	0	4,100	41,217	5,650	50,967
Bond Anticipation Notes Issued	0	6,200,000	4,155,000	0	10,355,000
Principal Paid on Notes	0	(5,900,000)	(3,175,000)	0	(9,075,000)
Interest Paid on Notes	0	(97,908)	(42,803)	0	(140,711)
Principal Paid on Mortgage Revenue Bonds	0	0	(407,000)	(10,000)	(417,000)
Interest Paid on Mortgage Revenue Bonds	0	0	(385,005)	(2,655)	(387,660)
Principal Paid on General Obligation Bonds	(190,000)	(71,336)	(140,000)	(8,664)	(410,000)
Interest Paid on General Obligation Bonds	(159,180)	(5,000)	(53,500)	(271)	(217,951)
Principal Paid on OWDA Loan	0	0	(2,763)	0	(2,763)
Interest Paid on OWDA Loan	0	0	(2,631)	0	(2,631)
Principal Paid on Capital Leases	(15,738)	0	0	0	(15,738)
Interest Paid on Capital Leases	(641)	0	0	0	(641)
Net Cash Used for Capital and Related Financing Activities	<u>(388,923)</u>	<u>(713,637)</u>	<u>(3,045,447)</u>	<u>(15,940)</u>	<u>(4,163,947)</u>
<u>Cash Flows from Investing Activities:</u>					
Sale of Investments	0	0	1,751,867	1,222,090	2,973,957
Interest	1,379	3,078	29,874	22,079	56,410
Net Cash Provided by Investing Activities	<u>1,379</u>	<u>3,078</u>	<u>1,781,741</u>	<u>1,244,169</u>	<u>3,030,367</u>
Net Increase (Decrease) in Cash and Cash Equivalents	271,947	(218,383)	(220,318)	857,110	690,356
Cash and Cash Equivalents Beginning of Year	<u>269,614</u>	<u>1,654,552</u>	<u>4,486,739</u>	<u>1,506,524</u>	<u>7,917,429</u>
Cash and Cash Equivalents End of Year	<u>\$541,561</u>	<u>\$1,436,169</u>	<u>\$4,266,421</u>	<u>\$2,363,634</u>	<u>\$8,607,785</u>

(Continued)

Belmont County, Ohio
Statement of Cash Flows
Enterprise Funds
For the Year Ended December 31, 2004
(Continued)

	Business-Type Activity				Total Enterprise
	Park Health Center	Sanitary Sewer District 2	Water Works 3	Other Enterprise	
<u>Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:</u>					
Operating Income (Loss)	\$698,705	\$132,774	\$553,547	(\$392,087)	\$992,939
<u>Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities</u>					
Depreciation	183,380	196,001	645,321	45,664	1,070,366
Other Non-Operating Revenue	10,359	0	0	0	10,359
Changes in Assets and Liabilities:					
(Increase) Decrease in Accounts Receivable	(142,037)	(40,918)	10,985	(5,330)	(177,300)
Decrease in Intergovernmental Receivable	93,793	0	0	196	93,989
(Increase) Decrease in Materials and Supplies Inventory	2,378	(260)	(1,968)	0	150
Decrease in Interfund Receivable	0	0	45,388	0	45,388
Decrease in Accrued Wages and Benefits Payable	(78,959)	(3,852)	(15,645)	(9,101)	(107,557)
Increase (Decrease) in Accounts Payable	(81,201)	56,306	(14,206)	39,782	681
Increase in Compensated Absences Payable	9,886	2,649	7,079	1,510	21,124
Decrease in Intergovernmental Payable	(8,492)	(50,892)	(462)	(23,403)	(83,249)
Increase in Matured Severance Payable	6,679	0	0	0	6,679
Decrease in Interfund Payable	0	0	0	(45,198)	(45,198)
Increase in Refundable Deposits Payable	0	368	526	399	1,293
Total Adjustments	(4,214)	159,402	677,018	4,519	836,725
Net Cash Provided by (Used for) Operating Activities	<u>\$694,491</u>	<u>\$292,176</u>	<u>\$1,230,565</u>	<u>(\$387,568)</u>	<u>\$1,829,664</u>

Noncash Activities:

During 2004, there were transfers between the Sanitary Sewer District 2 and Sanitary Sewer District 3B enterprise funds in the amount of \$8,935.

See accompanying notes to the basic financial statements

Belmont County, Ohio
Statement of Fiduciary Assets and Liabilities
Agency Funds
December 31, 2004

Assets:

Equity in Pooled Cash and Cash Equivalents	\$6,511,500
Cash and Cash Equivalents in Segregated Accounts	412,965
Property Taxes Receivable	46,359,458
Accounts Receivable	2,050,252
Intergovernmental Receivable	<u>4,407,602</u>
Total Assets	<u><u>\$59,741,777</u></u>

Liabilities:

Due To Others	\$883,660
Intergovernmental Payable	51,824,635
Undistributed Assets	<u>7,033,482</u>
Total Liabilities	<u><u>\$59,741,777</u></u>

See accompanying notes to the basic financial statements

NOTE 1 – REPORTING ENTITY AND BASIS OF PRESENTATION

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

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

A. Reporting Entity:

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

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

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

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

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

Belmont County, Ohio
Notes to the Basic Financial Statements (Continued)
For the Year Ended December 31, 2004

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

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

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

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

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

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

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

Belmont-Harrison Juvenile District (District)

The Belmont-Harrison Juvenile District was organized in 1972 to provide services to the juvenile courts of Belmont and Harrison counties. The legislative authority for creation of the District can be found in Section 2151.34 of the Ohio Revised Code. The function of the District is to provide detention and rehabilitation for juvenile offenders. District offices are located at Sargus Juvenile Center in St. Clairsville, Ohio, which serves as the hub for all program components. A joint board, comprised of Belmont County Commissioners and Harrison County Commissioners, is responsible for payment of expenditures and the appointment of trustees upon recommendation and approval of the juvenile judge of that county where such person is a resident. The Board of Trustees oversees and sets rules and regulations for the operation of the District programs. They also appoint the Director of the District, who, in turn, appoints all employees and controls, manages, operates, and has general charge of the District's programs. The board of county commissioners of either county within the District may withdraw from the District upon the recommendation of the juvenile court of such county. The continued existence of the District is dependent upon the County's continued participation; however, the County does not have an equity interest in the District. Since Belmont County serves as the fiscal agent for the Board, the financial activity of the District is presented as an agency fund. Additional information on the joint venture is presented in Note 20.

Belmont County, Ohio
Notes to the Basic Financial Statements (Continued)
For the Year Ended December 31, 2004

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

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

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

Belmont Metropolitan Housing Authority
Belmont Park District

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

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

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

A. Basis of Presentation

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

Government-wide Financial Statements The statement of net assets and the statement of activities display information about the County as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. The statements distinguish between those activities of the County that are governmental and those that are considered business-type activities. The statement of net assets presents the financial condition of the governmental and business-type activities of the County at year-end. The statement of activities presents a comparison between direct expenses and program revenues for each program or function of the County's governmental activities and for the business-type activities of the County. Direct expenses are those that are specifically associated with a service, program or department and therefore clearly identifiable to a particular function. The policy of the County is to not

Belmont County, Ohio
Notes to the Basic Financial Statements (Continued)
For the Year Ended December 31, 2004

allocate indirect expenses to functions in the statement of activities. Program revenues include charges paid by the recipient of the goods or services offered by the program, grants and contributions that are restricted to meeting the operational or capital requirements of a particular program and interest earned on grants that is required to be used to support a particular program. Revenues which are not classified as program revenues are presented as general revenues of the County, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each business segment or governmental function is self-financing or draws from the general revenues of the County.

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

B. Fund Accounting

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

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

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

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

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

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

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

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

Park Health Center Fund To account for revenues derived from resident fees for long-term care and therapy services provided and bond anticipation notes. The revenue is used for the operation of the Park Health Center facility. The County maintains the Park Health Center Bond Retirement debt service fund for the accumulation of resources to retire the debt related to the Park Health Center.

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

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

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

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

C. Measurement Focus

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

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

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

D. Basis of Accounting

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

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

Nonexchange transactions, in which the County receives value without directly giving equal value in return, include sales taxes, property taxes, grants, entitlements and donations. On an accrual basis, revenue from sales taxes is recognized in the period in which the taxable sale takes place. Revenue from property taxes is recognized in the year for which the taxes are levied. (See Note 7.) Revenue from grants, entitlements and donations is recognized in the year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted, matching requirements, in which the County must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the County on a reimbursement basis. On a modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

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

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

Property taxes for which there is an enforceable legal claim as of December 31, 2004, but which were levied to finance year 2005 operations, have been recorded as deferred revenue. Grants and entitlements received before the eligibility requirements are met are also recorded as deferred revenue.

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

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

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

E. Budgetary Process

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

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

Belmont County, Ohio
Notes to the Basic Financial Statements (Continued)
For the Year Ended December 31, 2004

final amended certificate of estimated resources issued during 2004 upon which the final appropriations were passed.

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

F. Cash, Cash Equivalents, and Investments

Cash balances of the County's funds, except cash held by a trustee or fiscal agent or held in segregated accounts, are pooled and invested in short-term investments in order to provide improved cash management. During 2004, investments were limited to STAR Ohio, money market mutual funds, and certificates of deposit. Except for nonparticipating investment contracts, investments are reported at fair value which is based on quoted market prices. Nonparticipating investment contracts such as repurchase agreements and nonnegotiable certificates of deposit are reported at cost. The County has invested funds in the State Treasurer's Asset Reserve of Ohio (STAR Ohio) during year 2004. STAR Ohio is an investment pool managed by the State Treasurer's Office which allows governments within the State to pool their funds for investment purposes. STAR Ohio is not registered with the SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in STAR Ohio are valued at STAR Ohio's share price which is the price the investment could be sold for on December 31, 2004. Investments of the cash management pool and investments with original maturities of three months or less at the time they are purchased are presented on the financial statements as cash equivalents. Investments with an initial maturity of more than three months are reported as investments.

Under existing Ohio statutes, all investment earnings accrue to the general fund unless statutorily required to be credited to a specific fund. Interest revenue credited to the general fund during 2004 amounted to \$765,473 which includes \$716,833 assigned from other funds.

G. Restricted Assets

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

H. Assets Held for Resale

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

I. Inventory

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

J. Prepaid Items

Payments made to vendors for services that will benefit periods beyond December 31, 2004, are recorded as prepaid items using the consumption method by recording a current asset for the prepaid amount and reflecting the expenditure/expense in the year in which services are consumed.

Belmont County, Ohio
Notes to the Basic Financial Statements (Continued)
For the Year Ended December 31, 2004

K. Capital Assets

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

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

The County maintains a capitalization threshold of five thousand dollars, with the exception of infrastructure which is capitalized at \$10,000. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not. Interest costs incurred during the construction of capital assets utilized by the enterprise funds are also capitalized. All infrastructure of the County has been reported, including infrastructure acquired prior to the implementation of GASB Statement 34.

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

Description	Estimated Lives
Buildings and Improvements	10-40 Years
Machinery and Equipment	5-20 Years
Infrastructure	15-50 Years
Vehicles	5-15 Years

L. Interfund Balances

On fund financial statements, receivables and payables resulting from short-term interfund loans or interfund services provided and used are classified as "interfund receivables/payables." These amounts are eliminated in the governmental and business-type activities columns of the statement of net assets, except for any net residual amounts due between governmental and business-type activities, which are presented as internal balances.

M. Compensated Absences

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

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

Belmont County, Ohio
Notes to the Basic Financial Statements (Continued)
For the Year Ended December 31, 2004

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

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

N. Accrued Liabilities and Long-term Obligations

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

In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources, are reported as obligations of the funds. However, compensated absences and contractually required pension contributions that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they are due for payment during the current year. Bonds, capital leases, and long-term loans are recognized as a liability in the governmental fund financial statements when due.

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

Bond issuance costs, bond premium and discounts are deferred and amortized over the term of the bonds using the straight-line method, which approximates the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are recorded as deferred charges and amortized over the term of the related debt.

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

The Gain/Loss on refunding is allocated over the life of the old debt or the new debt whichever is shorter.

P. Fund Balance Reserves

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

Q. Fund Balance Designations

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

R. Net Assets

Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt, consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvement of those assets. Net assets are reported as restricted when there are limitations imposed on their use either through the

Belmont County, Ohio
Notes to the Basic Financial Statements (Continued)
For the Year Ended December 31, 2004

enabling legislation adopted by the County or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. The restrictions for other purposes, miscellaneous are primarily for net assets associated with various state and federal grants. The government-wide statement of net assets reports \$17,633,680 of restricted net assets, the portion that has resulted from enabling legislation is \$3,914,946.

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

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

S. Operating Revenues and Expenses

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the County, these revenues are charges for services for the Park Health Center, wastewater treatment, and the sale of water. Operating expenses are necessary costs incurred to provide the good or service that is the primary activity of the fund. Revenues and expenses not meeting these definitions are reported as nonoperating.

T. Capital Contributions

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

U. Interfund Activity

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

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

V. Extraordinary and Special Items

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

X. Estimates

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

Belmont County, Ohio
Notes to the Basic Financial Statements (Continued)
For the Year Ended December 31, 2004

NOTE 3 – CHANGES IN ACCOUNTING PRINCIPLES/RESTATEMENT OF PRIOR YEAR NET ASSETS

Changes in Accounting Principles For the year ended December 31, 2004, the County has implemented GASB Statement No. 39, "Determining Whether Certain Organizations are Component Units", GASB Technical Bulletin 2004-2, "Recognition of Pension and Other Postemployment Benefit Expenditures/Expenses and Liabilities by Cost-Sharing Employers", and has early-implemented GASB Statement 46, "Net Assets Restricted by Enabling Legislation". This statement clarifies how legal enforceability should be applied for determining restricted net assets. At December 31, 2004, GASB 39 and GASB Technical Bulletin 2004-2 had no effect on fund balances. At December 31, 2004, the net asset balances restricted by enabling legislation are disclosed in Note 2, Summary of Significant Accounting Policies.

Restatement of Prior Year Net Assets The capital assets balances and accumulated depreciation balances for both governmental and business type activities have been restated to reflect an adjusted materiality threshold, elimination of salvage values, and to correct errors in the prior years' balances. The restatements had the resultant effect on enterprise fund net assets, governmental activities net assets and business type net assets:

	Park Health Center	Sanitary Sewer District 2	Water Works 3	Other Enterprise	Business Type Activities
Net Assets, December 31, 2003	\$842,580	\$3,966,627	\$13,464,510	\$3,356,231	\$21,629,948
Capital Assets Restatement	(42,418)	(236,761)	(422,505)	(89,434)	(791,118)
Restated Net Assets, December 31, 2003	<u>\$800,162</u>	<u>\$3,729,866</u>	<u>\$13,042,005</u>	<u>\$3,266,797</u>	<u>\$20,838,830</u>

	Governmental Activities
Net Assets, December 31, 2003	<u>\$89,691,539</u>
Capital Assets Restatement	<u>(2,545,665)</u>
Restated Net Assets, December 31, 2003	<u><u>\$87,145,874</u></u>

NOTE 4 - BUDGETARY BASIS OF ACCOUNTING

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

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

1. Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis).

Belmont County, Ohio
Notes to the Basic Financial Statements (Continued)
For the Year Ended December 31, 2004

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

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

Net Change in Fund Balances
General and Major Special Revenue Funds

	General	Public Assistance	Mental Retardation
GAAP Basis	(\$731,799)	(\$367,734)	\$440,585
Net Adjustments for Revenue Accruals	(284,684)	(668,405)	(312,214)
Net Adjustments for Expenditure Accruals	309,002	(732,731)	(20,641)
Unrecorded Cash	(29,713)	777,831	30,768
Transfers Out	(200,000)	0	0
Advances In	66,000	0	0
Advances Out	(53,242)	0	0
Encumbrances	(2,153,775)	0	(323,100)
Budget Basis	(\$3,078,211)	(\$991,039)	(\$184,602)

NOTE 5 - ACCOUNTABILITY

The following fund had a deficit fund balance as of December 31, 2004:

	Deficit Fund Balance
<u>Capital Projects Funds:</u>	
Satellite Building Construction	\$737,917

The deficit in the Satellite Building Construction capital projects fund is due to the recognition of a bond anticipation note payable in accordance with generally accepted accounting principles. The deficit will be alleviated when the bonds are issued or when the notes are paid.

NOTE 6 - DEPOSITS AND INVESTMENTS

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

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

Monies held by the County, which are not considered active, are classified as inactive. Beginning June 15, 2004, 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 Bills, Notes, Bonds, or any other obligation or security issued by the United States Treasury or any other obligation guaranteed as to principal and interest by the United States, or any book entry, zero-coupon United States treasury security that is a direct obligation of the United States;
2. Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentality, including but not limited to, the Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation, Government National Mortgage Association, and Student Loan Marketing Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
3. Written repurchase agreements in the securities listed above provided that the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least two percent and be marked to market daily, and that the term of the agreement must not exceed thirty days;
4. Bond and other obligations of the State of Ohio or its political subdivisions, provided that such political subdivisions are located wholly or partly within the County;
5. Time certificates of deposits or savings or deposit accounts, including, but not limited to, passbook accounts;
6. No-load money market mutual funds consisting exclusively of obligations described in (1) or (2) above and repurchase agreements secured by such obligations, provided that these investments are made only through eligible institutions;
7. The State Treasurer's investment pool (STAR Ohio);
8. Securities lending agreements in which the County lends securities and the eligible institution agrees to simultaneously exchange similar securities or cash, equal value for equal value;
9. Up to twenty-five percent of the County's average portfolio in either of the following:
 - a. commercial paper notes in entities incorporated under the laws of Ohio or any other State that have assets exceeding five hundred million dollars rated at the time of purchase, which are rated in the highest qualification established by two nationally recognized standard rating services, which do not exceed ten percent of the value of the outstanding commercial paper of the issuing corporation and which mature within 270 days after purchase;

Belmont County, Ohio
Notes to the Basic Financial Statements (Continued)
For the Year Ended December 31, 2004

- b. bankers acceptances eligible for purchase by the federal reserve system and which mature within 180 days after purchase.
- 10. Fifteen percent of the County's average portfolio in notes issued by U.S. corporations or by depository institutions that are doing business under authority granted by the U.S. provided that the notes are rated in the second highest or higher category by at least two nationally recognized standard rating services at the time of purchase and the notes mature within two years from the date of purchase.
- 11. No-load money market mutual funds rated in the highest category at the time of purchase by at least one nationally recognized standard rating service consisting exclusively of obligations guaranteed by the United States, securities issued by a federal government agency or instrumentality, and/or highly rated commercial paper.
- 12. One percent of the County's average portfolio in debt interests rated at the time of purchase in the three highest categories by two nationally recognized standard rating services and issued by foreign nations diplomatically recognized by the United States government.

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

Cash on Hand At year-end, the County had \$467,160 in undeposited cash on hand which is included on the Balance Sheet of the County as part of Cash and Cash Equivalents.

Deposits At year-end, the carrying amount of the County's deposits was \$32,500,109, and the bank balance was \$34,378,736. Of the bank balance, \$1,506,971 was covered by federal depository insurance, and \$32,871,765 was collateralized by securities held by the pledging financial institutions' trust department in the County's name and all State statutory requirements for the deposit of money had been followed.

Investments GASB Statement No. 3 entitled "Deposits With Financial Institutions, Investments (Including Repurchase Agreements), and Reverse Repurchase Agreements" requires the County investments to be categorized to give an indication of the level of risk assumed by the County at year end. Category 1 includes investments that are insured or registered for which the securities are held by the County or its agent in the County's name. Category 2 includes uninsured and unregistered investments for which the securities are held by the counterparty's trust department or agent in the County's name. Category 3 includes uninsured and unregistered investments for which the securities are held by the counterparty, or by its trust department or agent but not in the County's name. STAR Ohio, an investment fund operated by the Ohio State Treasurer, is unclassified since it is not evidenced by securities that exist in physical or book entry form.

	Unclassified	Fair Value
STAR Ohio	\$6,574,307	\$6,574,307
Money Market Mutual Funds	24,087	24,087
Total	\$6,598,394	\$6,598,394

Investments in open-end mutual funds are not categorized by risk because they are not evidenced by securities that exist in physical or book entry form.

Belmont County, Ohio
Notes to the Basic Financial Statements (Continued)
For the Year Ended December 31, 2004

The classification of cash and cash equivalents and investments on the combined financial statements is based on criteria set forth in GASB Statement No. 9 entitled "Reporting Cash Flows of Proprietary and Non-Expendable Trust Funds and Governmental Entities that use Proprietary Fund Accounting".

A reconciliation between the classifications of cash and cash equivalents and investments on the combined financial statements and the classifications of deposits and investments presented above per GASB Statement No. 3 is as follows:

	Cash and Cash Equivalents/Deposits	Investments
GASB Statement 9	\$39,545,087	\$20,576
Undeposited Cash	(467,160)	0
Money Market Mutual Fund	(24,087)	24,087
Certificates of Deposit		
with a maturity of more than 90 days	20,576	(20,576)
STAR Ohio	(6,574,307)	6,574,307
GASB Statement 3	\$32,500,109	\$6,598,394

NOTE 7 - PROPERTY TAXES

Property taxes include amounts levied against all real, public utility, and tangible personal property located in the County. Property tax revenue received during 2004 for real and public utility property taxes represents collections of 2003 taxes. Property tax payments received during 2004 for tangible personal property (other than public utility property) is for 2004 taxes.

2004 real property taxes are levied after October 1, 2004, on the assessed value as of January 1, 2004, the lien date. Assessed values are established by the State Law at 35 percent of appraised market value. 2004 real property taxes are collected in and intended to finance 2005.

Public utility tangible personal property currently is assessed at varying percentages of true collected value; public utility real property is assessed at 35 percent of true value. 2004 public utility property taxes became a lien December 31, 2003, are levied after October 1, 2004, and are collected in 2005 with real property taxes.

2004 tangible personal property taxes are levied after October 1, 2003, on the value as of December 31, 2003. Collections are made in 2004. Tangible personal property assessments are 25 percent of true value for machinery and equipment, and 23 percent for inventory.

The full tax rate for all County operations for the year ended December 31, 2004, was 13.80 per \$1,000 of assessed value. The assessed values of real and tangible personal property upon which 2004 property tax receipts were based are as follows:

Real Property	\$787,861,230
Public Utility Personal Property	71,960,900
Tangible Personal Property	103,205,611
Total Assessed Property Value	\$963,027,741

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

Belmont County, Ohio
Notes to the Basic Financial Statements (Continued)
For the Year Ended December 31, 2004

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

The County treasurer collects property taxes on behalf of all taxing districts in the County. The County Auditor periodically remits to the taxing districts their portions of the taxes collected. Collections of the taxes and remittance of them to the taxing districts are accounted for in various agency funds of the County. Property taxes receivable represent real and tangible personal property taxes, public utility taxes and outstanding delinquencies which are measurable as of December 31, 2004 and for which there is an enforceable legal claim. In the general fund, mental retardation fund, children services fund, mental health fund, and the in-home levy fund, the entire receivable has been offset by deferred revenue since the current taxes were not levied to finance 2004 operations and the collection of delinquent taxes during the available period is not subject to reasonable estimation. On a full accrual basis, collectible delinquent property taxes have been recorded as revenue while the remainder of the receivable is deferred.

NOTE 8 - PERMISSIVE SALES AND USE TAX

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

On October 10, 1990, the County Commissioners imposed a one half of one percent increase in the permissive sales tax (Piggy Back Tax) in Belmont County. Then on November 8, 1994, the residents of Belmont County passed a one half of one percent increase in the permissive sales tax to fund a 911 emergency telephone system for the County, increasing the current rate to one and one half percent upon every retail sale made in Belmont County, except sales of motor vehicles, titled water craft and outboard motors. On December 31, 1999, the one half of one percent increase in the permissive tax to fund the 911 emergency telephone system expired. On October 28, 1999 the County commissioners enacted a one half of one percent to fund various County projects and is receipted into the General fund excluding \$500,000 used to fund road and bridge costs which is recorded in the Road and Bridge special revenue fund.

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

NOTE 9 - RECEIVABLES

Receivables at December 31, 2004, consisted of taxes, interest, loans, accounts (which include billed and unbilled charged services), and intergovernmental receivables arising from grants, entitlements, and shared revenues. Management believes all receivables are fully collectible. Delinquent accounts receivable may be certified and collected as a special assessment, subject to foreclosure for nonpayment.

During 2004 the County experienced substantial flooding which resulted in significant road slip repairs which do not meet the County's capitalization criteria. Due to this flooding, there are substantial Federal Emergency Management Agency grants receivable. The costs associated with the repairs are reported as public works expense and the FEMA grants are recorded as operating grants program revenue.

Loans receivable represent low interest loans for development projects granted to eligible County businesses under the Federal Community Development Block Grant program. The loans have an annual interest rate of 3% to 6% and are to be repaid over periods ranging from five to fifteen years. Principal, in the amount of \$92,522, was repaid during 2004. Loans outstanding at December 31, 2004, were

Belmont County, Ohio
Notes to the Basic Financial Statements (Continued)
For the Year Ended December 31, 2004

\$276,029. Loans receivable, in the amount of \$188,875, will not be received within one year.

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

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

A summary of the principal items of intergovernmental receivables follows:

<u>Governmental Activities:</u>	<u>Amount</u>
Local Government Funding	\$282,538
Indigent Fee Reimbursement	39,199
DRETAC/Real Estate Assessment	54,282
Homestead/ Rollback and SB 3 Reimbursement	811,871
Motor Vehicle License and Gas Tax	2,081,445
Federal Emergency Management Agency Grants	776,611
CDBG Grant Funds	487,918
Oakview Juvenile Rehab Center Recievable	500,000
Public Assistance Grants	1,020,774
Other Special Revenue Fund Grants	555,586
Law Enforcement Fund Grants	89,759
MRDD Fund Grants	1,030,868
Total	<u><u>\$7,730,851</u></u>

Belmont County, Ohio
Notes to the Basic Financial Statements (Continued)
For the Year Ended December 31, 2004

NOTE 10- CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2004, was as follows:

	Balance 12/31/2003	Additions	Reductions	Balance 12/31/2004
<u>Governmental Activities:</u>				
Non Depreciable Capital Assets:				
Land	\$692,299	\$0	\$0	\$692,299
Land Improvements	13,074,034	0	0	13,074,034
Total Non Depreciable Capital Assets	13,766,333	0	0	13,766,333
Depreciable Capital Assets:				
Buildings and Improvements	27,357,853	625,210	0	27,983,063
Furniture, Fixtures, Machinery and Equipment	7,286,501	242,120	(281,607)	7,247,014
Infrastructure	42,818,922	93,913	0	42,912,835
Vehicles	4,768,616	741,823	(76,427)	5,434,012
Total Depreciable Capital Assets	82,231,892	1,703,066	(358,034)	83,576,924
Accumulated Depreciation:				
Buildings and Improvements	(8,287,240)	(724,248)	0	(9,011,488)
Furniture, Fixtures, Machinery and Equipment	(5,560,369)	(792,744)	281,607	(6,071,506)
Infrastructure	(14,882,099)	(1,985,544)	0	(16,867,643)
Vehicles	(3,493,965)	(600,822)	76,427	(4,018,360)
Total Accumulated Depreciation	(32,223,673)	(4,103,358)	358,034	(35,968,997)
Total Depreciable Capital Assets, Net	50,008,219	(2,400,292)	0	47,607,927
Governmental Capital Assets, Net	\$63,774,552	(\$2,400,292)	\$0	\$61,374,260

*Depreciation expense was charged to governmental activities as follows:

<u>Governmental Activities:</u>	
General Government:	
Legislative and Executive	\$798,314
Judicial	50,150
Public Safety	482,418
Public Works	2,242,941
Health	388,075
Human Services	141,460
Total Depreciation Expense	\$4,103,358

Belmont County, Ohio
Notes to the Basic Financial Statements (Continued)
For the Year Ended December 31, 2004

	Balance 12/31/2003	Additions	Reductions	Balance 12/31/2004
<u>Business-Type Activities:</u>				
Non Depreciable Capital Assets:				
Land	\$67,606	\$0	\$0	\$67,606
Construction in Progress	6,714,518	3,956,038	0	10,670,556
Total Non Depreciable Capital Assets	<u>6,782,124</u>	<u>3,956,038</u>	<u>0</u>	<u>10,738,162</u>
Depreciable Capital Assets:				
Buildings and Improvements	17,036,843	11,576	0	17,048,419
Furniture, Fixtures, Machinery and Equipment	678,630	57,065	(49,620)	686,075
Infrastructure	23,087,716	0	0	23,087,716
Vehicles	409,038	52,836	(14,586)	447,288
Total Depreciable Capital Assets	<u>41,212,227</u>	<u>121,477</u>	<u>(64,206)</u>	<u>41,269,498</u>
Accumulated Depreciation:				
Buildings and Improvements	(5,174,878)	(428,178)	0	(5,603,056)
Furniture, Fixtures, Machinery and Equipment	(256,031)	(97,132)	49,620	(303,543)
Infrastructure	(11,515,201)	(495,491)	0	(12,010,692)
Vehicles	(264,044)	(49,565)	14,586	(299,023)
Total Accumulated Depreciation	<u>(17,210,154)</u>	<u>(1,070,366)</u>	<u>64,206</u>	<u>(18,216,314)</u>
Total Depreciable Capital Assets, Net	<u>24,002,073</u>	<u>(948,889)</u>	<u>0</u>	<u>23,053,184</u>
Business-Type Capital Assets, Net	<u>\$30,784,197</u>	<u>\$3,007,149</u>	<u>\$0</u>	<u>\$33,791,346</u>

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

<u>Business-Type Activities:</u>	
Park Health Center	\$183,380
Sanitary Sewer District 2	196,001
Water Works 3	645,321
Water Works 1	2,790
Sanitary Sewer District 1	1,529
Sanitary Sewer District 3A	7,183
Sanitary Sewer District 3B	9,990
Sanitary Sewer District 3C	1,427
Water Works 2	<u>22,745</u>
Total Depreciation Expense	<u><u>\$1,070,366</u></u>

Belmont County, Ohio
Notes to the Basic Financial Statements (Continued)
For the Year Ended December 31, 2004

NOTE 11 - RISK MANAGEMENT

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

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

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

Liability:		
General	\$1,000,000	Each Occurrence
Law Enforcement	1,000,000	Each Occurrence
Auto	1,000,000	Each Occurrence
Errors and Omissions	1,000,000	Each Occurrence
Stop Gap	1,000,000	
Medical Professional	6,000,000	
Excess	5,000,000	
Property:		
Property	107,341,101	Replacement Cost Value
Equipment Breakdown	100,000,000	Replacement Cost Value
Crime	1,000,000	
Newly Acquired Location	5,000,000	
Contractor's Equipment	Actual Cash Value	
Property in Transit	100,000	Each Occurrence
Extra Expense Business		
Interruption	1,000,000	Each Occurrence
Flood Damage	100,000,000	Each Occurrence
Earthquake Damage	100,000,000	Each Occurrence
Debris Removal	1,000,000	Each Occurrence
Valuable Papers	1,000,000	Each Occurrence
Unintentional Omissions	250,000	Each Occurrence
Auto Physical Damage	Actual Cash Value	
Crime:		
Employee Dishonesty	\$1,000,000	Each Occurrence
Money and Securities	\$1,000,000	Each Occurrence
Depositor's Forgery	\$1,000,000	Each Occurrence
Money Orders and Counterfeit	\$1,000,000	Each Occurrence

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

The amount of settlements has not exceeded commercial coverage in any of the past three years. Also, the limits have not been lowered significantly in the past year.

With the exception of workers' compensation, all insurance is held with CORSA. The County pays all elected official bonds by statute.

Belmont County, Ohio
Notes to the Basic Financial Statements (Continued)
For the Year Ended December 31, 2004

The County participates in the workers' compensation program provided by the state of Ohio. For 2004, the County participated in the County Commissioners Association of Ohio Workers' Compensation Group Rating Plan (Plan), an insurance purchasing pool (See Note 23). The Plan is intended to achieve lower workers' compensation rates while establishing safer working conditions and environments for the participants. The workers compensation experience of the participating Counties is calculated as one experience and a common premium rate is applied to all participants in the Plan. Each participant pays its workers' compensation premium to the State based on the rate for the Plan rather than its individual rate. In order to allocate the savings derived by formation of the Plan, and to maximize the number of participants in the Plan, the Plan's executive committee annually calculates the total savings which accrued to the Plan through its formation. This savings is then compared to the overall savings percentage of the Plan. The Plan's executive committee then collects rate contributions from or pays rate equalization rebates to the various participants. A savings of 20 percent was realized on the annual premium costs. Participation in the Plan is limited to Counties that can meet the Plan's selection criteria. The firm of Comp Management, Inc. provides administrative, cost control and actuarial services to the Plan. Each year, the County pays an enrollment fee to the Plan to cover the costs of administering the program.

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

NOTE 12 - DEFINED BENEFIT PENSION PLANS

A. Ohio Public Employees Retirement System:

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

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

For the year ended December 31, 2004, the members of all three plans, except those in law enforcement or public safety participating in the traditional plan, were required to contribute 8.5 percent of their annual covered salaries. Members participating in the traditional plan who were in law enforcement contributed 10.1 percent of their annual covered salary; members in public safety contributed 9 percent. The County's contribution rate for pension benefits for 2004 was 9.55 percent, except for those plan members in law enforcement or public safety. For those classifications, the County's pension contributions were 12.7 percent of covered payroll. The Ohio Revised Code provides statutory authority for member and employer contributions.

The County's required contributions for pension obligations to the traditional and combined plans

Belmont County, Ohio
Notes to the Basic Financial Statements (Continued)
For the Year Ended December 31, 2004

for the years ended December 31, 2004, 2003, and 2002 were \$3,404,522, \$3,325,507, and \$3,289,075 respectively; 88.37 percent has been contributed for 2004 and 100 percent for 2003 and 2002. Contributions to the member-directed plan for 2004 were \$5,683 made by the County and \$3,565 made by the plan members.

B. State Teachers Retirement System (STRS):

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

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

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

For the fiscal year ended June 30, 2004, plan members were required to contribute 10 percent of their annual covered salaries. The County was required to contribute 14 percent; 13 percent was the portion used to fund pension obligations. For fiscal year 2003, the portion used to fund pension obligations was also 13 percent. Contribution rates are established by the State Teachers Retirement Board, upon recommendations of its consulting actuary, not to exceed statutory maximum rates of 10 percent for members and 14 percent for employers. Chapter 3307 of the Ohio Revised Code provides statutory authority for member and employer contributions.

The County's required contributions for pension obligations to the DB Plan for the fiscal years ended June 30, 2004, 2003, and 2002 were \$84,880, \$78,059, and \$77,179 respectively; 100 percent has been contributed for fiscal years 2004, 2003 and 2002. No contributions were made to the DC and Combined Plans for fiscal year 2004 by the County and plan members.

C. Social Security System

Effective July 1, 1991, all employees not otherwise covered by a State Retirement System have an option to choose social security or the appropriate state system. The County's liability is 6.2 percent of wages paid. As of December 31, 2004, one employee has elected social security.

NOTE 13 - POST-EMPLOYMENT BENEFITS

A. Ohio Public Employees Retirement System (OPERS):

The Ohio Public Employees Retirement System (OPERS) provides postretirement health care coverage to age and service retirees with ten or more years of qualifying Ohio service credit with either the traditional or combined plans. Health care coverage for disability recipients and primary survivor recipients is available. Members of the member-directed plan do not qualify for postretirement health care coverage. The health care coverage provided by the retirement system is considered an Other Postemployment Benefit as described in *GASB Statement No. 12*. A portion of each employer's contribution to the traditional or combined plans is set aside for the funding of postretirement health care based on authority granted by State statute. The 2004 local government employer contribution rate was 13.55 percent of covered payroll (16.7 percent for public safety and law enforcement); 4.00 percent of covered payroll was the portion that was used to fund health care.

Benefits are advance-funded using the entry age normal actuarial cost method. Significant actuarial assumptions, based on OPERS's latest actuarial review performed as of December 31, 2003, include a rate of return on investments of 8.00 percent, an annual increase in active employee total payroll of 4.00 percent compounded annually (assuming no change in the number of active employees) and an additional increase in total payroll of between .50 percent and 6.3 percent based on additional annual pay increases. Health care premiums were assumed to increase between 1.00 and 6.00 percent annually for the next eight years and 4.00 percent annually after eight years.

All investments are carried at market. For actuarial valuation purposes, a smoothed market approach is used. Assets are adjusted to reflect 25 percent of unrealized market appreciation or depreciation on investment assets annually.

The number of active contributing participants in the traditional and combined plans was 369,885. Actual employer contributions for 2004 which were used to fund postemployment benefits were \$868,230. The actual contribution and the actuarially required contribution amounts are the same. OPERS's net assets available for payment of benefits at December 31, 2003, (the latest information available) were \$10.5 billion. The actuarially accrued liability and the unfunded actuarial accrued liability were \$26.9 billion and \$16.4 billion, respectively.

On September 9, 2004, the OPERS Retirement Board adopted a Health Care Preservation Plan (HCPP) with an effective date of January 1, 2007. The HCPP restructures OPERS' health care coverage to improve the financial solvency of the fund in response to increasing health care costs.

B. State Teachers Retirement System (STRS):

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

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

By law, the cost of coverage paid from STRS funds is included in the employer contribution rate, currently 14 percent of covered payroll. For the fiscal year ended June 30, 2004, the STRS Board allocated employer contributions equal to 1 percent of covered payroll to the Health Care Reserve Fund. For the County, this amount equaled \$38,247 for fiscal year 2004.

STRS pays health care benefits from the Health Care Reserve Fund. At June 30, 2004, the balance in the Fund was \$3.1 billion. For the year ended June 30, 2004, net health care costs paid by STRS were \$268,739,000 and STRS had 111,853 eligible benefit recipients.

NOTE 14 - OTHER EMPLOYER BENEFITS

A. Compensated Absences:

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

B. Medical and Life Insurance

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

NOTE 15 - CAPITAL LEASES - LESSEE DISCLOSURE

In prior years, the County has entered into capitalized leases for copying and office equipment. During 2004, the County entered into additional capital leases for copying equipment. Each lease meets the criteria of a capital lease as defined by Statement of Financial Accounting Standards No. 13 "Accounting for Leases," which defines a capital lease generally as one which transfers benefits and risks of ownership to the lessee. Capital lease payments are reflected as debt service expenditures on the statement of revenues, expenditures, and changes in fund balance for the governmental funds and as a reduction of the liability in the enterprise funds.

Equipment acquired by lease has been capitalized in the government wide statements governmental activities in the amount of \$272,360, and business type activities in the amount of \$9,069, which is equal to the present value of the future minimum lease payments at the time of acquisition. A corresponding liability was recorded in the government wide statements governmental activities. Governmental activities capitalized leased assets are reflected net of accumulated depreciation in the amount of \$172,565, and business type capitalized leased assets are reflected net of accumulated depreciation in the amount of \$7,255 in the Park Health Center Fund. Principal payments towards capital leases during 2004 totaled \$159,421 for governmental activities and \$15,738 for business activities.

Belmont County, Ohio
Notes to the Basic Financial Statements (Continued)
For the Year Ended December 31, 2004

Future minimum lease payments through 2009 are as follows:

Year	Governmental Activities		Business Type Activities	
	Principal	Interest	Principal	Interest
2005	\$50,192	\$13,766	\$1,575	\$619
2006	50,069	10,221	1,702	492
2007	49,868	6,752	1,838	355
2008	43,160	3,336	1,986	208
2009	22,027	717	1,593	52
Total	<u>\$215,316</u>	<u>\$34,792</u>	<u>\$8,694</u>	<u>\$1,726</u>

NOTE 16 - CONSTRUCTION COMMITMENTS

As of December 31, 2004 the County had the following contractual purchase commitments.

Project	Fund	Purchase Commitment	Paid as of 12/31/04	Remaining on Contracts
Waterline Main	Water Works 3 Construction	\$7,749,688	\$6,651,861	\$1,097,827
Force Main, Barkcamp	Sanitary Sewer 2 Construction	4,140,068	3,850,068	290,000

Belmont County, Ohio
Notes to the Basic Financial Statements (Continued)
For the Year Ended December 31, 2004

NOTE 17 - LONG-TERM LIABILITIES

Changes in the County's long-term liabilities during 2004 consist of the following:

	Outstanding 12/31/2003	Additions	Reductions	Outstanding 12/31/2004	Amounts Due Within One Year
<u>Governmental Activities</u>					
<u>General Obligation Bonds</u>					
<u>Various Purpose/Refunding - 2003 \$2,995,000</u>					
County Building Refunding - \$460,000					
Serial/Term @ 2.00%	460,000	0	150,000	310,000	150,000
Premium - \$3,279	3,279	0	1,093	2,186	0
Refunding Gain - \$4,400	(4,400)	0	(1,467)	(2,933)	0
County Jail Additional - \$1,325,000					
Serial/Term @ 2.00%-3.50%	1,325,000	0	105,000	1,220,000	110,000
"Net" Premium/Discount - \$777	777	0	78	699	0
Refunding Gain - \$12,750	(12,750)	0	(1,275)	(11,475)	0
<u>County Jail - 1996 \$2,725,000</u>					
Serial/Term @ 4.0%-5.85%	2,070,000	0	115,000	1,955,000	120,000
Total General Obligation Bonds	3,841,906	0	368,429	3,473,477	380,000
<u>Long Term Notes Payable</u>					
Northern Division Court Computer Improvement 2003, \$60,000 @ 1.40%	60,000	0	60,000	0	0
Northern Division Court Computer Improvement 2004, \$40,000 @ 1.36%	0	40,000	0	40,000	0
Common Pleas Court Computer 2003, \$115,000 @ 1.47%	115,000	0	115,000	0	0
County Engineer Buildings 2003, \$1,280,000 @ 1.47%	1,280,000	0	1,280,000	0	0
Juvenile Detention Facility 2004, \$500,000 @ 1.36%	500,000	500,000	500,000	500,000	0
Total Long Term Notes Payable	1,955,000	540,000	1,955,000	540,000	0
<u>Rural Industrial Park Loan</u>					
Fox Commerce Park - 2000, \$400,000 @0.0%-4.0%	400,000	0	0	400,000	26,117
<u>Capital Leases</u>	244,824	129,913	159,421	215,316	50,192
<u>Compensated Absences</u>	2,810,148	1,507,606	1,540,575	2,777,179	1,086,796
Total Governmental Activities	\$9,251,878	\$2,177,519	\$4,023,425	\$7,405,972	\$1,543,105

Belmont County, Ohio
Notes to the Basic Financial Statements (Continued)
For the Year Ended December 31, 2004

	Outstanding 12/31/2003	Additions	Reductions	Outstanding 12/31/2004	Amounts Due Within One Year
Business-Type Activities					
General Obligation Bonds					
Park Health Center Refunding, 1999 \$4,405,000					
Serial/Term @ 3.15%-4.80%	\$3,550,000	\$0	\$190,000	\$3,360,000	\$200,000
Refunding Gain - \$452,840	(341,615)	0	(23,834)	(317,781)	0
Various Purpose/Refunding, 2003 \$2,995,000					
Sanitary Sewer 2 - \$250,000					
Serial @ 2.00	250,000	0	80,000	170,000	85,000
"Net" Premium/Discount - \$1,792	1,792	0	597	1,195	0
Refunding Gain - \$2,400	(2,400)	0	(800)	(1,600)	0
Waterworks 3 - \$960,000					
Serial @ 2.00%-2.75%	960,000	0	140,000	820,000	150,000
"Net" Premium/Discount - \$5,258	5,258	0	876	4,382	0
Refunding Gain - \$9,250	(9,250)	0	(1,542)	(7,708)	0
Total General Obligation Bonds	4,413,785	0	385,297	4,028,488	435,000
Mortgage Revenue Bonds					
Sanitary Sewer 1 - 1964					
\$725,000 @ 3.25%-4.25%	10,000	0	10,000	0	0
Waterworks 3 Phase I - 1992					
\$2,000,000 @ 6.125%	1,824,000	0	24,000	1,800,000	26,000
Waterworks 3 - 1997					
\$5,500,000 @ 4.875%	5,181,000	0	62,000	5,119,000	65,000
Waterworks 3 - 1964					
\$1,000,000 @ 4.25%	51,000	0	51,000	0	0
Waterworks 3 Extension - 1968					
\$1,000,000 @ 5.75%	280,000	0	280,000	0	0
Total Mortgage Revenue Bonds	7,346,000	0	427,000	6,919,000	91,000
OWDA Loan					
Waterworks 3 - 1989 \$61,267 @ 8.25%	37,589	0	2,763	34,826	2,991
Long Term Notes					
Sanitary Sewer 2 - 2004, \$3,500,000 @ 1.36%	3,500,000	3,500,000	3,500,000	3,500,000	0
Waterworks 3 - 2004, \$1,000,000 @ 1.36%	1,000,000	2,000,000	1,000,000	2,000,000	0
Waterworks 3 - 2004, \$1,000,000 @ 1.36%	1,000,000	0	1,000,000	0	0
Waterworks 3 - 2004, \$1,000,000 @ 2.25%	0	1,000,000	0	1,000,000	0
Total Long Term Notes	5,500,000	6,500,000	5,500,000	6,500,000	0
Capital Lease	15,363	9,069	15,738	8,694	1,575
Compensated Absences	301,737	279,646	258,522	322,861	128,095
Total Business-Type Activities	\$17,614,474	\$6,788,715	\$6,589,320	\$17,813,869	\$658,661

Belmont County, Ohio
Notes to the Basic Financial Statements (Continued)
For the Year Ended December 31, 2004

Governmental Activities:

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

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

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

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

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

Principal and interest requirements to retire the 2003 Various Purpose Refunding Bonds outstanding at December 31, 2004 are as follows:

Year Ending December 31	Human Services Serial Bonds		Jail Construction Serial Bonds	
	Principal	Interest	Principal	Interest
2005	\$150,000	\$6,200	\$110,000	\$34,457
2006	160,000	3,200	115,000	32,258
2007	0	0	120,000	29,957
2008	0	0	135,000	26,958
2009	0	0	135,000	23,583
2010-2013	0	0	605,000	52,009
Totals	\$310,000	\$9,400	\$1,220,000	\$199,222

Belmont County, Ohio
Notes to the Basic Financial Statements (Continued)
For the Year Ended December 31, 2004

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

The bonds maturing after December 1, 2006 are subject to optional redemption, in whole or in part, at the option of the Issuer, in inverse order of maturity, in integral multiples of \$5,000 and by lot within a maturity, on any date, commencing December 1, 2006 at the redemption prices (expressed as percentages of the principal amount to be redeemed) set forth below, plus accrued interest to the redemption date:

Redemption Dates (Dates Inclusive)	Redemption Prices
December 1, 2006 through November 30, 2007	101.0%
December 1, 2007 and thereafter	100.0%

The term bonds that remain outstanding mature in the year 2016 and are subject to mandatory sinking fund redemption in part on each December 1, commencing December 1, 2009 (unless otherwise called for redemption, the balance of \$215,000 is to be paid at stated maturity on December 1, 2016) at the redemption price of 100% of the principal amount thereof to be redeemed plus accrued interest to the respective redemption dates in the principal amounts and in the years as follows:

Date	to be Redeemed
2009	\$145,000
2010	155,000
2011	165,000
2012	175,000
2013	185,000
2014	195,000
2015	205,000
	\$1,225,000

Principal and interest requirements to retire the 1996 County Jail Bonds outstanding at December 31, 2004 are as follows:

Year Ending December 31	Principal	Interest
2005	\$120,000	\$111,515
2006	125,000	105,395
2007	130,000	98,895
2008	140,000	91,940
2009	145,000	84,240
2010-2014	875,000	282,264
2015-2016	420,000	37,147
Totals	\$1,955,000	\$811,396

Belmont County, Ohio
Notes to the Basic Financial Statements (Continued)
For the Year Ended December 31, 2004

Long Term Notes Payable – The County has an outstanding long term bond anticipation note payable that is backed by the full faith and credit of the County. The note was issued for multiple projects within the county, including governmental and business type activities, \$540,000 and \$5,500,000, respectively.

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

\$500,000 for the purpose of constructing a juvenile detention facility, which is an asset of another government. The face amount of the note will be reimbursed to the County at the point of completion of the facility. This portion of the note was fully repaid on March 17, 2005 with the reimbursement from the Ohio Department of Youth Services. The reimbursement was recorded as a receivable in the General Fund and is recorded as deferred revenue on a modified accrual basis and revenue on a full accrual basis. See Subsequent Event Note 25 for further details.

\$40,000 for the purpose of Northern division court computer hardware and software. The repayments will be made from revenue generated from court fees. This portion of the note was refinanced on March 17, 2005 as a 12 month bond anticipation note, see Subsequent Event Note 25.

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

Principal and interest requirements to retire the rural industrial park loan outstanding at December 31, 2004 is as follows:

Year Ending December 31	RIP Loan	
	Principal	Interest
2005	\$26,117	\$3,973
2006	33,535	15,063
2007	34,901	13,696
2008	36,323	12,274
2009	37,803	10,794
2010-2014	213,413	29,576
2015	17,908	600
Totals	\$400,000	\$85,976

Belmont County, Ohio
Notes to the Basic Financial Statements (Continued)
For the Year Ended December 31, 2004

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

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

Business Type Activities:

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

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

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

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

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

Principal and interest requirements to retire the 1999 Park Health Center Refunding Bonds outstanding at December 31, 2004 are as follows:

Belmont County, Ohio
Notes to the Basic Financial Statements (Continued)
For the Year Ended December 31, 2004

Year Ending December 31	Principal	Interest
2005	\$200,000	\$151,865
2006	205,000	143,865
2007	215,000	135,460
2008	225,000	126,430
2009	230,000	116,868
2010-2014	1,325,000	420,403
2015-2016	960,000	93,600
Totals	\$3,360,000	\$1,188,491

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

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

\$250,000 of these general obligation bonds were issued to refund \$240,000 of outstanding 1993 various purpose and refunding bonds sewer bonds. These bonds are being retired through the sanitary sewer district 2 fund from revenues derived from the operation of the sewer system.

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

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

Principal and interest requirements to retire the 2003 Various Purpose Refunding Bonds outstanding at December 31, 2004 are as follows:

Belmont County, Ohio
Notes to the Basic Financial Statements (Continued)
For the Year Ended December 31, 2004

Year Ending December 31	Sanitary Sewer 2 Serial Bonds		Waterworks 3 Serial Bonds	
	Principal	Interest	Principal	Interest
2005	\$85,000	\$3,400	\$150,000	\$19,462
2006	85,000	1,700	150,000	16,463
2007	0	0	160,000	13,462
2008	0	0	175,000	9,463
2009	0	0	185,000	5,087
Totals	<u>\$170,000</u>	<u>\$5,100</u>	<u>\$820,000</u>	<u>\$63,937</u>

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

Year Ending December 31	Water Works	
	Principal	Interest
2005	\$91,000	\$359,801
2006	96,000	355,040
2007	101,000	350,023
2008	106,000	344,736
2009	113,000	339,181
2010-2014	653,000	1,601,128
2015-2019	844,000	1,410,498
2020-2024	1,093,000	1,163,090
2025-2029	1,413,000	842,298
2030-2034	1,549,000	433,960
2035-2038	860,000	85,215
Total	<u>\$6,919,000</u>	<u>\$7,284,970</u>

During 2004, the County was scheduled to fully repay the outstanding balance of the 1964 and 1968 mortgage revenue bonds payable. The 1964 bonds were fully retired during 2004, but \$10,000 of the 1968 issue were not redeemed and are reported as matured bonds payable at December 31, 2004. This amount was added to \$10,000 that were previously not redeemed to total \$20,000 matured bonds payable for the 1968 bond issue. The above table reflects the full scheduled amount being reduced from long-term obligations during 2004 rather than the amount of bonds actually redeemed during 2004 of \$270,000.

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

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

Belmont County, Ohio
Notes to the Basic Financial Statements (Continued)
For the Year Ended December 31, 2004

Year Ending December 31	Principal	Interest
2005	\$2,991	\$2,438
2006	3,238	2,228
2007	3,506	2,002
2008	3,795	1,756
2009	4,109	1,491
2010-2013	17,187	2,838
Total	\$34,826	\$12,753

Long Term Notes Payable – The County has an outstanding long term note payable that is backed by the full faith and credit of the County. The note was issued for multiple projects within the county, including governmental and business type activities, \$540,000 and \$5,500,000, respectively. The note was refinanced on March 17, 2005. See the Subsequent Event Note 28.

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

\$3,500,000 was issued for sanitary sewer improvements and is to be repaid through sales and use taxes and user charges from the sanitary sewer 2 fund.

\$2,000,000 was issued for water improvements and is to be repaid through user charges from the waterworks 3 fund.

The County had an additional \$1,000,000 long term note payable that is backed by the full faith and credit of the County. The note was issued for water improvements, and was refinanced on March 17, 2005. See the Subsequent Event Note 25. The note is to be repaid through user charges from the waterworks 3 fund.

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

Legal Debt Margins:

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

The effects of the debt limitations described above at December 31, 2004 are a margin on unvoted debt of \$9,630,277, and an overall debt margin of \$22,575,694.

Conduit Debt:

Pursuant to State Statute, various industrial revenue bonds have been issued for private industry within Belmont County. The proceeds of the industrial revenue bonds are used by the various private industries for new construction or improvements. The bonds are to be repaid by the recipients of the proceeds and do not represent an obligation of the County. As of December 31, 2004, there is \$28,875,000 in industrial revenue bond issues that have not been completely repaid of which \$19,679,939 remain outstanding.

Belmont County, Ohio
Notes to the Basic Financial Statements (Continued)
For the Year Ended December 31, 2004

NOTE 18 - NOTES PAYABLE

A summary of the note transactions for the year ended December 31, 2004, follows:

<u>Special Revenue Fund:</u>		<u>Outstanding 12/31/2003</u>	<u>Issued</u>	<u>Retired</u>	<u>Outstanding 12/31/2004</u>
Common Pleas					
Court Computer	2.05%	\$0	\$105,000	\$0	\$105,000
<u>Capital Projects Funds:</u>					
Satellite Building	1.50%	1,500,000	0	1,500,000	0
County Engineer Buildings	2.05%	0	1,120,000	0	1,120,000
Satellite Building	3.00%	0	1,485,000	0	1,485,000
<i>Total Capital Projects Funds</i>		<u>1,500,000</u>	<u>2,605,000</u>	<u>1,500,000</u>	<u>2,605,000</u>
<u>Enterprise Funds:</u>					
Sanitary Sewer System	1.50%	2,400,000	0	2,400,000	0
Sanitary Sewer System	3.00%	0	2,200,000	0	2,200,000
Water Works System	1.50%	175,000	0	175,000	0
Water Works System	3.00%	0	155,000	0	155,000
Sanitary Sewer System	3.00%	0	500,000	0	500,000
Water Works System	3.00%	0	1,000,000	0	1,000,000
Water Works System	1.43%	1,000,000	0	1,000,000	0
<i>Total Enterprise Funds</i>		<u>3,575,000</u>	<u>3,855,000</u>	<u>3,575,000</u>	<u>3,855,000</u>
Total All Funds		<u>\$5,075,000</u>	<u>\$6,565,000</u>	<u>\$5,075,000</u>	<u>\$6,565,000</u>

All of the notes, with the exception of the court computer notes, are bond anticipation notes and are backed by the full faith and credit of Belmont County and have maturity dates of one year or less. Those notes pertaining to the water works and the sanitary sewer enterprise funds will be paid from revenues derived by the County from the operation of the water and sewer systems with the exception of the \$155,000 Water Works System 3.00% Note. County sales and use tax revenue will assist in the repayment if enterprise fund revenues are insufficient. The installment notes issued for court computers were paid through the Court Computer Fund with fine and forfeiture monies.

Notes payable that had been reported as long-term at December 31, 2003 are reported as fund obligations at December 31, 2004 as the notes were not refinanced prior to the issuance of the financial report.

Belmont County, Ohio
Notes to the Basic Financial Statements (Continued)
For the Year Ended December 31, 2004

NOTE 19 – INTERFUND RECEIVABLES/PAYABLES AND TRANSFERS

Interfund balances at December 31, 2004, consist of the following individual interfund receivables and payables:

<u>Interfund Payable</u>	<u>Interfund Receivable</u>				<u>Total</u>
	<u>Major Funds</u>		Other Nonmajor Governmental	Other Enterprise	
	General	Water Works 3			
Major Funds:					
General Fund	\$0	\$1,626	\$5,541	\$0	\$7,167
Public Assistance	1,452	0	0	0	1,452
Sanitary Sewer 2	0	200,000	0	0	200,000
Other Nonmajor					
Governmental	113,924	0	0	0	113,924
Other Enterprise	0	53,653	0	200,000	253,653
Total All Funds	\$115,376	\$255,279	\$5,541	\$200,000	\$576,196

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

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

Interfund transfers for the year ended December 31, 2004 consisted of the following:

<u>Transfer from</u>	<u>Transfer to</u>				<u>Total</u>
	<u>Major Funds</u>		Other Nonmajor Governmental	Sanitary Sewer 2	
	Public Assistance	Infrastructure			
General Fund	\$338,639	\$750,000	\$625,447	\$0	\$1,714,086
Other Nonmajor					
Governmental	0	0	178,000	0	178,000
Other Enterprise	0	0	0	8,935	8,935
Total All Funds	\$338,639	\$750,000	\$803,447	\$8,935	\$1,901,021

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

NOTE 20 - JOINT VENTURE

Belmont-Harrison Juvenile District (District):

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

Each county's contribution is based on its prior year's usage of services and is made from the General Fund. Belmont County's payment for services provided the County from the District amounted to \$493,566 or 41 percent of the District's total revenues during 2004. Continued existence of the Joint District is dependent upon the County's continued participation; however, the County does not have an equity interest in the District. The Joint District is not accumulating significant financial resources and is not experiencing fiscal distress that may cause an additional financial benefit to or burden on the County. The financial activity of the District is presented as an agency fund due to the County serving as fiscal agent. Complete financial statements can be obtained from the Belmont-Harrison Juvenile District, St. Clairsville, Ohio.

NOTE 21 - JOINTLY GOVERNED ORGANIZATIONS

A. Belmont, Harrison, and Monroe Counties Cluster

Belmont, Harrison, and Monroe Counties Cluster provides services to multi-need youth in Belmont, Harrison, and Monroe Counties. Members of the Cluster include the Belmont, Harrison, and Monroe Counties Alcohol, Drug Addiction, and Mental Health Services Board, the Children Services Board, the Belmont, Harrison, Monroe Drug and Alcohol Councils, student services, Belmont-Harrison Juvenile District, the superintendent of public instruction, and the directors of youth services, human services, and mental retardation and developmental disabilities. The operation of the Cluster is controlled by an advisory committee which consists of a representative from each agency. The Cluster is not dependent upon Belmont County for its continued existence, no debt exists, and the County does not have an equity interest in or a financial responsibility for the Cluster. In 2004, the County contributed \$228,619 to the Cluster.

B. Bel-O-Mar Regional Council

Bel-O-Mar Regional Council is operated as a non-profit organization formed to provide planning and administrative services to all local governments in a four county region comprised of Belmont County and three counties in West Virginia. The governing board is comprised of 58 officials from the four county service area of which four are appointed by Belmont County. The Council is not dependent upon Belmont County for its continued existence, no debt exists, and the County does not have an equity interest in or a financial responsibility for the Council. The County contributed \$9,905 to the Council during 2004.

C. Mental Health Recovery Board (Board):

The Board is responsible for delivery of comprehensive mental health and substance abuse services in Belmont, Harrison and Monroe counties. The Board provides no direct services but contracts for their delivery. The Board's function is to assess needs, and to plan, monitor, fund

Belmont County, Ohio
Notes to the Basic Financial Statements (Continued)
For the Year Ended December 31, 2004

and evaluate the services. The Board is managed by eighteen members, six appointed by commissioners of Belmont County, two each by commissioners of Harrison and Monroe counties and are proportionate to population, four by Ohio Department of Drug and Alcohol and four by the State Department of Mental Health. Each participating county's influence is limited to the number of members each appoints to the board. The Board exercises total control of the budgeting, appropriation, contracting and management.

Contributions of \$971,706 were provided to the Board by Belmont County during 2004. This represents approximately 12 percent of the Board's revenue. The remaining revenues are provided by levies from other member counties, and state and federal grants awarded to the multi-county board. Since Belmont County serves as the fiscal agent for the Board, the financial activity of the Board is presented as an agency fund. Continued existence of the Board is not dependent on the County's continued participation, no debt exists, and the County does not have an equity interest in or a financial responsibility for the Board.

D. Southeast Ohio Juvenile Rehabilitation District (SOJRD):

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

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

E. Area Office on Aging:

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

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

OMEGA is a ten-county regional council of governments comprised of Belmont, Carroll, Coshocton, Columbiana, Guernsey, Harrison, Holmes, Jefferson, Muskingum, and Tuscarawas Counties. OMEGA was formed to aid and assist the participating counties and political subdivisions within the counties in the application of Appalachian Regional Commission and Economic Development grant monies. OMEGA is governed by a sixteen member executive board comprised of members appointed from each participating county and the cities within each county. City membership is voluntary. The board has total control over budgeting, personnel, and financial matters. Each member currently pays a per capita membership fee based upon the most recent United States census. During 2004, OMEGA received \$8,820 from Belmont County. The

Belmont County, Ohio
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For the Year Ended December 31, 2004

continued existence of OMEGA is not dependent on the County's continued participation and the County does not have an equity interest in or financial responsibility for OMEGA. OMEGA has no outstanding debt.

G. Jefferson-Belmont Joint Solid Waste Authority:

The Jefferson-Belmont Joint Solid Waste Authority is a jointly governed organization between Jefferson and Belmont counties. The Authority, formed to provide solid waste services to the two participating counties, is governed by a fourteen member board of directors of which one commissioner from Belmont County is a member. The Authority is not dependent on Belmont County for its continued existence, no debt exists, and the County does not have an equity interest in or a financial responsibility for the Authority. The County contributed \$180,507 of fees levied on residents of Belmont County to the Authority during 2004.

H. South Eastern Narcotics Team (SENT):

SENT is a multijurisdictional drug task force with the primary goal of combating major narcotic traffickers in Belmont, Carroll, Guernsey, Harrison, Monroe, and Tuscarawas Counties. It is jointly governed among the participating counties and cities. A grant is received from the State of Ohio of which the participating entities must match 25 percent. Of the 32 members, the County appoints two. Each member's control over the operation of SENT is limited to its representation of the Board. In 2004, the County did not contribute to SENT.

I. Belmont County Family and Children First Council:

The Belmont County Family and Children First Council is a jointly governed organization created under Ohio Revised Code Section 121.37. The Council is made up of the following members: Director of the Board of Alcohol, Drug Addiction, and Mental Health Services; Director of the Belmont County Community Mental Health Services Board; Health Commissioner of the Belmont County Health Department; Director of the Belmont County Human Services; Director of the Children Services Department; Superintendent of the Belmont County Mental Retardation and Development Disabilities; the Belmont County Juvenile Court Judge; Superintendent of St. Clairsville City Schools; Superintendent of Bridgeport Exempted Village Schools; Mayor of the City of Martins Ferry; two representatives of the City of St. Clairsville; Chair of the Belmont County Commissioners; State Department of Youth Services Regional representative; representative from the County Head Start Agencies; a representative of the County's early intervention collaborative established pursuant to the federal early intervention program operated under the "Education of the Handicapped Act Amendments of 1986"; and at least three individuals representing the interests of families in the County. When possible, the number of members representing families shall be equal to twenty percent of the Council's remaining membership. In 2004, the County made no contributions to the Council. Continued existence of the Council is not dependent on the County's continued participation, no equity interest exists, and no debt is outstanding.

J. East Ohio Correctional Facility:

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

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

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

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

The Belmont, Carroll, Harrison, and Jefferson Counties Council of Government was created to establish the operating and administrative procedures and to direct funding within the Workforce Investment Area as required by the Workforce Investment Act of 1998. The Council of Governments is comprised of four voting members, one designated from each County, each of whom shall be a duly elected County Commissioner, and may include ex-officio members, representatives from the Department of Job and Family Services of the member counties, and the Chairperson of the Workforce Investment Board. During 2004, the County made no contributions to the Board.

NOTE 22 - RELATED ORGANIZATIONS

A. Belmont Metropolitan Housing Authority

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

B. Belmont Park District

The three Park District Commissioners are appointed by the Probate Judge of the County. The Park District hires and fires its own staff and does not rely on the County to finance deficits. The County is not financially accountable for the Park District nor is the Park District financially dependent on the County. The Park District serves as its own budgeting, taxing and debt issuance authority. During 2004, the Park District received \$32,011 from local government and local government revenue assistant monies.

NOTE 23 - PUBLIC ENTITY POOLS

A. County Risk Sharing Authority (CORSA)

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

Each member County has one vote on all matters requiring a vote, to be cast by a designated representative. The affairs of the Corporation are managed by an elected board of not more than nine trustees. Only county commissioners of member Counties are eligible to serve on the board. No county may have more than one representative on the board at any time. Each member County's control over the budgeting and financing of CORSA is limited to its voting authority and any representation it may have on the board of trustees. CORSA has issued certificates of participation in order to provide adequate cash reserves. The certificates are secured by the member Counties' obligations to make coverage payments to CORSA. The participating counties have no responsibility for the payment of certificates. The County does not have an equity interest in or a financial responsibility for CORSA. The County's payment for insurance to CORSA in 2004 was \$354,934.

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

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

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

NOTE 24 - FOOD STAMPS

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

NOTE 25 – CONTINGENCIES/SUBSEQUENT EVENTS

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

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

Long Term Notes Payable – On March 17, 2005, the County refinanced a bond anticipation note payable that was originally issued for water projects, sewer projects, county court computer improvements, and juvenile detention facilities. The new note was issued in the amount of \$6,325,000 at an interest rate of 2.89 percent and matures on March 16, 2006. The refinanced note was a twelve month bond anticipation note that was originally issued on March 17, 2004, that had an interest rate of 1.36 percent. This note is intended to be repaid through enterprise fund user charges, sales and use taxes and court fees. At the time the note was refinanced on March 17, 2005, the state reimbursements from Department of Youth Services had been received and the \$500,000 portion of the bond anticipation note was repaid.

On March 31, 2005, the County issued an additional bond anticipation note payable in the amount of \$2,000,000 for the purpose of road and bridge improvements. The note was issued as a twelve month bond anticipation note at an interest rate of 3.05 percent and matures on March 30, 2006. The note is intended to be repaid through general revenues of the County.

NOTE 26 - RELATED PARTY TRANSACTIONS

During 2004 Belmont County provided facilities, certain equipment, transportation and salaries for administration, implementation and supervision of its programs to Belco Works, Inc. Belco Works, Inc., a discretely presented component unit of Belmont County, reported \$583,529 for such contributions. Belco Works, Inc., recorded operating revenues and operating expenses at cost or fair value as applicable, to the extent the contribution is related to the vocational purpose of Belco Works, Inc.

NOTE 27 – COMPONENT UNIT - BELCO WORKS, INC.

A. NATURE OF ORGANIZATION

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

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

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

B. SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting - Basis of accounting refers to when revenues and expenses are recognized in the accounts and reported in the financial statements. The financial statements and accounts of Belco are prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America for not-for-profit organizations. Revenues are recognized when received, and expenses are recognized when incurred.

Basis of Presentation - The accompanying financial statements have been prepared in conformity with the disclosure and display requirements of Financial Accounting Standard No. 117 Financial Statements of Not-for Profit Organizations, a nongovernmental not for profit organization. Accordingly, net assets are reported in each of the following three classes:

Unrestricted Net Assets: These include the net assets available for general operations, including board-designated or appropriated amounts, as they are not subject to any donor-imposed restrictions.

Temporarily Restricted Net Assets: Belco reports gifts of cash and other assets as restricted support if they are received with donor stipulations that limit the use of donated assets. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, temporarily restricted assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions.

Permanently Restricted Net Assets: Typically, Belco is permitted to use all or a portion of the income earned on the related investments for general operating or specific purposes.

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

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

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

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

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

Reclassifications - Certain amounts in the prior year balance sheet have been reclassified to conform to the current year's presentation.

C. RESTRICTED CASH AND CASH EQUIVALENTS

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

D. RELATED PARTY TRANSACTION

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

E. CONCENTRATION OF CREDIT RISK

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

At year-end 2004 and 2003, the carrying amounts of Belco's deposits were \$513,112 and \$701,892 respectively. The year-end 2004 and 2003 bank balances were \$598,434 and \$730,625. Of the year ended 2004 and 2003 bank balances \$300,000 and \$200,000 was covered by federal depository insurance (FDIC), and \$450,000 and \$368,408 was collateralized by securities held by the pledging financial institution in Belco's name and \$62,899 and \$162,217 was considered uninsured. Belco holds certificates of deposit totaling \$71,755 at December 31, 2004 and \$71,183 at December 31, 2003. There are no statutory guidelines regarding the deposit and investment of funds by the non-profit corporation.

F. HEALTH INSURANCE

Belco has elected to be self-insured for employee health insurance. Belco and employees share in the cost of the monthly premiums paid. Premiums and claims are expensed to various departments and employee benefit accounts when claim amounts are known. Administrative services of the health insurance plan have been contracted for with a third party. An excess loss insurance policy has been purchased to cover all costs over \$27,500 per person. Costs above the \$1,000,000 limit per person revert back to Belco. The estimate for incurred but not reported liability at year-end was \$95,000 and \$26,000 for 2004 and 2003. The incurred but not reported liability was recorded to employee benefits expense.

G. COMPENSATED ABSENCES

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

H. RETIREMENT BENEFITS

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

I. FIXED ASSETS

Under provisions of the agreement with the Belmont County Board of Mental Retardation and Developmental Disabilities, most fixed assets necessary for the program are owned by the Board and are used by Belco without charge. Property and equipment owned by Belco is stated at cost. Depreciation is computed using the straight-line method. Depreciation expense for 2004 was \$90,848 and \$105,299 for 2003.

Belmont County, Ohio
Notes to the Basic Financial Statements (Continued)
For the Year Ended December 31, 2004

A summary of assets at December 31, is as follows:

	2004	2003
Auto and trucks	\$ 487,832.75	\$ 487,832.75
Equipment	290,755.33	290,755.33
Total	778,588.08	778,588.08
Less: Accumulated depreciation	627,495.47	536,646.99
Net fixed assets	\$ 151,092.61	\$ 241,941.09

A summary of the changes in fixed assets during 2004 follows:

	Balance January 1, 2004	Additions	Reductions	Balance December 31, 2004
Auto and trucks	\$ 487,832.75	\$ -	\$ -	\$ 487,832.75
Equipment	290,755.33	-	-	290,755.33
Total	\$ 778,588.08	\$ -	\$ -	\$ 778,588.08

J. BUDGET

Budgetary information for Belco Works, Inc. is not reported because it is not an entity for which an appropriated budget is adopted, and Belco does not maintain budgetary financial records.

K. LONG-TERM DEBT

Long-term debt consists of the following:

	2004	2003
Note payable to Ford Credit with interest at 2.9%, due September 2005, secured by 2000 Ford Windstar	\$ -	\$ 8,006.83
Note payable to Chrysler with interest at 2.9%, due December 2005, secured by 2000 Dodge Caravan	4,725.94	9,316.93
Note payable to Ford Credit with interest at 2.9%, due May 2006, secured by 2001 Ford Windstar	\$ 5,983.95	\$10,062.70
	\$10,709.89	\$27,386.46

Maturities of long-term debt are as follows:

Year Ending December 31,	Amount
2005	8,924.56
2006	1,785.33
	\$ 10,709.89

L. NAME CHANGE

On December 9, 2004 the Ohio Secretary of State approved the amended Articles of Incorporation name change from Belco Crafts, Inc. to Belco Works, Inc.

M. LONG-TERM LEASES

Belco Works, Inc. has entered into two lease arrangements, which are accounted for as operating leases:

A) The Paramount leases office space, off the premises of the workshop, for Paramount Support Services' administrative office. The three-year lease expires November 30, 2005.

B) The company leases two Xerox copiers under a five-year lease agreement. The lease expires January 24, 2007.

The following is a schedule of future minimum rental payments required under the above operating leases as of December 31, 2004:

Year Ending <u>December 31,</u>	<u>Amount</u>
2005	\$ 7,835.42
2006	2,610.42
2007	<u>1,305.21</u>
Total	<u>\$ 11,751.05</u>

N. INCOME TAX STATUS

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

**COMBINING STATEMENTS
AND
INDIVIDUAL FUND SCHEDULES**

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

NonMajor Special Revenue Funds:

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

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

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

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

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

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

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

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

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

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

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

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

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

(Continued)

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

Nonmajor Debt Service Fund:

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

Nonmajor Capital Projects Funds:

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

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

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

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

Belmont County, Ohio
Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2004

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
<u>Assets:</u>				
Equity in Pooled Cash and Cash Equivalents	\$7,119,800	\$54,968	\$2,619,921	\$9,794,689
Cash and Cash Equivalents with Fiscal Agents	1,299,508	0	0	1,299,508
Investments in Segregated Accounts	20,576	0	0	20,576
Accounts Receivable	4,365	0	0	4,365
Intergovernmental Receivable	4,276,556	0	0	4,276,556
Permissive Sales Tax Receivable	15,975	0	0	15,975
Materials and Supplies Inventory	309,499	0	0	309,499
Interfund Receivable	5,541	0	0	5,541
Property and Other Local Taxes Receivable	2,805,101	0	0	2,805,101
Loans Receivable	276,029	0	0	276,029
Total Assets	\$16,132,950	\$54,968	\$2,619,921	\$18,807,839
<u>Liabilities and Fund Balances:</u>				
<u>Liabilities:</u>				
Accounts Payable	\$489,174	\$0	\$165,500	\$654,674
Accrued Wages and Benefits Payable	62,534	0	0	62,534
Intergovernmental Payable	260,860	0	0	260,860
Interfund Payable	113,924	0	0	113,924
Accrued Interest Payable	819	0	14,243	15,062
Deferred Revenue	5,701,895	0	0	5,701,895
Notes Payable	105,000	0	2,605,000	2,710,000
Total Liabilities	6,734,206	0	2,784,743	9,518,949
<u>Fund Balances:</u>				
Reserved for Encumbrances	495,593	0	382,740	878,333
Reserved for Loans Receivable	188,875	0	0	188,875
Unreserved:				
Undesignated, Reported in:				
Special Revenue Funds	8,714,276	0	0	8,714,276
Debt Service Funds	0	54,968	0	54,968
Capital Projects Funds	0	0	(547,562)	(547,562)
Total Fund Balances	9,398,744	54,968	(164,822)	9,288,890
Total Liabilities and Fund Balances	\$16,132,950	\$54,968	\$2,619,921	\$18,807,839

Belmont County, Ohio
Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2004

	Other Special Revenue	Law Enforcement	Road and Bridge	Emergency 911	Lodging Excise Tax
Assets:					
Equity in Pooled Cash and Cash Equivalents	\$2,355,628	\$280,164	\$240,954	\$705,025	\$311,960
Cash and Cash Equivalents with Fiscal Agents	0	0	0	0	0
Investments in Segregated Accounts	20,576	0	0	0	0
Accounts Receivable	4,365	0	0	0	0
Intergovernmental Receivable	1,260,004	89,759	0	0	0
Permissive Sales Tax Receivable	0	0	0	0	0
Materials and Supplies Inventory	0	0	0	0	0
Interfund Receivable	5,541	0	0	0	0
Property and Other Local Taxes Receivable	0	0	0	0	18,468
Loans Receivable	0	0	0	0	0
Total Assets	\$3,646,114	\$369,923	\$240,954	\$705,025	\$330,428
Liabilities and Fund Balances:					
Liabilities:					
Accounts Payable	\$83,434	\$14,217	\$147,212	\$10,781	\$0
Accrued Wages and Benefits Payable	4,563	0	0	5,303	200
Intergovernmental Payable	27,753	3,959	0	11,167	157
Accrued Interest Payable	0	0	0	0	0
Interfund Payable	50,157	43,242	0	0	0
Deferred Revenue	615,912	47,186	0	0	0
Bond Anticipation Notes Payable	0	0	0	0	0
Total Liabilities	781,819	108,604	147,212	27,251	357
Fund Balances:					
Reserved for Encumbrances	73,374	13,456	13,839	177,149	39,000
Reserved for Loans Receivable	0	0	0	0	0
Unreserved, Undesignated	2,790,921	247,863	79,903	500,625	291,071
Total Fund Balances (Deficit)	2,864,295	261,319	93,742	677,774	330,071
Total Liabilities and Fund Balances	\$3,646,114	\$369,923	\$240,954	\$705,025	\$330,428

Motor Vehicle and Gasoline Tax	Juvenile Court	Mental Health	In-Home Care Levy	Children Services	County Courts	Commissioners CDBG	Total Nonmajor Special Revenue Funds
\$714,088	\$33,632	\$22,109	\$925,976	\$789,858	\$740,380	\$26	\$7,119,800
0	0	0	0	0	0	1,299,508	1,299,508
0	0	0	0	0	0	0	20,576
0	0	0	0	0	0	0	4,365
2,181,728	26,192	75,444	116,775	38,736	0	487,918	4,276,556
15,975	0	0	0	0	0	0	15,975
309,499	0	0	0	0	0	0	309,499
0	0	0	0	0	0	0	5,541
0	0	891,763	1,448,922	445,948	0	0	2,805,101
0	0	0	0	0	0	276,029	276,029
<u>\$3,221,290</u>	<u>\$59,824</u>	<u>\$989,316</u>	<u>\$2,491,673</u>	<u>\$1,274,542</u>	<u>\$740,380</u>	<u>\$2,063,481</u>	<u>\$16,132,950</u>
\$97,182	\$17,394	\$0	\$0	\$116,104	\$2,850	\$0	\$489,174
29,706	4,230	0	0	18,532	0	0	62,534
50,999	13,833	0	136,019	14,477	2,496	0	260,860
0	0	0	0	0	819	0	819
0	0	0	0	20,525	0	0	113,924
1,545,857	26,192	967,207	1,565,697	484,684	0	449,160	5,701,895
0	0	0	0	0	105,000	0	105,000
<u>1,723,744</u>	<u>61,649</u>	<u>967,207</u>	<u>1,701,716</u>	<u>654,322</u>	<u>111,165</u>	<u>449,160</u>	<u>6,734,206</u>
165,176	0	0	12,993	0	606	0	495,593
0	0	0	0	0	0	188,875	188,875
<u>1,332,370</u>	<u>(1,825)</u>	<u>22,109</u>	<u>776,964</u>	<u>620,220</u>	<u>628,609</u>	<u>1,425,446</u>	<u>8,714,276</u>
<u>1,497,546</u>	<u>(1,825)</u>	<u>22,109</u>	<u>789,957</u>	<u>620,220</u>	<u>629,215</u>	<u>1,614,321</u>	<u>9,398,744</u>
<u>\$3,221,290</u>	<u>\$59,824</u>	<u>\$989,316</u>	<u>\$2,491,673</u>	<u>\$1,274,542</u>	<u>\$740,380</u>	<u>\$2,063,481</u>	<u>\$16,132,950</u>

Belmont County, Ohio
Combining Balance Sheet
Nonmajor Capital Projects Funds
December 31, 2004

	Permanent Improvement	Satellite Building Construction	Total Nonmajor Capital Projects Funds
<u>Assets:</u>			
Equity in Pooled Cash and Cash Equivalents	\$1,701,769	\$918,152	\$2,619,921
Total Assets	<u>\$1,701,769</u>	<u>\$918,152</u>	<u>\$2,619,921</u>
<u>Liabilities and Fund Balances:</u>			
<u>Liabilities:</u>			
Accounts Payable	\$0	\$165,500	\$165,500
Accrued Interest Payable	8,674	5,569	14,243
Bond Anticipation Notes Payable	1,120,000	1,485,000	2,605,000
Total Liabilities	<u>1,128,674</u>	<u>1,656,069</u>	<u>2,784,743</u>
<u>Fund Balances:</u>			
Reserved for Encumbrances	380,740	2,000	382,740
Unreserved	192,355	(739,917)	(547,562)
Total Fund Balances (Deficit)	<u>573,095</u>	<u>(737,917)</u>	<u>(164,822)</u>
Total Liabilities and Fund Balances	<u>\$1,701,769</u>	<u>\$918,152</u>	<u>\$2,619,921</u>

Belmont County, Ohio
Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended December 31, 2004

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
<u>Revenues:</u>				
Property and Other Local Taxes	\$2,775,009	\$0	\$0	\$2,775,009
Permissive Sales Tax	500,000	0	0	500,000
Charges for Services	2,179,103	0	0	2,179,103
Licenses and Permits	395,932	0	0	395,932
Fines and Forfeitures	513,314	0	0	513,314
Intergovernmental	10,231,606	0	252,241	10,483,847
Interest	33,676	798	11,245	45,719
Rent	99,518	86,770	28,551	214,839
Other	150,233	0	10,810	161,043
Total Revenues	16,878,391	87,568	302,847	17,268,806
<u>Expenditures:</u>				
Current:				
General Government:				
Legislative and Executive	619,090	0	0	619,090
Judicial	725,103	0	0	725,103
Public Safety	1,417,839	0	0	1,417,839
Public Works	5,734,779	0	0	5,734,779
Health	2,062,344	0	0	2,062,344
Human Services	4,058,537	0	0	4,058,537
Economic Development and Assistance	284,259	0	0	284,259
Capital Outlay	0	0	648,758	648,758
Intergovernmental	996,736	0	0	996,736
Debt Service:				
Principal Retirement	175,000	370,000	1,280,000	1,825,000
Interest and Fiscal Charges	3,419	173,918	56,583	233,920
Total Expenditures	16,077,106	543,918	1,985,341	18,606,365
Excess of Revenues Over (Under) Expenditures	801,285	(456,350)	(1,682,494)	(1,337,559)
<u>Other Financing Sources (Uses)</u>				
Bond Anticipation Notes Issued	40,000	0	0	40,000
Transfers In	139,862	485,585	178,000	803,447
Transfers Out	(178,000)	0	0	(178,000)
Total Other Financing Sources (Uses)	1,862	485,585	178,000	665,447
Net Change in Fund Balance	803,147	29,235	(1,504,494)	(672,112)
Fund Balances at Beginning of Year	8,595,597	25,733	1,339,672	9,961,002
Fund Balances (Deficit) at End of Year	\$9,398,744	\$54,968	(\$164,822)	\$9,288,890

Belmont County, Ohio
Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2004

	Other Special Revenue	Law Enforcement	Road and Bridge	Emergency 911	Lodging Excise Tax
<u>Revenues:</u>					
Property and Other Local Taxes	\$0	\$0	\$0	\$0	\$281,426
Permissive Sales Tax	0	0	500,000	0	0
Charges for Services	1,158,712	26,045	0	7,200	0
Licenses and Permits	159,753	20,799	0	0	0
Fines and Forfeitures	4,551	13,536	0	0	0
Intergovernmental	2,444,577	314,829	0	0	0
Interest	0	0	0	0	0
Rent	99,518	0	0	0	0
Other	112,776	3,691	0	0	10
Total Revenues	3,979,887	378,900	500,000	7,200	281,436
<u>Expenditures:</u>					
Current:					
General Government:					
Legislative and Executive	619,090	0	0	0	0
Judicial	344,258	0	0	0	0
Public Safety	307,354	403,180	0	102,788	0
Public Works	195,835	0	627,739	0	0
Health	200,321	0	0	0	0
Human Services	1,274,512	0	0	0	0
Economic Development and Assistance	0	0	0	0	284,259
Intergovernmental	0	0	0	0	0
Debt Service:					
Principal Retirement	0	0	0	0	0
Interest and Fiscal Charges	0	0	0	0	0
Total Expenditures	2,941,370	403,180	627,739	102,788	284,259
Excess of Revenues Over (Under) Expenditures	1,038,517	(24,280)	(127,739)	(95,588)	(2,823)
<u>Other Financing Sources (Uses)</u>					
Bond Anticipation Notes Issued	0	0	0	0	0
Transfers In	108,852	18,720	0	0	0
Transfers Out	0	0	0	0	0
Total Other Financing Sources (Uses)	108,852	18,720	0	0	0
Net Change in Fund Balances	1,147,369	(5,560)	(127,739)	(95,588)	(2,823)
Fund Balances at Beginning of Year	1,716,926	266,879	221,481	773,362	332,894
Fund Balances (Deficit) at End of Year	\$2,864,295	\$261,319	\$93,742	\$677,774	\$330,071

Motor Vehicle and Gasoline Tax	Juvenile Court	Mental Health	In-Home Care Levy	Children Services	County Courts	Commissioners CDBG	Total Nonmajor Special Revenue Funds
\$0	\$0	\$811,021	\$1,286,873	\$395,689	\$0	\$0	\$2,775,009
0	0	0	0	0	0	0	500,000
0	283,610	0	0	703,536	0	0	2,179,103
215,380	0	0	0	0	0	0	395,932
89,993	21,874	0	0	0	383,360	0	513,314
4,188,988	140,695	154,091	237,983	2,041,991	0	708,452	10,231,606
2,260	0	0	0	0	0	31,416	33,676
0	0	0	0	0	0	0	99,518
13,293	1,405	0	0	19,058	0	0	150,233
<u>4,509,914</u>	<u>447,584</u>	<u>965,112</u>	<u>1,524,856</u>	<u>3,160,274</u>	<u>383,360</u>	<u>739,868</u>	<u>16,878,391</u>
0	0	0	0	0	0	0	619,090
0	17,394	0	0	0	363,451	0	725,103
0	604,517	0	0	0	0	0	1,417,839
4,193,308	0	0	0	0	0	717,897	5,734,779
0	0	0	1,843,491	18,532	0	0	2,062,344
0	0	0	0	2,784,025	0	0	4,058,537
0	0	0	0	0	0	0	284,259
0	0	971,706	0	0	0	25,030	996,736
0	0	0	0	0	175,000	0	175,000
0	0	0	0	0	3,419	0	3,419
<u>4,193,308</u>	<u>621,911</u>	<u>971,706</u>	<u>1,843,491</u>	<u>2,802,557</u>	<u>541,870</u>	<u>742,927</u>	<u>16,077,106</u>
<u>316,606</u>	<u>(174,327)</u>	<u>(6,594)</u>	<u>(318,635)</u>	<u>357,717</u>	<u>(158,510)</u>	<u>(3,059)</u>	<u>801,285</u>
0	0	0	0	0	40,000	0	40,000
0	0	0	0	0	12,290	0	139,862
(178,000)	0	0	0	0	0	0	(178,000)
<u>(178,000)</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>52,290</u>	<u>0</u>	<u>1,862</u>
138,606	(174,327)	(6,594)	(318,635)	357,717	(106,220)	(3,059)	803,147
<u>1,358,940</u>	<u>172,502</u>	<u>28,703</u>	<u>1,108,592</u>	<u>262,503</u>	<u>735,435</u>	<u>1,617,380</u>	<u>8,595,597</u>
<u>\$1,497,546</u>	<u>(\$1,825)</u>	<u>\$22,109</u>	<u>\$789,957</u>	<u>\$620,220</u>	<u>\$629,215</u>	<u>\$1,614,321</u>	<u>\$9,398,744</u>

Belmont County, Ohio
Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2004

	Permanent Improvement	Issue II	Satellite Building Construction	Total Nonmajor Capital Projects Funds
<u>Revenues:</u>				
Intergovernmental	\$0	\$252,241	\$0	\$252,241
Interest	0	0	11,245	11,245
Rent	0	0	28,551	28,551
Other	0	0	10,810	10,810
Total Revenues	<u>0</u>	<u>252,241</u>	<u>50,606</u>	<u>302,847</u>
<u>Expenditures:</u>				
Capital Outlay	29,773	252,241	366,744	648,758
Debt Service:				
Principal Retirements	1,280,000			1,280,000
Interest and Fiscal Charges	28,533	0	28,050	56,583
Total Expenditures	<u>1,338,306</u>	<u>252,241</u>	<u>394,794</u>	<u>1,985,341</u>
Excess of Revenues Under Expenditures	<u>(1,338,306)</u>	<u>0</u>	<u>(344,188)</u>	<u>(1,682,494)</u>
<u>Other Financing Sources:</u>				
Bond Anticipation Notes Issued	0	0	0	0
Transfers In	178,000	0	0	178,000
Total Other Financing Sources	<u>178,000</u>	<u>0</u>	<u>0</u>	<u>178,000</u>
Net Change in Fund Balances	<u>(1,160,306)</u>	<u>0</u>	<u>(344,188)</u>	<u>(1,504,494)</u>
Fund Balances (Deficit) at Beginning of Year	<u>1,733,401</u>	<u>0</u>	<u>(393,729)</u>	<u>1,339,672</u>
Fund Balances (Deficit) at End of Year	<u>\$573,095</u>	<u>\$0</u>	<u>(\$737,917)</u>	<u>(\$164,822)</u>

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

Other Enterprise Funds:

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

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

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

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

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

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

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

Belmont County, Ohio
Combining Statement of Fund Net Assets
Other Enterprise Funds
December 31, 2004

	Water Works 1	Sanitary Sewer District 1	Sanitary Sewer District 3A	Sanitary Sewer District 3B	Sanitary Sewer District 3C	Water Works 2	Total Other Enterprise Funds
Assets							
Current Assets:							
Equity in Pooled Cash and Cash Equivalents	\$176,149	\$1,356,174	\$59,759	\$23,041	\$12,450	\$666,972	\$2,294,545
Cash and Cash Equivalents in Segregated Accounts	38,323	0	0	0	0	0	38,323
Accounts Receivable	28,371	15,275	8,327	2,425	0	5,436	59,834
Materials and Supplies Inventory	0	3,557	0	0	0	46,713	50,270
Interfund Receivable	0	0	0	0	0	200,000	200,000
<i>Total Current Assets</i>	<u>242,843</u>	<u>1,375,006</u>	<u>68,086</u>	<u>25,466</u>	<u>12,450</u>	<u>919,121</u>	<u>2,642,972</u>
Non-Current Assets:							
Restricted Assets:							
Equity in Pooled Cash and Cash Equivalents	0	6,421	9,286	593	0	14,466	30,766
Nondepreciable Capital Assets	0	8,500	0	0	0	0	8,500
Depreciable Capital Assets, Net	32,151	11,832	101,961	159,838	31,391	299,488	636,661
<i>Total Non-Current Assets</i>	<u>32,151</u>	<u>26,753</u>	<u>111,247</u>	<u>160,431</u>	<u>31,391</u>	<u>313,954</u>	<u>675,927</u>
<i>Total Assets</i>	<u>274,994</u>	<u>1,401,759</u>	<u>179,333</u>	<u>185,897</u>	<u>43,841</u>	<u>1,233,075</u>	<u>3,318,899</u>
Liabilities							
Current Liabilities:							
Accounts Payable	0	5,697	704	0	0	39,892	46,293
Accrued Wages and Benefits Payable	0	1,957	267	104	0	3,191	5,519
Compensated Absences Payable	0	3,664	411	161	0	5,954	10,190
Interfund Payable	5,252	200,000	0	0	0	48,401	253,653
Intergovernmental Payable	41,946	1,766	309	39	0	4,797	48,857
<i>Total Current Liabilities</i>	<u>47,198</u>	<u>213,084</u>	<u>1,691</u>	<u>304</u>	<u>0</u>	<u>102,235</u>	<u>364,512</u>
Long-Term Liabilities (Net of Current Portion):							
Refundable Deposits	0	6,421	9,286	593	0	14,466	30,766
Compensated Absences Payable	0	5,792	650	254	0	9,414	16,110
<i>Total Long-Term Liabilities</i>	<u>0</u>	<u>12,213</u>	<u>9,936</u>	<u>847</u>	<u>0</u>	<u>23,880</u>	<u>46,876</u>
<i>Total Liabilities</i>	<u>47,198</u>	<u>225,297</u>	<u>11,627</u>	<u>1,151</u>	<u>0</u>	<u>126,115</u>	<u>411,388</u>
Net Assets							
Invested in Capital Assets	32,151	20,332	101,961	159,838	31,391	299,488	645,161
Unrestricted	195,645	1,156,130	65,745	24,908	12,450	807,472	2,262,350
<i>Total Net Assets</i>	<u>\$227,796</u>	<u>\$1,176,462</u>	<u>\$167,706</u>	<u>\$184,746</u>	<u>\$43,841</u>	<u>\$1,106,960</u>	<u>\$2,907,511</u>

Belmont County, Ohio
Combining Statement of Revenues, Expenses,
and Changes in Fund Net Assets
Other Enterprise Funds
For the Year Ended December 31, 2004

	Water Works 1	Sanitary Sewer District 1	Sanitary Sewer District 3A	Sanitary Sewer District 3B	Sanitary Sewer District 3C	Water Works 2	Total Other Enterprise Funds
<u>Operating Revenues:</u>							
Charges for Services	\$229,448	\$254,208	\$39,781	\$18,154	\$1,983	\$849,633	\$1,393,207
Other	0	93	28	490	0	301	912
<i>Total Operating Revenues</i>	<u>229,448</u>	<u>254,301</u>	<u>39,809</u>	<u>18,644</u>	<u>1,983</u>	<u>849,934</u>	<u>1,394,119</u>
<u>Operating Expenses:</u>							
Personal Services	0	116,579	21,535	4,747	0	238,046	380,907
Contractual Services	319,861	202,438	15,166	6,698	0	660,322	1,204,485
Materials and Supplies	0	26,884	4,917	375	0	121,431	153,607
Depreciation	2,790	1,529	7,183	9,990	1,427	22,745	45,664
Other	0	0	320	306	0	917	1,543
<i>Total Operating Expenses</i>	<u>322,651</u>	<u>347,430</u>	<u>49,121</u>	<u>22,116</u>	<u>1,427</u>	<u>1,043,461</u>	<u>1,786,206</u>
<i>Operating Income (Loss)</i>	<u>(93,203)</u>	<u>(93,129)</u>	<u>(9,312)</u>	<u>(3,472)</u>	<u>556</u>	<u>(193,527)</u>	<u>(392,087)</u>
<u>Non-Operating Revenues (Expenses):</u>							
Interest	0	18,307	0	0	0	3,772	22,079
Operating Grants	0	13,314	0	0	0	3,135	16,449
Interest and Fiscal Charges	0	(2,442)	0	0	0	0	(2,442)
<i>Total Non-Operating Revenues (Expenses)</i>	<u>0</u>	<u>29,179</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>6,907</u>	<u>36,086</u>
<i>Income (Loss) Before Contributions and Transfers</i>	<u>(93,203)</u>	<u>(63,950)</u>	<u>(9,312)</u>	<u>(3,472)</u>	<u>556</u>	<u>(186,620)</u>	<u>(356,001)</u>
Capital Contributions	820	400	0	212	0	4,218	5,650
Transfers Out	0	0	(8,935)	0	0	0	(8,935)
<i>Change in Net Assets</i>	<u>(92,383)</u>	<u>(63,550)</u>	<u>(18,247)</u>	<u>(3,260)</u>	<u>556</u>	<u>(182,402)</u>	<u>(359,286)</u>
<i>Net Assets Beginning of Year</i>	<u>320,179</u>	<u>1,240,012</u>	<u>185,953</u>	<u>188,006</u>	<u>43,285</u>	<u>1,289,362</u>	<u>3,266,797</u>
<i>Net Assets End of Year</i>	<u>\$227,796</u>	<u>\$1,176,462</u>	<u>\$167,706</u>	<u>\$184,746</u>	<u>\$43,841</u>	<u>\$1,106,960</u>	<u>\$2,907,511</u>

Belmont County, Ohio
Combining Statement of Cash Flows
Other Enterprise Funds
For the Year Ended December 31, 2004

	Water Works 1	Sanitary Sewer District 1	Sanitary Sewer District 3A	Sanitary Sewer District 3B	Sanitary Sewer District 3C	Water Works 2	Total Other Enterprise Funds
Increase (Decrease) in Cash and Cash Equivalents							
<u>Cash Flows from Operating Activities:</u>							
Cash Received from Customers	\$231,513	\$242,547	\$45,160	\$20,736	\$1,983	\$845,938	\$1,387,877
Cash Payments for Employee Services and Benefits	0	(119,782)	(22,174)	(4,971)	0	(242,840)	(389,767)
Cash Payments for Goods and Services	0	(22,829)	(4,213)	(375)	0	(98,398)	(125,815)
Cash Payments for Contractual Services	(296,453)	(239,021)	(16,917)	(8,948)	0	(698,292)	(1,259,631)
Utility Deposits Received	0	1,551	3,213	168	0	2,328	7,260
Utility Deposits Paid	0	(1,484)	(2,816)	(51)	0	(2,510)	(6,861)
Other Operating Revenues	0	93	28	490	0	301	912
Other Operating Expenses	0	0	(320)	(306)	0	(917)	(1,543)
Net Cash Provided by (Used for) Operating Activities	(64,940)	(138,925)	1,961	6,743	1,983	(194,390)	(387,568)
<u>Cash Flows from Noncapital Financing Activities:</u>							
Operating Grants	0	13,314	0	0	0	3,135	16,449
Short Term Interfund Loans	0	200,000	(36,000)	0	0	(164,000)	0
Net Cash Provided by (Used for) by Noncapital Financing Activities	0	213,314	(36,000)	0	0	(160,865)	16,449
<u>Cash Flows from Capital and Related Financing Activities:</u>							
Tap-In Fees	820	400	0	212	0	4,218	5,650
Principal Paid on Mortgage Revenue Bonds	0	(10,000)	0	0	0	0	(10,000)
Interest Paid on Mortgage Revenue Bonds	0	(2,655)	0	0	0	0	(2,655)
Principal Paid on General Obligation Bonds	0	0	(8,664)	0	0	0	(8,664)
Interest Paid on General Obligation Bonds	0	0	(271)	0	0	0	(271)
Net Cash Provided by (Used for) Capital and Related Financing Activities	820	(12,255)	(8,935)	212	0	4,218	(15,940)
<u>Cash Flows from Investing Activities:</u>							
Sale of Investments	0	1,222,090	0	0	0	0	1,222,090
Interest	0	18,307	0	0	0	3,772	22,079
Net Cash Provided by Investing Activities	0	1,240,397	0	0	0	3,772	1,244,169
Net Increase (Decrease) in Cash and Cash Equivalents	(64,120)	1,302,531	(42,974)	6,955	1,983	(347,265)	857,110
Cash and Cash Equivalents Beginning of Year	278,592	60,064	112,019	16,679	10,467	1,028,703	1,506,524
Cash and Cash Equivalents End of Year	\$214,472	\$1,362,595	\$69,045	\$23,634	\$12,450	\$681,438	\$2,363,634
Reconciliation of Operating Income (Loss) to <u>Net Cash Provided by (Used for) Operating Activities:</u>							
Operating Income (Loss)	(\$93,203)	(\$93,129)	(\$9,312)	(\$3,472)	\$556	(\$193,527)	(\$392,087)
Adjustments to Reconcile Operating Income (Loss) to <u>Net Cash Provided by (Used for) Operating Activities</u>							
Depreciation	2,790	1,529	7,183	9,990	1,427	22,745	45,664
Changes in Assets and Liabilities:							
(Increase) Decrease in Accounts Receivable	2,065	(11,661)	5,379	2,582	0	(3,695)	(5,330)
(Increase) Decrease in Materials and Supplies Inventory	0	(185)	0	0	0	381	196
Decrease in Accrued Wages and Benefits Payable	0	(3,329)	(457)	(183)	0	(5,132)	(9,101)
Increase (Decrease) in Accounts Payable	0	5,697	(1,047)	0	0	35,132	39,782
Increase in Compensated Absences Payable	0	496	84	27	0	903	1,510
Increase (Decrease) in Intergovernmental Payable	18,156	(38,410)	(266)	(2,318)	0	(565)	(23,403)
Increase (Decrease) in Interfund Payable	5,252	0	0	0	0	(50,450)	(45,198)
Increase (Decrease) in Refundable Deposits Payable	0	67	397	117	0	(182)	399
Total Adjustments	28,263	(45,796)	11,273	10,215	1,427	(863)	4,519
Net Cash Provided by (Used for) Operating Activities	(\$64,940)	(\$138,925)	\$1,961	\$6,743	\$1,983	(\$194,390)	(\$387,568)

Noncash Activities:

During 2004, there were transfers between the Sanitary Sewer District 2 and Sanitary Sewer District 3B enterprise funds in the amount of \$8,935.

See Accompanying Notes to the Basic Financial Statements

Belmont County, Ohio
Fund Descriptions –
Agency Funds

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

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

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

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

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

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

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

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

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

Belmont County, Ohio
Combining Statement of Changes in Assets and Liabilities
All Agency Funds
For the Year Ended December 31, 2004

	Balance 12/31/03	Additions	Reductions	Balance 12/31/04
<i>Health:</i>				
<u>Assets:</u>				
Equity in Pooled Cash and Cash Equivalents	\$549,449	\$1,394,758	\$1,273,232	\$670,975
Total Assets	<u>\$549,449</u>	<u>\$1,394,758</u>	<u>\$1,273,232</u>	<u>\$670,975</u>
<u>Liabilities:</u>				
Undistributed Monies	\$549,449	\$1,394,758	\$1,273,232	\$670,975
Total Liabilities	<u>\$549,449</u>	<u>\$1,394,758</u>	<u>\$1,273,232</u>	<u>\$670,975</u>
<i>Undivided Bankruptcy:</i>				
<u>Assets:</u>				
Equity in Pooled Cash and Cash Equivalents	\$4,912	\$6	\$0	\$4,918
Total Assets	<u>\$4,912</u>	<u>\$6</u>	<u>\$0</u>	<u>\$4,918</u>
<u>Liabilities:</u>				
Undistributed Monies	\$4,912	\$6	\$0	\$4,918
Total Liabilities	<u>\$4,912</u>	<u>\$6</u>	<u>\$0</u>	<u>\$4,918</u>
<i>Taxes Agency:</i>				
<u>Assets:</u>				
Equity in Pooled Cash and Cash Equivalents	\$1,599,993	\$42,207,852	\$42,389,846	\$1,417,999
Receivables:				
Property Taxes	44,920,511	46,359,458	44,920,511	46,359,458
Accounts	815,958	817,431	815,958	817,431
Intergovernmental	137,229	492,901	137,229	492,901
Total Assets	<u>\$47,473,691</u>	<u>\$89,877,642</u>	<u>\$88,263,544</u>	<u>\$49,087,789</u>
<u>Liabilities:</u>				
Intergovernmental Payable	\$45,873,698	\$47,669,790	\$45,873,698	\$47,669,790
Undistributed Monies	1,599,993	42,207,852	42,389,846	1,417,999
Total Liabilities	<u>\$47,473,691</u>	<u>\$89,877,642</u>	<u>\$88,263,544</u>	<u>\$49,087,789</u>

(Continued)

Belmont County, Ohio
Combining Statement of Changes in Assets and Liabilities
All Agency Funds (Continued)
For the Year Ended December 31, 2004

	Balance 12/31/03	Additions	Reductions	Balance 12/31/04
<i>Subdivision and Utility Agency:</i>				
<u>Assets:</u>				
Equity in Pooled Cash and Cash Equivalents	\$122,577	\$32,261,867	\$32,298,543	\$85,901
Receivables:				
Intergovernmental	417,925	535,776	417,925	535,776
Total Assets	\$540,502	\$32,797,643	\$32,716,468	\$621,677
<u>Liabilities:</u>				
Intergovernmental Payable	\$417,925	\$535,776	\$417,925	\$535,776
Undistributed Monies	122,577	32,261,867	32,298,543	85,901
Total Liabilities	\$540,502	\$32,797,643	\$32,716,468	\$621,677
 <i>Undivided State Monies:</i>				
<u>Assets:</u>				
Equity in Pooled Cash and Cash Equivalents	\$353,753	\$8,745,844	\$8,761,895	\$337,702
Receivables:				
Intergovernmental	3,965,749	3,378,925	3,965,749	3,378,925
Total Assets	\$4,319,502	\$12,124,769	\$12,727,644	\$3,716,627
<u>Liabilities:</u>				
Intergovernmental Payable	\$3,965,749	\$3,378,925	\$3,965,749	\$3,378,925
Undistributed Monies	353,753	8,745,844	8,761,895	337,702
Total Liabilities	\$4,319,502	\$12,124,769	\$12,727,644	\$3,716,627
 <i>Miscellaneous Court/Safety:</i>				
<u>Assets:</u>				
Cash and Cash Equivalents in Segregated Accounts	\$578,730	\$15,755,312	\$15,961,985	\$372,057
Receivables:				
Accounts	952,959	1,232,821	952,959	1,232,821
Total Assets	\$1,531,689	\$16,988,133	\$16,914,944	\$1,604,878
<u>Liabilities:</u>				
Due To Others	\$359,396	\$287,701	\$359,396	\$287,701
Intergovernmental Payable	291,199	240,144	291,199	240,144
Undistributed Monies	881,094	16,460,288	16,264,349	1,077,033
Total Liabilities	\$1,531,689	\$16,988,133	\$16,914,944	\$1,604,878

(Continued)

Belmont County, Ohio
Combining Statement of Changes in Assets and Liabilities
All Agency Funds (Continued)
For the Year Ended December 31, 2004

	Balance 12/31/03	Additions	Reductions	Balance 12/31/04
<i>Other Agency:</i>				
<u>Assets:</u>				
Equity in Pooled Cash and Cash Equivalents	\$3,212,383	\$57,422,615	\$56,640,993	\$3,994,005
Cash and Cash Equivalents in Segregated Accounts	15,269	420,975	395,336	40,908
Total Assets	\$3,227,652	\$57,843,590	\$57,036,329	\$4,034,913
<u>Liabilities:</u>				
Due To Others	\$485,957	\$44,552,970	\$44,442,968	\$595,959
Undistributed Monies	2,741,695	13,290,620	12,593,361	3,438,954
Total Liabilities	\$3,227,652	\$57,843,590	\$57,036,329	\$4,034,913
 <i>Total - All Agency Funds:</i>				
<u>Assets:</u>				
Equity in Pooled Cash and Cash Equivalents	\$5,843,067	\$142,032,942	\$141,364,509	\$6,511,500
Cash and Cash Equivalents in Segregated Accounts	593,999	16,176,287	16,357,321	412,965
Receivables:				
Property Taxes	44,920,511	46,359,458	44,920,511	46,359,458
Accounts	1,768,917	2,050,252	1,768,917	2,050,252
Intergovernmental	4,520,903	4,407,602	4,520,903	4,407,602
Total Assets	\$57,647,397	\$211,026,541	\$208,932,161	\$59,741,777
<u>Liabilities:</u>				
Due To Others	\$845,353	\$44,840,671	\$44,802,364	\$883,660
Intergovernmental Payable	50,548,571	51,824,635	50,548,571	51,824,635
Undistributed Monies	6,253,473	114,361,235	113,581,226	7,033,482
Total Liabilities	\$57,647,397	\$211,026,541	\$208,932,161	\$59,741,777

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

Belmont County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund
For the Year Ended December 31, 2004

	Final Budget	Actual	Variance Positive (Negative)
<u>Revenues:</u>			
Property and Other Local Taxes	\$1,962,770	\$1,962,770	\$0
Permissive Sales Taxes	10,926,064	11,172,868	246,804
Charges for Services	1,942,596	2,006,442	63,846
Licenses and Permits	6,000	6,957	957
Fines and Forfeitures	480,000	348,440	(131,560)
Intergovernmental	1,088,933	1,121,753	32,820
Rent	5,000	5,534	534
Interest	838,019	745,021	(92,998)
Other	193,942	209,312	15,370
Total Revenues	17,443,324	17,579,097	135,773
<u>Expenditures:</u>			
Current:			
General Government -			
Legislative and Executive			
Commissioners			
Personal Services	590,919	590,543	376
Materials and Supplies	189,881	189,729	152
Contractual Services	1,571,590	1,571,383	207
Capital Outlay	296,438	296,383	55
Total Commissioners	2,648,828	2,648,038	790
Auditor			
Personal Services	810,647	794,576	16,071
Materials and Supplies	256,268	256,203	65
Contractual Services	5,900	5,755	145
Capital Outlay	438,744	438,664	80
Total Auditor	1,511,559	1,495,198	16,361
Treasurer			
Personal Services	291,311	289,879	1,432
Materials and Supplies	10,484	7,321	3,163
Contractual Services	8,616	8,248	368
Total Treasurer	310,411	305,448	4,963
Prosecuting Attorney			
Personal Services	583,362	583,098	264
Materials and Supplies	7,500	7,436	64
Other	1,354	1,354	0
Total Prosecuting Attorney	592,216	591,888	328
Budget Commission			
Personal Services	5,101	5,101	0
Bureau of Inspection			
Contractual Services	147,028	147,028	0

(Continued)

Belmont County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund
For the Year Ended December 31, 2004
(Continued)

	Final Budget	Actual	Variance Positive (Negative)
Board of Elections			
Personal Services	\$378,893	\$378,336	\$557
Materials and Supplies	24,148	24,028	120
Contractual Services	142,274	136,820	5,454
Total Board of Elections	545,315	539,184	6,131
Maintenance and Operations			
Personal Services	491,403	484,337	7,066
Materials and Supplies	84,353	83,444	909
Contractual Services	692,815	690,537	2,278
Capital Outlay	21,200	21,133	67
Total Maintenance and Operations	1,289,771	1,279,451	10,320
Recorder			
Personal Services	274,092	273,631	461
Materials and Supplies	22,398	22,271	127
Contractual Services	99,800	99,702	98
Total Recorder	396,290	395,604	686
Insurance on Property			
Contractual Service	373,564	373,564	0
Historical Society			
Contractual Services	3,000	3,000	0
Other			
Personal Services	459,783	459,263	520
Total General Government - Legislative and Executive	8,282,866	8,242,767	40,099
General Government - Judicial			
Court of Appeals			
Contractual Services	24,276	24,106	170
Common Pleas			
Personal Services	362,904	362,038	866
Materials and Supplies	126,529	121,710	4,819
Contractual Services	27,625	26,454	1,171
Other	3,298	670	2,628
Total Common Pleas	520,356	510,872	9,484
Jury Commission			
Personal Services	1,461	1,051	410
Juvenile Court			
Materials and Supplies	2,000	1,986	14
Contractual Services	1,510	1,500	10
Total Juvenile Court	3,510	3,486	24

(Continued)

Belmont County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund
For the Year Ended December 31, 2004
(Continued)

	Final Budget	Actual	Variance Positive (Negative)
Probate Court			
Personal Services	\$229,038	\$228,106	\$932
Materials and Supplies	3,250	2,770	480
Contractual Services	3,472	3,472	0
Total Probate Court	235,760	234,348	1,412
Clerk of Courts			
Personal Services	307,097	306,625	472
Materials and Supplies	17,813	16,065	1,748
Contractual Services	232	143	89
Total Clerk of Courts	325,142	322,833	2,309
County Courts			
Personal Services	458,934	458,783	151
Materials and Supplies	55,050	54,902	148
Contractual Services	2,050	1,546	504
Total County Courts	516,034	515,231	803
Public Defender			
Personal Services	232,991	231,454	1,537
Materials and Supplies	3,310	3,291	19
Contractual Services	144,246	143,968	278
Total Public Defender	380,547	378,713	1,834
Law Library			
Personal Services	32,082	32,015	67
Other			
Personal Services	230,134	229,874	260
Total General Government - Judicial	2,269,302	2,252,529	16,773
Public Safety			
Juvenile Probation			
Personal Services	653,548	653,510	38
Materials and Supplies	3,000	2,970	30
Contractual Services	8,580	7,065	1,515
Total Juvenile Probation	665,128	663,545	1,583
Coroner			
Personal Services	73,714	73,714	0
Materials and Supplies	750	0	750
Contractual Services	35,192	34,773	419
Total Coroner	109,656	108,487	1,169
Sheriff			
Personal Services	3,114,778	3,113,591	1,187
Materials and Supplies	270,170	268,532	1,638
Contractual Services	524,579	524,418	161
Total Sheriff	3,909,527	3,906,541	2,986

(Continued)

Belmont County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund
For the Year Ended December 31, 2004
(Continued)

	Final Budget	Actual	Variance Positive (Negative)
Disaster Services			
Personal Services	\$109,100	\$107,567	\$1,533
Materials and Supplies	39,557	38,137	1,420
Contractual Services	16,675	16,596	79
Total Disaster Services	<u>165,332</u>	<u>162,300</u>	<u>3,032</u>
911 Services			
Personal Services	596,056	588,262	7,794
Materials and Supplies	24,381	23,603	778
Contractual Services	310,174	300,977	9,197
Total 911 Services	<u>930,611</u>	<u>912,842</u>	<u>17,769</u>
Ambulance Service			
Contractual Services	156,000	156,000	0
Other			
Personal Services	636,482	635,763	719
Total Public Safety	<u>6,572,736</u>	<u>6,545,478</u>	<u>27,258</u>
Public Works			
Engineer			
Personal Services	261,672	261,633	39
Materials and Supplies	6,000	5,954	46
Contractual Services	83,198	83,198	0
Total Engineer	<u>350,870</u>	<u>350,785</u>	<u>85</u>
Litter Control and Recycling			
Personal Services	54,000	47,403	6,597
Contractual Services	22,334	18,007	4,327
Total Litter Control and Recycling	<u>76,334</u>	<u>65,410</u>	<u>10,924</u>
Total Public Works	<u>427,204</u>	<u>416,195</u>	<u>11,009</u>
Health			
Clinics and Care			
Personal Services	41,593	41,151	442
Materials and Supplies	8,000	7,784	216
Contractual Services	500	280	220
Total Clinics and Care	50,093	49,215	878
Other Health			
Personal Services	5,682	5,675	7
Total Health	<u>55,775</u>	<u>54,890</u>	<u>885</u>
Human Services			
Soldier's Relief			
Personal Services	37,690	32,787	4,903
Contractual Services	111,000	98,867	12,133
Total Soldier's Relief	<u>148,690</u>	<u>131,654</u>	<u>17,036</u>

(Continued)

Belmont County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund
For the Year Ended December 31, 2004
(Continued)

	Final Budget	Actual	Variance Positive (Negative)
Veteran's Services			
Personal Services	\$137,082	\$137,082	\$0
Materials and Supplies	3,500	2,382	1,118
Contractual Services	17,501	17,025	476
Total Veteran's Services	158,083	156,489	1,594
Other			
Personal Services	22,112	22,087	25
Total Human Services	328,885	310,230	18,655
Other			
Other Expenditures			
Contractual Services	5,599	5,598	1
Other	52,288	6,036	46,252
Total Other	57,887	11,634	46,253
Intergovernmental:			
Contractual Services	967,192	967,190	2
Debt Service:			
Principal Retirement	500,000	500,000	0
Interest and Fiscal Charges	6,961	6,961	0
Total Debt Service	506,961	506,961	0
Total Expenditures	19,468,808	19,307,874	160,934
Excess of Revenues Under Expenditures	(2,025,484)	(1,728,777)	296,707
<i>Other Financing Sources (Uses):</i>			
Bond Anticipation Notes Issued	500,000	500,000	0
Sale of Assets	16,014	51,894	35,880
Advance In	60,000	66,000	6,000
Advance Out	(53,242)	(53,242)	0
Transfers In	6,961	0	(6,961)
Transfers Out	(1,893,570)	(1,914,086)	(20,516)
Total Other Financing Sources (Uses)	(1,363,837)	(1,349,434)	14,403
Net Change in Fund Balance	(3,389,321)	(3,078,211)	311,110
Fund Balance at Beginning of Year	1,159,938	1,159,938	0
Prior Year Encumbrances Appropriated	2,607,212	2,607,212	0
Fund Balance at End of Year	\$377,829	\$688,939	\$311,110

Belmont County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Public Assistance Fund
For the Year Ended December 31, 2004

	Final Budget	Actual	Variance Positive (Negative)
<u>Revenues:</u>			
Intergovernmental	\$9,348,899	\$8,645,131	(\$703,768)
Investment Income	30,300	0	(30,300)
Other	320,552	489,001	168,449
Total Revenues	9,699,751	9,134,132	(565,619)
<u>Expenditures:</u>			
Current:			
Human Services			
Public Assistance			
Personal Services	8,345,914	8,008,974	336,940
Materials and Supplies	622,500	556,119	66,381
Contractual Services	2,413,476	1,502,056	911,420
Capital Outlay	75,000	19,006	55,994
Other	540,200	377,655	162,545
Total Expenditures	11,997,090	10,463,810	1,533,280
Excess of Revenues Under Expenditures	(2,297,339)	(1,329,678)	967,661
<u>Other Financing Source:</u>			
Transfers In	1,000,000	338,639	(661,361)
Net Change in Fund Balance	(1,297,339)	(991,039)	306,300
Fund Balance at Beginning of Year	1,297,339	1,297,339	0
Fund Balance at End of Year	\$0	\$306,300	\$306,300

Belmont County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Mental Retardation Fund
For the Year Ended December 31, 2004

	Final Budget	Actual	Variance Positive (Negative)
<u>Revenues:</u>			
Property and Other Local Taxes	\$3,302,600	\$4,530,475	\$1,227,875
Charges for Services	50,000	134,344	84,344
Intergovernmental	3,326,400	3,757,694	431,294
Other	0	2,181	2,181
Total Revenues	6,679,000	8,424,694	1,745,694
<u>Expenditures:</u>			
Current:			
Health Services			
Mental Retardation			
Personal Services	5,469,076	5,375,775	93,301
Materials and Supplies	966,201	751,906	214,295
Contractual Services	2,314,832	1,938,313	376,519
Capital Outlay	1,227,584	543,302	684,282
Total Expenditures	9,977,693	8,609,296	1,368,397
Excess of Revenues Under Expenditures	(3,298,693)	(184,602)	3,114,091
<u>Other Financing Use:</u>			
Transfers Out	(500,000)	0	500,000
Net Change in Fund Balance	(3,798,693)	(184,602)	3,614,091
Fund Balance at Beginning of Year	3,299,153	3,299,153	0
Prior Year Encumbrances Appropriated	499,540	499,540	0
Fund Balance at End of Year	\$0	\$3,614,091	\$3,614,091

Belmont County, Ohio
 Schedule of Revenues, Expenditures and Changes
 In Fund Balance - Budget (Non-GAAP Basis) and Actual
 Infrastructure Fund
 For the Year Ended December 31, 2004

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<i>Revenues:</i>			
Total Revenues	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<i>Expenditures:</i>			
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>
Excess of Revenues Over Expenditures	0	0	0
<i>Other Financing Source:</i>			
Transfers In	<u>0</u>	<u>750,000</u>	<u>750,000</u>
Net Change in Fund Balance	0	750,000	750,000
Fund Balance at Beginning of Year	<u>4,804,472</u>	<u>4,804,472</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$4,804,472</u></u>	<u><u>\$5,554,472</u></u>	<u><u>\$750,000</u></u>

Belmont County, Ohio
Schedule of Revenues, Expenses and Changes
In Fund Equity - Budget (Non-GAAP Basis) and Actual
Park Health Center Fund
For the Year Ended December 31, 2004

	Final Budget	Actual	Variance Positive (Negative)
<i>Revenues:</i>			
Charges for Services	\$6,223,828	\$6,385,396	\$161,568
Interest Income	1,379	1,379	0
Other Non-Operating Revenue	7,273	10,359	3,086
Total Revenues	6,232,480	6,397,134	164,654
<i>Expenses:</i>			
Personal Services	3,846,717	3,808,563	38,154
Contractual Services	1,721,743	1,402,538	319,205
Materials and Supplies	480,000	462,239	17,761
Other	46,090	44,303	1,787
Capital Outlay	23,364	23,364	0
Debt Service:			
Principal Retirement	190,000	190,000	0
Interest and Fiscal Charges	159,180	159,180	0
Total Expenses	6,467,094	6,090,187	376,907
Excess of Revenues Over (Under) Expenses	(234,614)	306,947	541,561
Advances Out	(35,000)	(35,000)	0
Net Change in Fund Equity	(269,614)	271,947	541,561
Fund Equity at Beginning of Year	266,614	266,614	0
Prior Year Encumbrances Appropriated	3,000	3,000	0
Fund Equity at End of Year	\$0	\$541,561	\$541,561

Belmont County, Ohio
Schedule of Revenues, Expenses and Changes
In Fund Equity - Budget (Non-GAAP Basis) and Actual
Sanitary Sewer District 2 Fund
For the Year Ended December 31, 2004

	Final Budget	Actual	Variance Positive (Negative)
<i>Revenues:</i>			
Charges for Services	\$695,900	\$945,873	\$249,973
Tap-In Fees	4,100	4,100	0
Interest Income	0	3,557	3,557
Other Operating Revenue	0	20,047	20,047
Other Non-Operating Revenue	0	1,495	1,495
Proceeds of Notes	6,400,000	6,200,000	(200,000)
Total Revenues	7,100,000	7,175,072	75,072
<i>Expenses:</i>			
Personal Services	282,612	231,868	50,744
Contractual Services	966,495	399,320	567,175
Materials and Supplies	63,500	44,052	19,448
Other Non-Operating Expenses	8,795	1,127	7,668
Other Operating Expenses	31,066	2,528	28,538
Capital Outlay	843,493	843,493	0
Debt Service:			
Principal Retirement	5,971,336	5,971,336	0
Interest and Fiscal Charges	121,201	102,908	18,293
Total Expenses	8,288,498	7,596,632	691,866
Excess of Revenues Under Expenses	(1,188,498)	(421,560)	766,938
Advances In	200,000	200,000	0
Transfers Out	(409,787)	0	409,787
Net Change in Fund Equity	(1,398,285)	(221,560)	1,176,725
Fund Equity at Beginning of Year	1,651,264	1,651,264	0
Prior Year Encumbrances Appropriated	2,519	2,519	0
Fund Equity at End of Year	\$255,498	\$1,432,223	\$1,176,725

Belmont County, Ohio
Schedule of Revenues, Expenses and Changes
In Fund Equity - Budget (Non-GAAP Basis) and Actual
Water Works 3 Fund
For the Year Ended December 31, 2004

	Final Budget	Actual	Variance Positive (Negative)
<i>Revenues:</i>			
Charges for Services	\$1,962,020	\$2,875,146	\$913,126
Tap-In Fees	41,217	41,217	0
Interest Income	0	17,038	17,038
Operating Grants	12,823	12,823	0
Other Operating Revenue	3,940	18,728	14,788
Other Non-Operating Revenue	0	6,802	6,802
Proceeds of Notes	4,155,000	4,155,000	0
Total Revenues	6,175,000	7,126,754	951,754
<i>Expenses:</i>			
Personal Services	816,096	787,805	28,291
Contractual Services	631,367	489,502	141,865
Materials and Supplies	479,246	396,147	83,099
Other Non-Operating Expenses	33,511	6,276	27,235
Other Operating Expenses	221,686	8,455	213,231
Capital Outlay	3,816,061	3,032,962	783,099
Debt Service:			
Principal Retirement	3,729,836	3,403,763	326,073
Interest and Fiscal Charges	464,313	463,228	1,085
Total Expenses	10,192,116	8,588,138	1,603,978
Excess of Revenues Under Expenses	(4,017,116)	(1,461,384)	2,555,732
Advances Out	(200,000)	(200,000)	0
Transfers Out	(232,969)	0	232,969
Net Change in Fund Equity	(4,450,085)	(1,661,384)	2,788,701
Fund Equity at Beginning of Year	5,855,381	5,855,381	0
Prior Year Encumbrances Appropriated	5,270	5,270	0
Fund Equity at End of Year	\$1,410,566	\$4,199,267	\$2,788,701

Belmont County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Other Special Revenue Fund
For the Year Ended December 31, 2004

	Final Budget	Actual	Variance Positive (Negative)
<i><u>Revenues:</u></i>			
Charges for Services	\$752,140	\$1,160,531	\$408,391
Licenses and Permits	166,256	159,753	(6,503)
Fines and Forfeitures	1,200	2,075	875
Intergovernmental	1,575,180	1,828,950	253,770
Rent	80,000	99,518	19,518
Other	37,225	112,776	75,551
Total Revenues	2,612,001	3,363,603	751,602
<i><u>Expenditures:</u></i>			
Current:			
General Government -			
Legislative and Executive			
Real Estate Assessment			
Personal Services	215,899	152,692	63,207
Materials and Supplies	5,000	0	5,000
Contractual Services	386,468	322,702	63,766
Total Real Estate Assessment	607,367	475,394	131,973
Supplement Equipment Recorder			
Personal Services	51,024	49,571	1,453
Delinquent Real Estate Tax and Assessment Collection			
Personal Services	74,194	54,117	20,077
Contractual Services	50,408	50,338	70
Total Delinquent Real Estate Tax and Assessment Collection	124,602	104,455	20,147
Total General Government - Legislative and Executive	782,993	629,420	153,573
General Government - Judicial			
Certificate of Title Administration			
Personal Services	369,052	332,985	36,067
Materials and Supplies	14,488	7,744	6,744
Contractual Services	25,765	3,360	22,405
Total General Government - Judicial	409,305	344,089	65,216

(Continued)

Belmont County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Other Special Revenue Fund (Continued)
For the Year Ended December 31, 2004

	Final Budget	Actual	Variance Positive (Negative)
Public Safety			
Commissary			
Materials and Supplies	\$132,235	\$121,300	\$10,935
Homeland Security			
Capital Outlay	<u>167,469</u>	<u>167,469</u>	<u>0</u>
Total Public Safety	<u>299,704</u>	<u>288,769</u>	<u>10,935</u>
Public Works			
Litter/Recycling/Waste Disposal			
Personal Services	58,703	56,582	2,121
Materials and Supplies	55,888	53,402	2,486
Other	<u>3,741</u>	<u>0</u>	<u>3,741</u>
Total Litter/Recycling/Waste Disposal	<u>118,332</u>	<u>109,984</u>	<u>8,348</u>
County Emergency Preparedness			
Materials and Supplies	2,919	2,919	0
Contractual Services	39,144	39,114	30
Capital Outlay	74,513	74,513	0
Other	<u>773</u>	<u>555</u>	<u>218</u>
Total County Emergency Preparedness	<u>117,349</u>	<u>117,101</u>	<u>248</u>
Total Public Works	<u>235,681</u>	<u>227,085</u>	<u>8,596</u>
Health			
Dog and Kennel			
Personal Services	134,195	131,473	2,722
Materials and Supplies	3,800	8,141	(4,341)
Contractual Services	37,456	37,327	129
Other	<u>25,000</u>	<u>19,907</u>	<u>5,093</u>
Total Dog and Kennel	200,451	196,848	3,603
Marriage License			
Contractual Services	<u>17,456</u>	<u>17,456</u>	<u>0</u>
Total Health	<u>217,907</u>	<u>214,304</u>	<u>3,603</u>
Human Services			
Child Support Enforcement Agency			
Personal Services	912,980	873,033	39,947
Materials and Supplies	2,973	2,973	0
Contractual Services	<u>611,388</u>	<u>562,024</u>	<u>49,364</u>
Total Child Support Enforcement Agency	<u>1,527,341</u>	<u>1,438,030</u>	<u>89,311</u>
Oakview Administration			
Materials and Supplies	<u>131,900</u>	<u>103,731</u>	<u>28,169</u>

(Continued)

Belmont County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Other Special Revenue Fund (Continued)
For the Year Ended December 31, 2004

	Final Budget	Actual	Variance Positive (Negative)
County Home Special Contractual Services	\$6,591	\$1,232	\$5,359
Total Human Services	1,665,832	1,542,993	122,839
Total Expenditures	3,611,422	3,246,660	364,762
Excess of Revenues Over (Under) Expenditures	(999,421)	116,943	1,116,364
<i>Other Financing Sources (Uses):</i>			
Advances In	10,000	30,000	20,000
Advances Out	(31,000)	(31,000)	0
Transfers In	40,000	108,852	68,852
Total Other Financing Sources (Uses)	19,000	107,852	88,852
Net Change in Fund Balance	(980,421)	224,795	1,205,216
Fund Balance at Beginning of Year	1,916,929	1,916,929	0
Prior Year Encumbrances Appropriated	92,060	92,060	0
Fund Balance at End of Year	<u>\$1,028,568</u>	<u>\$2,233,784</u>	<u>\$1,205,216</u>

Belmont County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Law Enforcement Fund
For the Year Ended December 31, 2004

	Final Budget	Actual	Variance Positive (Negative)
<i><u>Revenues:</u></i>			
Charges for Services	\$11,111	\$26,045	\$14,934
Licenses and Permits	20,664	20,799	135
Fines and Forfeitures	0	13,180	13,180
Intergovernmental	287,241	303,414	16,173
Other	6,819	3,691	(3,128)
Total Revenues	325,835	367,129	41,294
<i><u>Expenditures:</u></i>			
Current:			
Public Safety			
Law Enforcement			
Personal Services	320,702	277,422	43,280
Materials and Supplies	41,025	38,186	2,839
Contractual Services	210,515	44,135	166,380
Capital Outlay	44,780	44,717	63
Other	1,417	1,104	313
Total Expenditures	618,439	405,564	212,875
Excess of Revenues Under Expenditures	(292,604)	(38,435)	254,169
<i><u>Other Financing Sources:</u></i>			
Advances In	23,242	23,242	0
Transfers In	18,720	18,720	0
Total Other Financing Sources	41,962	41,962	0
Net Change in Fund Balance	(250,642)	3,527	254,169
Fund Balance at Beginning of Year	250,734	250,734	0
Prior Year Encumbrances Appropriated	7,330	7,330	0
Fund Balance at End of Year	\$7,422	\$261,591	\$254,169

Belmont County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Road and Bridge Fund
For the Year Ended December 31, 2004

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<i><u>Revenues:</u></i>			
Permissive Sales Taxes	\$500,000	\$500,000	\$0
<i><u>Expenditures:</u></i>			
Current:			
Public Works			
Road and Bridge			
Contractual Services	<u>721,481</u>	<u>641,578</u>	<u>79,903</u>
Net Change in Fund Balance	(221,481)	(141,578)	79,903
Fund Balance at Beginning of Year	43,799	43,799	0
Prior Year Encumbrances Appropriated	<u>177,682</u>	<u>177,682</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$0</u></u>	<u><u>\$79,903</u></u>	<u><u>\$79,903</u></u>

Belmont County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Emergency 911 Fund
For the Year Ended December 31, 2004

	Final Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Charges for Services	\$0	\$7,200	\$7,200
<u>Expenditures:</u>			
Current:			
Public Safety			
911 Emergency			
Contractual Services	234,045	120,541	113,504
Capital Outlay	191,000	174,652	16,348
Other	5,000	3,080	1,920
Total Expenditures	430,045	298,273	131,772
Net Change in Fund Balance	(430,045)	(291,073)	138,972
Fund Balance at Beginning of Year	566,568	566,568	0
Prior Year Encumbrances Appropriated	241,600	241,600	0
Fund Balance at End of Year	<u>\$378,123</u>	<u>\$517,095</u>	<u>\$138,972</u>

Belmont County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Lodging Excise Tax Fund
For the Year Ended December 31, 2004

	Final Budget	Actual	Variance Positive (Negative)
<u>Revenues:</u>			
Property and Other Local Taxes	\$200,000	\$280,045	\$80,045
Other	0	10	10
Total Revenues	<u>200,000</u>	<u>280,055</u>	<u>80,055</u>
<u>Expenditures:</u>			
Current:			
Economic Development and Assistance			
Lodging Excise Tax			
Personal Services	5,600	5,400	200
Contractual Services	335,071	334,928	143
Total Expenditures	<u>340,671</u>	<u>340,328</u>	<u>343</u>
Net Change in Fund Balance	(140,671)	(60,273)	80,398
Fund Balance at Beginning of Year	299,162	299,162	0
Prior Year Encumbrances Appropriated	<u>34,071</u>	<u>34,071</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$192,562</u></u>	<u><u>\$272,960</u></u>	<u><u>\$80,398</u></u>

Belmont County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Motor Vehicle and Gasoline Tax Fund
For the Year Ended December 31, 2004

	Final Budget	Actual	Variance Positive (Negative)
<i><u>Revenues:</u></i>			
Fines and Forfeitures	\$100,000	\$91,238	(\$8,762)
Intergovernmental	2,442,207	4,124,808	1,682,601
Licenses and Permits	0	212,953	212,953
Interest	0	2,260	2,260
Other	9,734	13,293	3,559
	<u>2,551,941</u>	<u>4,444,552</u>	<u>1,892,611</u>
<i><u>Expenditures:</u></i>			
Current:			
Public Works			
Motor Vehicle and Gasoline Tax			
Personal Services	2,889,098	2,618,904	270,194
Materials and Supplies	1,388,454	1,379,510	8,944
Contractual Services	511,400	472,412	38,988
Capital Outlay	282,184	282,184	0
	<u>5,071,136</u>	<u>4,753,010</u>	<u>318,126</u>
Total Expenditures	<u>5,071,136</u>	<u>4,753,010</u>	<u>318,126</u>
Excess of Revenues Under Expenditures	<u>(2,519,195)</u>	<u>(308,458)</u>	<u>2,210,737</u>
<i><u>Other Financing Sources (Uses):</u></i>			
Transfers In	1,900,000	0	(1,900,000)
Transfers Out	(178,000)	(178,000)	0
	<u>1,722,000</u>	<u>(178,000)</u>	<u>(1,900,000)</u>
Total Other Financing Sources (Uses)	<u>1,722,000</u>	<u>(178,000)</u>	<u>(1,900,000)</u>
Net Change in Fund Balance	(797,195)	(486,458)	310,737
Fund Balance at Beginning of Year	454,417	454,417	0
Prior Year Encumbrances Appropriated	478,709	478,709	0
Fund Balance at End of Year	<u>\$135,931</u>	<u>\$446,668</u>	<u>\$310,737</u>

Belmont County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Juvenile Court Fund
For the Year Ended December 31, 2004

	Final Budget	Actual	Variance Positive (Negative)
<i><u>Revenues:</u></i>			
Charges for Services	\$283,444	\$283,610	\$166
Fines and Forfeitures	21,839	21,874	35
Intergovernmental	140,552	140,695	143
Other	1,150	1,405	255
Total Revenues	446,985	447,584	599
<i><u>Expenditures:</u></i>			
Current:			
Public Safety			
Juvenile Court			
Personal Services	406,145	396,158	9,987
Materials and Supplies	161	0	161
Contractual Services	225,274	204,900	20,374
Other	6,699	6,418	281
Total Expenditures	638,279	607,476	30,803
Excess of Revenues Under Expenditures	(191,294)	(159,892)	31,402
<i><u>Other Financing Sources (Uses):</u></i>			
Advance In	129,384	0	(129,384)
Advance Out	(130,920)	0	130,920
Total Other Financing Sources (Uses)	(1,536)	0	1,536
Net Change in Fund Balance	(192,830)	(159,892)	32,938
Fund Balance at Beginning of Year	193,524	193,524	0
Fund Balance at End of Year	\$694	\$33,632	\$32,938

Belmont County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Mental Health Fund
For the Year Ended December 31, 2004

	Final Budget	Actual	Variance Positive (Negative)
<u>Revenues:</u>			
Property and Other Local Taxes	\$817,615	\$817,615	\$0
Intergovernmental	154,091	154,091	0
Total Revenues	971,706	971,706	0
<u>Expenditures:</u>			
Current:			
Intergovernmental			
Contractual Services	971,706	971,706	0
Net Change in Fund Balance	0	0	0
Fund Balance at Beginning of Year	0	0	0
Fund Balance at End of Year	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

Belmont County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
In - Home Care Levy Fund
For the Year Ended December 31, 2004

	Final Budget	Actual	Variance Positive (Negative)
<u>Revenues:</u>			
Property and Other Local Taxes	\$1,063,892	\$1,295,690	\$231,798
Intergovernmental	236,108	237,983	1,875
Total Revenues	1,300,000	1,533,673	233,673
<u>Expenditures:</u>			
Current:			
Health			
In Home Care Levy			
Contractual Services	1,912,927	1,910,771	2,156
Net Change in Fund Balance	(612,927)	(377,098)	235,829
Fund Balance at Beginning of Year	960,675	960,675	0
Prior Year Encumbrances Appropriated	212,928	212,928	0
Fund Balance at End of Year	<u>\$560,676</u>	<u>\$796,505</u>	<u>\$235,829</u>

Belmont County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Children Services Fund
For the Year Ended December 31, 2004

	Final Budget	Actual	Variance Positive (Negative)
<i><u>Revenues:</u></i>			
Property and Other Local Taxes	\$231,335	\$400,087	\$168,752
Charges for Services	635,540	703,536	67,996
Intergovernmental	1,780,708	2,084,611	303,903
Other	0	19,058	19,058
Total Revenues	2,647,583	3,207,292	559,709
<i><u>Expenditures:</u></i>			
Current:			
Human Services			
Children Services			
Personal Services	662,004	661,226	778
Contractual Services	2,264,004	2,192,759	71,245
Other	188,401	103,751	84,650
Total Expenditures	3,114,409	2,957,736	156,673
Excess of Revenues Over (Under) Expenditures	(466,826)	249,556	716,382
<i><u>Other Financing Sources (Uses):</u></i>			
Transfers In	412,043	0	(412,043)
Transfers Out	(412,043)	0	412,043
Total Other Financing Sources (Uses)	0	0	0
Net Change in Fund Balance	(466,826)	249,556	716,382
Fund Balance at Beginning of Year	469,777	469,777	0
Fund Balance at End of Year	\$2,951	\$719,333	\$716,382

Belmont County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
County Courts Fund
For the Year Ended December 31, 2004

	Final Budget	Actual	Variance Positive (Negative)
<i><u>Revenues:</u></i>			
Fines and Forfeitures	\$147,735	\$389,676	\$241,941
<i><u>Expenditures:</u></i>			
Current:			
General Government - Judicial			
County Courts			
Personal Services	206,110	185,265	20,845
Materials and Supplies	272,740	73,258	199,482
Contractual Services	293,920	97,714	196,206
Capital Outlay	28,376	10,743	17,633
Total County Courts	801,146	366,980	434,166
Debt Service			
Principal Retirement	187,000	175,000	12,000
Interest and Fiscal Charges	2,600	2,600	0
Total Debt Service	189,600	177,600	12,000
Total Expenditures	990,746	544,580	446,166
Excess of Revenues Under Expenditures	(843,011)	(154,904)	688,107
<i><u>Other Financing Sources (Uses):</u></i>			
Bond Anticipation Notes Issued	145,000	145,000	0
Transfers In	14,510	12,290	(2,220)
Transfers Out	(24,529)	0	24,529
Total Other Financing Sources (Uses)	134,981	157,290	22,309
Net Change in Fund Balance	(708,030)	2,386	710,416
Fund Balance at Beginning of Year	710,577	710,577	0
Prior Year Encumbrances Appropriated	2,113	2,113	0
Fund Balance at End of Year	\$4,660	\$715,076	\$710,416

Belmont County, Ohio
 Schedule of Revenues, Expenditures and Changes
 In Fund Balance - Budget (Non-GAAP Basis) and Actual
 Commissioners CDBG Fund
 For the Year Ended December 31, 2004

	Final Budget	Actual	Variance Positive (Negative)
<i><u>Revenues:</u></i>			
Intergovernmental	\$693,368	\$693,368	\$0
<i><u>Expenditures:</u></i>			
Current:			
Public Works			
Commissioners CDBG			
Contractual Services	717,903	717,897	6
Net Change in Fund Balance	(24,535)	(24,529)	6
Fund Balance at Beginning of Year	24,555	24,555	0
Fund Balance at End of Year	\$20	\$26	\$6

Belmont County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Debt Service Fund
For the Year Ended December 31, 2004

	Final Budget	Actual	Variance Positive (Negative)
<i>Revenues:</i>			
Rent	\$79,881	\$86,770	\$6,889
Interest	0	798	798
Total Revenues	<u>79,881</u>	<u>87,568</u>	<u>7,687</u>
<i>Expenditures:</i>			
Debt Service			
Principal Retirement	371,220	370,000	1,220
Interest and Fiscal Charges	<u>192,378</u>	<u>192,376</u>	<u>2</u>
Total Debt Service	<u>563,598</u>	<u>562,376</u>	<u>1,222</u>
Excess of Revenues Under Expenditures	(483,717)	(474,808)	8,909
<i>Other Financing Source:</i>			
Transfers In	<u>449,705</u>	<u>485,585</u>	<u>(35,880)</u>
Net Change in Fund Balance	(34,012)	10,777	44,789
Fund Balance at Beginning of Year	<u>44,191</u>	<u>44,191</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$10,179</u></u>	<u><u>\$54,968</u></u>	<u><u>\$44,789</u></u>

Belmont County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Permanent Improvement Fund
For the Year Ended December 31, 2004

	Final Budget	Actual	Variance Positive (Negative)
<i>Revenues:</i>			
Other	\$25,000	\$0	(\$25,000)
<i>Expenditures:</i>			
Capital Outlay			
Permanent Improvement			
Contractual Services	457,633	410,513	47,120
Debt Service			
Principal Retirement	1,280,000	1,280,000	0
Interest and Fiscal Charges	21,388	19,859	1,529
Total Debt Service	1,301,388	1,299,859	1,529
Total Expenditures	1,759,021	1,710,372	48,649
Excess of Revenues Under Expenditures	(1,734,021)	(1,710,372)	23,649
<i>Other Financing Sources:</i>			
Bond Anticipation Notes Issued	1,120,000	1,120,000	0
Transfers In	178,816	178,000	(816)
Total Other Financing Sources	1,298,816	1,298,000	(816)
Net Change in Fund Balance	(435,205)	(412,372)	22,833
Fund Balance at Beginning of Year	1,733,401	1,733,401	0
Fund Balance at End of Year	\$1,298,196	\$1,321,029	\$22,833

Belmont County, Ohio
 Schedule of Revenues, Expenditures and Changes
 In Fund Balance - Budget (Non-GAAP Basis) and Actual
 Issue II Fund
 For the Year Ended December 31, 2004

	Final Budget	Actual	Variance Positive (Negative)
<i>Revenues:</i>			
Intergovernmental	\$252,241	\$252,241	\$0
<i>Expenditures:</i>			
Capital Outlay			
Issue Two			
Contractual Services	252,241	252,241	0
Net Change in Fund Balance	0	0	0
Fund Balance at Beginning of Year	0	0	0
Fund Balance at End of Year	\$0	\$0	\$0

Belmont County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Satellite Building Construction Fund
For the Year Ended December 31, 2004

	Final Budget	Actual	Variance Positive (Negative)
<i><u>Revenues:</u></i>			
Rent	\$25,769	\$28,551	\$2,782
Interest	905	10,610	9,705
Other	0	10,810	10,810
Total Revenues	<u>26,674</u>	<u>49,971</u>	<u>23,297</u>
<i><u>Expenditures:</u></i>			
Capital Outlay			
Satellite Building Construction			
Capital Outlay	<u>376,249</u>	<u>368,744</u>	<u>7,505</u>
Debt Service			
Principal Retirement	1,527,811	1,500,000	27,811
Interest and Fiscal Charges	<u>25,801</u>	<u>25,231</u>	<u>570</u>
Total Debt Service	<u>1,553,612</u>	<u>1,525,231</u>	<u>28,381</u>
Total Expenditures	<u>1,929,861</u>	<u>1,893,975</u>	<u>35,886</u>
Excess of Revenues Under Expenditures	(1,903,187)	(1,844,004)	59,183
<i><u>Other Financing Source:</u></i>			
Bond Anticipation Notes Issued	<u>1,485,000</u>	<u>1,485,000</u>	<u>0</u>
Net Change in Fund Balance	(418,187)	(359,004)	59,183
Fund Balance at Beginning of Year	1,103,316	1,103,316	0
Prior Year Encumbrances Appropriated	<u>5,002</u>	<u>5,002</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$690,131</u></u>	<u><u>\$749,314</u></u>	<u><u>\$59,183</u></u>

Belmont County, Ohio
Schedule of Revenues, Expenses and Changes
In Fund Equity - Budget (Non-GAAP Basis) and Actual
Water Works 1 Fund
For the Year Ended December 31, 2004

	Final Budget	Actual	Variance Positive (Negative)
<i>Revenues:</i>			
Charges for Services	\$149,180	\$213,050	\$63,870
Tap-In Fees	820	820	0
Total Revenues	150,000	213,870	63,870
<i>Expenses:</i>			
Contractual Services	408,732	335,453	73,279
Net Change in Fund Equity	(258,732)	(121,583)	137,149
Fund Equity at Beginning of Year	163,732	163,732	0
Prior Year Encumbrances Appropriated	95,000	95,000	0
Fund Equity at End of Year	\$0	\$137,149	\$137,149

Belmont County, Ohio
Schedule of Revenues, Expenses and Changes
In Fund Equity - Budget (Non-GAAP Basis) and Actual
Sanitary Sewer District 1 Fund
For the Year Ended December 31, 2004

	Final Budget	Actual	Variance Positive (Negative)
<i>Revenues:</i>			
Charges for Services	\$211,286	\$242,547	\$31,261
Tap-In Fees	400	400	0
Interest Income	0	3,775	3,775
Operating Grants	13,314	13,314	0
Other Operating Revenue	0	93	93
Other Non-Operating Revenue	0	1,551	1,551
Total Revenues	225,000	261,680	36,680
<i>Expenses:</i>			
Personal Services	160,349	119,782	40,567
Contractual Services	282,560	255,464	27,096
Materials and Supplies	30,300	22,829	7,471
Other Non-Operating Expenses	6,354	1,484	4,870
Total Expenses	479,563	399,559	80,004
Excess of Revenues Under Expenses	(254,563)	(137,879)	116,684
Advances In	0	200,000	200,000
Advances Out	(5,500)	0	5,500
Transfers In	200,000	0	(200,000)
Net Change in Fund Equity	(60,063)	62,121	122,184
Fund Equity at Beginning of Year	1,282,066	1,282,066	0
Fund Equity at End of Year	\$1,222,003	\$1,344,187	\$122,184

Belmont County, Ohio
Schedule of Revenues, Expenses and Changes
In Fund Equity - Budget (Non-GAAP Basis) and Actual
Sanitary Sewer District 3A Fund
For the Year Ended December 31, 2004

	Final Budget	Actual	Variance Positive (Negative)
<i>Revenues:</i>			
Charges for Services	\$30,000	\$45,160	\$15,160
Other Operating Revenue	0	28	28
Other Non-Operating Revenue	0	3,213	3,213
Total Revenues	30,000	48,401	18,401
<i>Expenses:</i>			
Personal Services	46,317	22,174	24,143
Contractual Services	20,231	16,917	3,314
Materials and Supplies	15,000	5,291	9,709
Other Non-Operating Expenses	8,889	2,816	6,073
Other Operating Expenses	5,697	320	5,377
Debt Service:			
Principal Retirement	8,664	8,664	0
Interest and Fiscal Charges	271	271	0
Total Expenses	105,069	56,453	48,616
Excess of Revenues Under Expenses	(75,069)	(8,052)	67,017
Advances Out	(36,000)	(36,000)	0
Net Change in Fund Equity	(111,069)	(44,052)	67,017
Fund Equity at Beginning of Year	111,069	111,069	0
Prior Year Encumbrances Appropriated	950	950	0
Fund Equity at End of Year	\$950	\$67,967	\$67,017

Belmont County, Ohio
Schedule of Revenues, Expenses and Changes
In Fund Equity - Budget (Non-GAAP Basis) and Actual
Sanitary Sewer District 3B Fund
For the Year Ended December 31, 2004

	Final Budget	Actual	Variance Positive (Negative)
<i>Revenues:</i>			
Charges for Services	\$14,788	\$20,736	\$5,948
Tap-In Fees	212	212	0
Other Operating Revenue	0	490	490
Other Non-Operating Revenue	0	168	168
Total Revenues	15,000	21,606	6,606
<i>Expenses:</i>			
Personal Services	8,366	4,971	3,395
Contractual Services	15,283	8,948	6,335
Materials and Supplies	600	375	225
Other Non-Operating Expenses	476	51	425
Other Operating Expenses	6,953	306	6,647
Total Expenses	31,678	14,651	17,027
Net Change in Fund Equity	(16,678)	6,955	23,633
Fund Equity at Beginning of Year	16,679	16,679	0
Fund Equity at End of Year	\$1	\$23,634	\$23,633

Belmont County, Ohio
Schedule of Revenues, Expenses and Changes
In Fund Equity - Budget (Non-GAAP Basis) and Actual
Sanitary Sewer District 3C Fund
For the Year Ended December 31, 2004

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<i>Revenues:</i>			
Charges for Services	\$0	\$1,983	\$1,983
<i>Expenses:</i>			
Total Expenses	<u>0</u>	<u>0</u>	<u>0</u>
Excess of Revenues Over Expenses	0	1,983	1,983
Transfers Out	<u>(10,467)</u>	<u>0</u>	<u>10,467</u>
Net Change in Fund Equity	(10,467)	1,983	12,450
Fund Equity at Beginning of Year	<u>10,467</u>	<u>10,467</u>	<u>0</u>
Fund Equity at End of Year	<u><u>\$0</u></u>	<u><u>\$12,450</u></u>	<u><u>\$12,450</u></u>

Belmont County, Ohio
Schedule of Revenues, Expenses and Changes
In Fund Equity - Budget (Non-GAAP Basis) and Actual
Water Works 2 Fund
For the Year Ended December 31, 2004

	Final Budget	Actual	Variance Positive (Negative)
<i>Revenues:</i>			
Charges for Services	\$748,728	\$845,938	\$97,210
Tap-In Fees	4,218	4,218	0
Interest Income	0	3,541	3,541
Grants	3,135	3,135	0
Other Operating Revenue	343	301	(42)
Other Non-Operating Revenue	0	2,328	2,328
Total Revenues	756,424	859,461	103,037
<i>Expenses:</i>			
Personal Services	280,721	242,840	37,881
Contractual Services	1,156,258	713,822	442,436
Materials and Supplies	121,952	101,854	20,098
Other Non-Operating Expenses	14,648	2,510	12,138
Other Operating Expenses	22,146	917	21,229
Total Expenses	1,595,725	1,061,943	533,782
Excess of Revenues Under Expenses	(839,301)	(202,482)	636,819
Advances In	43,576	36,000	(7,576)
Advances Out	(230,800)	(200,000)	30,800
Net Change in Fund Equity	(1,026,525)	(366,482)	660,043
Fund Equity at Beginning of Year	1,026,525	1,026,525	0
Prior Year Encumbrances Appropriated	1,922	1,922	0
Fund Equity at End of Year	\$1,922	\$661,965	\$660,043

Statistical Section

Statistical Section

The following unaudited statistical tables reflect social and economic data,
financial trends and fiscal capacity of the County

Belmont County, Ohio
General Governmental Expenditures By Function (1)
Last Ten Years

	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
General Government:				
Legislative and Executive	\$7,113,814	\$6,083,730	\$6,169,257	\$6,176,145
Judicial	2,797,453	2,788,251	3,087,798	3,175,540
Public Safety	7,774,516	6,776,390	6,990,082	6,155,662
Public Works	6,132,243	5,558,015	5,259,793	5,347,480
Health	10,379,494	9,490,942	9,350,695	8,993,243
Human Services	14,047,293	14,669,348	16,025,186	17,411,734
Economic Development and Assistance	333,973	199,388	214,004	185,988
Other	11,634	7,385	70,599	154,725
Capital Outlay	778,671	1,396,148	2,594,580	3,360,123
Intergovernmental	1,957,473	1,951,735	1,299,529	1,598,577
Debt Service	<u>2,739,536</u>	<u>1,331,280</u>	<u>821,229</u>	<u>953,177</u>
Total Expenditures	<u>\$54,066,100</u>	<u>\$50,252,612</u>	<u>\$51,882,752</u>	<u>\$53,512,394</u>

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

Source: Belmont County Auditor's Office

<u>2000</u>	<u>1999</u>	<u>1998</u>	<u>1997</u>	<u>1996</u>	<u>1995</u>
\$5,983,187	\$5,670,302	\$5,331,289	\$5,318,874	\$4,233,017	\$3,921,441
2,428,572	2,505,053	2,111,035	1,805,575	1,775,612	1,815,486
6,535,237	8,063,661	7,652,682	4,394,773	3,040,812	2,398,103
5,154,302	5,306,216	4,707,255	3,986,521	5,591,739	4,167,109
8,622,523	6,895,673	6,277,363	6,172,397	5,957,070	6,242,388
16,930,171	14,649,887	13,303,681	11,453,123	10,744,011	9,652,707
236,848	250,420	135,190	133,314	164,728	133,645
12,877	10,005	8,887	3,577	20	9,618
1,388,064	3,159,859	2,317,852	1,505,552	4,061,488	4,927,466
1,502,824	1,445,760	1,355,458	1,675,489	1,621,641	1,397,634
<u>871,509</u>	<u>842,626</u>	<u>799,499</u>	<u>663,858</u>	<u>596,900</u>	<u>551,244</u>
<u>\$49,666,114</u>	<u>\$48,799,462</u>	<u>\$44,000,191</u>	<u>\$37,113,053</u>	<u>\$37,787,038</u>	<u>\$35,216,841</u>

Table 2

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Belmont County, Ohio
General Governmental Revenues By Source (1)
Last Ten Years

	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
Property and Other Local Taxes	\$9,227,401	\$8,747,834	\$8,452,976	\$9,176,273
Permissive Sales Taxes	11,870,097	11,551,273	12,164,190	11,073,479
Charges for Services	4,364,601	4,416,547	3,753,785	3,648,773
Licenses and Permits	402,889	400,212	166,680	173,455
Fines and Forfeitures	834,747	1,057,787	1,524,680	1,422,726
Intergovernmental	24,573,546	22,990,980	26,462,580	23,882,811
Interest	811,192	745,299	1,076,950	1,886,106
Rent	220,373	238,072	259,601	289,567
Other	<u>494,267</u>	<u>436,823</u>	<u>2,008,539</u>	<u>1,515,250</u>
Total Revenues	<u><u>\$52,799,113</u></u>	<u><u>\$50,584,827</u></u>	<u><u>\$55,869,981</u></u>	<u><u>\$53,068,440</u></u>

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

Source: Belmont County Auditor's Office

<u>2000</u>	<u>1999</u>	<u>1998</u>	<u>1997</u>	<u>1996</u>	<u>1995</u>
\$8,679,961	\$6,995,841	\$6,689,018	\$5,692,443	\$5,766,745	\$5,401,744
10,439,029	10,292,926	9,766,722	9,204,245	8,302,678	7,395,112
3,586,695	3,663,224	3,078,449	2,840,054	2,152,391	2,147,543
136,912	142,019	152,337	145,325	139,813	127,137
1,275,964	1,224,914	1,154,692	976,711	911,911	888,204
24,059,626	21,881,140	20,386,557	18,691,589	20,264,428	16,450,977
2,020,048	1,561,873	1,751,121	1,286,800	1,188,495	1,145,396
252,975	257,121	245,020	247,046	263,838	262,990
<u>1,522,666</u>	<u>990,546</u>	<u>1,970,078</u>	<u>911,018</u>	<u>362,601</u>	<u>383,968</u>
<u><u>\$51,973,876</u></u>	<u><u>\$47,009,604</u></u>	<u><u>\$45,193,994</u></u>	<u><u>\$39,995,231</u></u>	<u><u>\$39,352,900</u></u>	<u><u>\$34,203,071</u></u>

Belmont County, Ohio
Property Tax Levies and Collections - Real and Public Utility Property (3)
Last Ten Years

Year	Total Tax Levy (1)	Current Collections (1)	Percent of Levy Collected	Delinquent Collections (2)	Total Collections
1995	\$33,874,709	\$32,813,519	96.87%	\$1,046,106	\$33,859,625
1996	34,041,204	33,087,175	97.20%	1,060,402	34,147,577
1997	34,068,776	33,078,044	97.09%	1,070,874	34,148,918
1998	38,448,779	37,330,400	97.09%	1,190,046	38,520,446
1999	39,384,547	38,294,932	97.23%	1,051,179	39,346,111
2000	42,286,772	40,587,605	95.98%	1,158,495	41,746,100
2001	9,721,745	9,186,513	94.49%	332,100	9,518,613
2002	9,794,443	9,434,055	96.32%	352,302	9,786,357
2003	9,891,808	9,227,415	93.28%	357,100	9,584,515
2004	9,948,496	9,556,064	96.06%	363,475	9,919,539

(1) Includes rollback and homestead

(2) Includes amounts collected from penalties, interest, and other additional delinquent collections

(3) Includes penalties, interest and other additional delinquent charges.

(4) 1995-2000 include all levies and collections for the subdivisions and the County.

2001, 2002, 2003 and 2004 include levies and collections for the County's share only.

Source: Belmont County Auditor's Office

<u>Percent of Total Collections to Tax Levy</u>	<u>Outstanding Delinquent Taxes (3)</u>	<u>Percent of Delinquent Taxes to Tax Levy</u>
99.96%	\$2,498,536	7.38%
100.31%	1,505,402	4.42%
100.24%	1,487,328	4.37%
100.19%	1,546,811	4.02%
99.90%	1,697,148	4.31%
98.72%	1,940,512	4.59%
97.91%	2,057,646	21.17%
99.92%	1,001,989	10.23%
96.89%	1,066,045	10.78%
99.71%	927,339	9.32%

Table 4

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Belmont County, Ohio
Property Tax Levies and Collections - Tangible Personal Property (2)
Last Ten Years

Year	Total Tax Levy	Current Collections	Percent of Levy Collected	Delinquent Collections (1)	Total Collections
1995	\$3,199,171	\$3,172,309	99.16%	\$89,983	\$3,262,292
1996	3,487,688	3,252,554	93.26%	606,567	3,859,121
1997	3,566,358	3,510,297	98.43%	110,708	3,621,005
1998	4,096,218	4,329,467	105.69%	169,885	4,499,352
1999	4,719,682	4,656,202	98.65%	250,429	4,906,631
2000	5,229,654	5,034,395	96.27%	143,993	5,178,388
2001	1,557,250	1,385,211	88.95%	152,386	1,537,597
2002	1,575,455	1,178,661	74.81%	138,622	1,317,283
2003	1,378,708	1,057,083	76.67%	242,463	1,299,546
2004	1,400,481	1,351,882	96.53%	268,397	1,620,279

(1) Includes amounts collected from penalties, interest, and other additional delinquent collections

(2) 1995-2000 include all levies and collections for the subdivisions and the County.

2001, 2002, 2003 and 2004 include levies and collections for the County's share only.

Source: Belmont County Auditor's Office

<u>Percent of Total Collections to Tax Levy (1)</u>	<u>Outstanding Delinquent Taxes (1)</u>	<u>Percent of Delinquent Taxes to Tax Levy</u>
101.97%	\$755,309	23.61%
110.65%	743,562	21.32%
101.53%	677,161	18.99%
109.84%	301,018	7.35%
103.96%	383,744	8.13%
99.02%	457,116	8.74%
98.74%	349,590	22.45%
83.61%	285,360	18.11%
94.26%	98,203	7.12%
115.69%	87,157	6.22%

Table 5

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Belmont County, Ohio
Assessed and Estimated Actual Values of Taxable Property
Last Ten Years

Year	Real Property (1)		Tangible Personal Property	
	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value
1995	\$484,018,360	\$1,382,909,600	\$63,809,135	\$255,236,540
1996	486,543,620	1,390,124,629	65,564,600	262,258,400
1997	493,371,210	1,409,632,028	70,189,570	280,758,280
1998	555,310,820	1,586,602,343	71,480,220	285,920,880
1999	568,328,790	1,623,797,057	79,367,420	317,468,680
2000	583,110,030	1,666,028,658	90,798,660	363,194,640
2001	704,474,270	2,012,783,600	95,346,660	381,386,640
2002	709,742,280	2,027,835,086	105,868,250	423,473,000
2003	776,709,180	2,047,993,285	99,906,349	400,520,000
2004	787,861,230	2,251,032,086	103,205,611	412,822,444

(1) Real Property Values Include Public Utility Real Property

Source: Belmont County Auditor's Office

Public Utility Tangible Personal		Total		Assessed Value Ratio
Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	
\$139,686,840	\$139,686,840	\$687,514,335	\$1,777,832,980	38.67%
130,929,170	130,929,170	683,037,390	1,783,312,199	38.30%
121,078,420	137,589,113	684,639,200	1,827,979,421	37.45%
119,186,700	135,439,432	745,977,740	2,007,962,655	37.15%
120,635,400	137,085,682	768,331,610	2,078,351,419	36.97%
116,235,780	126,227,932	790,144,470	2,155,451,230	36.66%
118,483,570	134,640,400	918,304,500	2,528,810,640	36.31%
71,462,320	81,207,181	887,072,850	2,532,515,267	35.03%
70,943,740	80,423,568	947,559,269	2,528,936,853	37.47%
71,960,900	82,035,426	963,027,741	2,745,889,956	35.07%

Belmont County, Ohio
Property Tax Rates - Direct and Overlapping Governments (1)
Per Thousand Dollars of Assessed Value
Last Ten Years

County Units	1995	1996	1997	1998
General Fund	\$2.30	\$2.30	\$2.30	\$2.30
Mental Health	1.50	1.50	1.50	1.50
Mental Retardation	4.50	4.50	4.50	4.50
Child Welfare	1.00	1.00	1.00	1.00
Senior Citizens Services	1.00	1.00	1.00	2.00
Total County Units	\$10.30	\$10.30	\$10.30	\$11.30
School Districts Wholly within County				
Barnesville	\$43.90	\$43.90	\$43.90	\$43.90
Bellaire	35.45	35.45	35.45	35.45
Bridgeport	35.60	41.35	41.35	41.35
Martins Ferry	39.60	39.70	39.45	39.45
Shadyside	34.40	34.40	34.40	34.40
St. Clairsville-Richland	34.20	34.20	34.20	34.20
Union Local	35.45	40.08	40.08	40.05
School Districts Partially within County				
Buckeye Local (1)	32.85	32.85	32.85	32.85
Harrison Hills	39.70	39.70	39.70	39.70
Switzerland of Ohio	35.00	35.40	37.90	37.90
Joint Vocational School Districts				
Belmont Career Center	1.95	1.95	1.95	1.95
Buckeye Local	1.00	1.00	1.00	1.00
Corporations				
Barnesville	4.00	4.00	4.00	4.00
Bellaire	5.60	5.60	5.60	5.60
Belmont	12.55	12.55	12.55	12.55
Bethesda	11.55	10.55	10.55	14.05
Bridgeport	14.25	15.75	15.75	15.75
Brookside	8.75	8.75	8.75	8.75
Fairview	7.70	7.70	7.70	7.70
Flushing	11.85	11.85	11.85	11.85
Holloway	15.25	15.25	15.25	15.25
Martins Ferry	7.60	7.60	7.60	7.60
Morristown	4.05	4.05	6.05	6.05
Powhatan	8.00	8.00	8.00	8.00
Shadyside	16.35	16.35	18.35	18.35
St. Clairsville	12.35	12.35	12.35	12.35
Wilson	6.10	6.40	6.40	6.40
Yorkville	11.70	11.70	11.70	11.70
Townships				
Colerain	2.70	2.70	2.70	2.70
Flushing	2.70	2.70	2.70	2.70
Goshen	5.30	5.30	5.30	5.30
Kirkwood	5.25	5.25	5.25	5.25
Mead	4.90	4.40	4.40	4.40
Pease	2.60	2.60	2.60	2.60
Pultney	7.55	7.55	7.55	7.55
Richland	6.65	6.65	6.65	8.65
Smith	6.05	6.05	6.05	6.05
Somerset	6.10	6.10	6.10	6.10
Union	5.20	5.20	7.20	7.20
Warren	4.80	4.80	4.80	4.80
Washington	4.40	4.40	4.40	4.40
Wayne	5.00	5.00	5.00	5.00
Wheeling	6.15	6.15	6.15	6.15
York	5.30	5.30	5.30	5.30
Special Districts				
Bellaire LSD FD #1	3.50	3.50	3.50	3.50
Bridgeport EVSD FD #1 (Colerain)	3.50	3.50	3.50	3.50
Bridgeport EVSD FD #1 (Pease)	3.50	3.50	3.50	3.50
Bridgeport EVSD FD #2	4.50	4.50	4.50	4.50
Bridgeport EVSD HV FD #3 (Colerain)	3.00	3.00	3.00	3.00
Bridgeport EVSD HV FD #3 (Pease)	3.00	3.00	3.00	3.00
Buckeye LSD FR #2	4.50	4.50	4.50	4.50
Buckeye LSD Hill Valley FD #3	3.00	3.00	3.00	3.00
Martins Ferry CSD FD #2	4.50	4.50	4.25	4.50
Martins Ferry CSD HV FD #3 (Colerain)	3.00	3.00	2.75	3.00
Martins Ferry CSD HV FD #2 (Pease)	3.00	3.00	2.75	3.00
Bridgeport EVSD Barton Crescent FD #5	4.00	4.00	4.00	4.00
Martins Ferry CSD Barton Crescent FD #5	4.00	4.00	3.75	4.00
St. Clairsville-Richland CSD Crescent FD #5	4.00	4.00	4.00	4.00
Bridgeport EVSD Brookside FD #6	4.00	4.00	4.00	4.00

(1) Includes Bond Rates

Source: Belmont County Auditor's Office

1999	2000	2001	2002	2003	2004
\$2.30	\$2.30	\$2.30	\$2.30	\$2.30	\$2.30
1.50	1.50	1.50	1.50	1.50	1.50
7.00	7.00	7.00	7.00	7.00	7.00
1.00	1.00	1.00	1.00	1.00	1.00
2.00	2.00	2.00	2.00	2.00	2.00
<u>\$13.80</u>	<u>\$13.80</u>	<u>\$13.80</u>	<u>\$13.80</u>	<u>\$13.80</u>	<u>\$13.80</u>
\$42.80	\$46.60	\$46.10	\$46.10	\$46.10	\$45.65
36.78	36.78	36.28	36.28	36.28	35.95
41.35	41.35	40.85	40.85	40.85	40.85
39.45	39.45	38.95	38.95	38.95	38.95
34.40	38.90	38.40	38.40	38.40	38.40
34.20	34.20	33.70	36.64	36.64	36.64
40.05	35.05	33.95	33.95	33.95	33.55
32.85	32.85	32.00	32.00	32.00	31.90
39.70	39.70	39.20	39.20	39.20	39.20
37.90	37.90	37.90	37.90	37.90	37.90
1.95	1.45	1.45	1.45	1.45	1.45
1.00	1.50	1.50	1.50	1.50	1.50
4.00	4.00	4.00	4.00	4.00	4.00
5.60	5.60	5.60	5.60	8.10	8.10
12.55	12.55	12.55	12.55	12.55	12.55
14.05	14.05	13.55	13.55	13.55	13.05
15.75	14.25	14.25	14.25	14.25	14.25
8.75	11.75	11.75	11.75	11.75	11.75
7.70	7.70	7.70	7.70	7.70	9.70
11.85	11.85	16.85	16.85	14.85	12.85
15.25	20.75	20.75	20.75	20.75	20.75
7.60	8.60	8.60	8.60	8.60	8.60
6.05	6.05	6.05	6.05	6.05	6.05
8.00	8.00	8.00	8.00	8.00	8.00
18.35	20.85	20.85	20.85	20.85	20.85
12.35	12.35	12.35	12.35	12.35	12.35
6.40	6.40	6.40	6.40	6.40	6.40
11.70	11.70	11.20	11.20	11.20	12.20
2.70	2.70	2.70	2.70	2.70	2.70
2.70	4.70	4.70	4.70	4.70	4.70
5.30	5.30	5.30	5.30	7.30	8.80
5.25	5.25	5.25	5.25	5.25	5.25
4.40	4.40	4.40	4.40	4.40	4.40
2.60	2.60	2.60	2.60	2.60	2.60
7.55	7.55	7.55	7.55	7.55	7.55
8.65	7.20	7.20	7.20	7.00	7.20
6.05	7.60	7.60	7.60	7.60	9.60
6.10	6.10	6.10	6.10	6.10	6.10
7.20	7.20	7.20	7.20	7.20	7.20
4.80	4.80	4.80	4.80	4.80	4.80
4.40	4.40	4.40	4.40	4.40	4.40
5.00	5.00	5.00	5.00	5.00	5.00
6.15	6.15	6.15	6.15	6.15	6.15
5.30	5.30	5.30	5.30	7.30	7.30
3.50	3.00	3.00	3.00	3.00	3.00
3.50	3.00	3.00	3.00	3.00	3.00
3.50	3.00	3.00	3.00	3.00	3.00
4.50	4.50	4.50	4.50	4.50	4.50
3.00	3.00	3.00	3.00	3.00	3.00
3.00	3.00	3.00	3.00	3.00	3.00
4.50	4.50	4.50	4.50	4.50	4.50
3.00	3.00	3.00	3.00	3.00	3.00
4.50	4.50	4.50	4.50	4.50	4.50
3.00	3.00	3.00	3.00	3.00	3.00
3.00	3.00	3.00	3.00	3.00	3.00
4.00	4.00	4.00	4.00	4.00	4.00
4.00	4.00	4.00	4.00	4.00	4.00
4.00	4.00	4.00	4.00	4.00	4.00
4.00	4.00	4.00	4.00	4.00	4.00

Belmont County, Ohio
 Ratio of Net General Obligation Bonded Debt to Assessed Value and
 Net General Obligation Bonded Debt Per Capita
 Last Ten Years

Year	Population	Assessed Value of County	Gross General Obligation Bonded Debt (1)	Debt Service Fund
1995	70,380	\$687,514,335	\$3,330,000	\$259,308
1996	70,022	683,037,390	5,880,000	256,516
1997	69,595	684,639,200	5,620,000	235,418
1998	69,175	745,977,740	5,504,940	229,788
1999	71,259	768,331,610	5,180,747	172,872
2000	70,226	790,144,470	4,845,054	125,698
2001	70,226	918,304,500	4,497,798	76,361
2002	70,226	887,072,500	4,137,142	26,882
2003	70,226	947,559,269	3,855,000	25,733
2004	70,226	963,027,741	3,485,000	54,968

(1) Includes all general obligation bonds payable from property taxes, rental income, court fines and fees and 1.5% sales and use tax.

Source: Belmont County Auditor's Office

<u>Net General Bonded Debt</u>	<u>Ratio of Net Bonded Debt to Assessed Value</u>	<u>Net Bonded Debt Per Capita</u>
\$3,070,692	0.45%	43.63
5,623,484	0.82%	80.32
5,384,582	0.79%	77.37
5,275,152	0.71%	76.26
5,007,875	0.65%	70.28
4,719,356	0.60%	67.20
4,421,437	0.48%	62.96
4,110,260	0.46%	58.53
3,829,267	0.40%	54.53
3,430,032	0.36%	48.84

Belmont County
Computation of Legal Debt Margin
December 31, 2004

	<u>Total Debt Limit (1)</u>	<u>Total Unvoted Limit (2)</u>
Total Assessed Property Value for 2004 Collections	<u>\$963,027,741</u>	<u>\$963,027,741</u>
Debt Limitation of Assessed Value	<u>22,575,694</u>	<u>9,630,277</u>
Outstanding Debt at December 31, 2004:		
General Obligation Bonds Payable	7,835,000	7,835,000
Rural Industrial Park Loan	400,000	400,000
Mortgage Revenue Bonds Payable	6,919,000	6,919,000
OWDA Loans	34,826	34,826
Notes Payable	<u>13,605,000</u>	<u>13,605,000</u>
Total Outstanding Debt at December 31, 2004	<u>28,793,826</u>	<u>28,793,826</u>
Less:		
General Obligation Bonds for Jail Construction	3,175,000	3,175,000
General Obligation Bonds Payable from Rental Revenues	310,000	310,000
General Obligation Bonds Payable from Enterprise Revenues	4,350,000	4,350,000
Rural Industrial Park Loan Payable from Sale of Land	400,000	400,000
Court Computer Note Payable from Fines and Fees	40,000	40,000
Mortgage Revenue Bonds Payable from Enterprise Revenues	6,919,000	6,919,000
OWDA Loans Payable from Enterprise Fund Revenues	34,826	34,826
County Enginner Building Improvement Notes Payable	1,120,000	1,120,000
County Building Improvement Notes Payable	1,485,000	1,485,000
Common Pleas Court Computer Notes Payable from Fines and Fees	105,000	105,000
Juvenile Detention Facility Notes Payable	500,000	500,000
Notes Payable from Enterprise Fund Revenues	<u>10,355,000</u>	<u>10,355,000</u>
Total Self-Supporting Debt	<u>28,793,826</u>	<u>28,793,826</u>
Amount Available in Debt Service Fund	<u>54,968</u>	<u>54,968</u>
Net Debt Applicable to Debt Limitation	<u>0</u>	<u>0</u>
Total Legal Debt Margir	<u>\$22,575,694</u>	<u>\$9,630,277</u>

- (1) Debt Limit is a total of 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.
- (2) Debt limit is one percent of total assessed valuation.

Source: Belmont County Auditor's Office

Belmont County, Ohio
 Computation of Direct and Overlapping General Obligation Bonded Debt
 December 31, 2004

Jurisdiction	Debt Outstanding (1)	Percentage Applicable to Belmont County	Amount Applicable to Belmont County
Belmont County	\$3,485,000	100%	\$3,485,000
School Districts wholly within the County	16,574,111	100%	16,574,111
Buckeye Local School District	3,597,474	10%	<u>359,747</u>
Total			<u><u>\$20,418,858</u></u>

(1) Amount includes County general obligation bonds payable from property taxes, rental income and 1.5% sales and use tax.

Source: Belmont County Auditor's Office

Belmont County, Ohio
 Ratio of Annual Debt Service Expenditures for General Obligation
 Debt to Total General Governmental Expenditures
 Last Ten Years

Year	Principal	Interest and Fiscal Charges	Total Interest and Principal (1)	Total General Governmental Expenditures (From Table 1)	Ratio of General Long-Term Debt Expenditures to Total General Governmental Expenditures
1995	\$175,000	\$154,585	\$329,585	\$35,216,841	0.94%
1996	175,000	149,335	324,335	37,787,038	0.86%
1997	260,000	143,472	403,472	37,113,053	1.09%
1998	280,558	283,891	564,449	44,000,191	1.28%
1999	324,193	277,101	601,294	48,799,462	1.23%
2000	335,693	264,206	599,899	49,666,114	1.21%
2001	347,256	250,819	598,075	53,512,394	1.12%
2002	359,884	236,206	596,090	51,882,752	1.15%
2003	335,000	218,463	553,463	50,252,612	1.10%
2004	370,000	163,022	533,022	54,066,100	0.99%

(1) Includes only general obligation bonds payable from property taxes, rental income, court fines and fees, and 1.5% sales and use tax.

Source: Belmont County Auditor's Office

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Belmont County, Ohio
Revenue Bond Coverage - Sanitary Sewer District 1
Last Ten Years

Year	Gross Revenue (1)	Operating Expenses (2)	Net Revenue Available for Debt Service
1995	\$289,595	\$260,840	\$28,755
1996	301,476	313,199	(11,723)
1997	328,940	271,953	56,987
1998	358,452	242,251	116,201
1999	344,552	239,665	104,887
2000	369,662	230,828	138,834
2001	287,410	259,931	27,479
2002	299,041	318,929	(19,888)
2003	270,451	312,453	(42,002)
2004	254,301	345,901	(91,600)

(1) Total revenues (including interest) exclusive of tap fees.

(2) Total operating expenses exclusive of depreciation.

(3) Includes principal and interest of revenue bonds only.

Source: Belmont County Auditor's Office

Debt Service Requirements (3)			
Principal	Interest and Fiscal Charges	Total	Coverage
\$0	\$0	\$0	0.00
0	0	0	0.00
0	8,686	8,686	6.56
0	8,019	8,019	14.49
30,000	11,434	41,434	2.53
31,000	11,698	42,698	3.25
32,000	5,008	37,008	0.74
35,000	7,618	42,618	-0.47
35,000	1,909	36,909	-1.14
10,000	2,655	12,655	-7.24

Belmont County, Ohio
Revenue Bond Coverage - Water Works 3
Last Ten Years

Year	Gross Revenue (1)	Operating Expenses (2)	Net Revenue Available for Debt Service
1995	\$2,188,414	\$1,082,997	\$1,105,417
1996	2,502,699	1,711,353	791,346
1997	2,735,679	1,475,516	1,260,163
1998	2,587,543	1,376,996	1,210,547
1999	2,671,283	1,314,061	1,357,222
2000	2,977,736	1,243,926	1,733,810
2001	2,906,410	1,253,068	1,653,342
2002	2,894,230	1,514,264	1,379,966
2003	3,036,623	1,474,994	1,561,629
2004	2,817,895	1,619,027	1,198,868

(1) Total revenues (including interest) exclusive of tap fees.

(2) Total operating expenses (including loss on sale of fixed assets) exclusive of depreciation.

(3) Includes principal and interest of revenue bonds only.

Source: Belmont County Auditor's Office

Debt Service Requirements (3)			
Principal	Interest and Fiscal Charges	Total	Coverage
\$33,000	\$261,228	\$294,228	3.76
65,000	81,860	146,860	5.39
16,000	167,691	183,691	6.86
228,000	418,889	646,889	1.87
99,000	426,017	525,017	2.59
213,000	428,544	641,544	2.70
88,000	405,084	493,084	3.35
248,000	404,962	652,962	2.11
100,000	368,628	468,628	3.33
407,000	385,005	792,005	1.51

Belmont County, Ohio
Demographic Statistics
Last Ten Years

<u>Year</u>	<u>Population</u>	<u>Median Age</u>	<u>Per Capita Income</u>	<u>Household Size</u>	<u>County Unemployment</u>
1995	70,380	37.90	\$16,510	2.70	6.80%
1996	70,022	37.90	16,510	2.70	6.40%
1997	69,595	37.90	16,510	2.49	7.30%
1998	69,175	37.90	17,703	2.48	5.40%
1999	71,259	37.90	18,343	2.48	5.50%
2000	70,226	37.90	18,343	2.48	4.80%
2001	70,226	37.90	18,343	2.48	4.30%
2002	70,226	40.90	16,221	2.37	5.80%
2003	70,226	40.90	16,221	2.37	5.50%
2004	70,226	40.90	16,221	2.37	6.40%

Sources: Ohio Bureau of Employment Services
Belmont County Board of Education
Strategic Research
U.S. Census
Labor Market Information
Regional Economic Information System

<u>State Unemployment</u>	<u>United States Unemployment</u>	<u>Average K-12 School Enrollment</u>
4.80%	5.60%	10,372
5.40%	4.90%	10,117
4.60%	4.90%	10,134
4.30%	4.50%	9,951
4.20%	4.20%	9,744
3.70%	3.70%	9,645
4.50%	5.40%	9,309
5.00%	5.70%	9,289
6.10%	6.00%	9,267
5.50%	5.10%	9,254

Belmont County, Ohio
New Construction, Bank Deposits, and Real Property Values
Last Ten Years

Year	New Construction (1)			(2) Bank Deposits in Thousands
	Agricultural/ Residential	Commercial/ Industrial	Total	
1995	\$5,196,340	\$4,164,940	\$9,361,280	\$959,762
1996	5,513,500	2,405,220	7,918,720	965,226
1997	4,903,000	3,549,160	8,452,160	993,590
1998	5,733,900	8,825,390	14,559,290	1,023,809
1999	7,640,740	5,892,480	13,533,220	1,036,622
2000	9,938,440	4,055,260	13,993,700	1,062,758
2001	11,204,300	3,981,400	15,185,700	1,106,567
2002	5,897,970	2,175,100	8,073,070	1,139,404
2003	8,118,310	3,649,560	11,767,870	1,102,855
2004	9,637,280	2,273,890	11,911,170	1,108,527

(1) New construction and real property values are listed in the above table at assessed values.

(2) Bank deposit data available includes banks headquartered in Belmont County as well as savings and loans and credit unions.

Source: Belmont County Auditor's Office
Federal Reserve Bank in Cleveland

Real Property Values (1)			
Agricultural/ Residential	Commercial/ Industrial	Public Utility	Total
\$360,166,220	\$122,519,030	\$1,333,110	\$484,018,360
362,417,170	122,958,170	1,168,280	486,543,620
366,509,630	125,737,840	1,123,740	493,371,210
414,261,520	140,103,910	945,390	555,310,820
421,326,410	146,132,980	869,400	568,328,790
432,036,030	150,189,170	884,830	583,110,030
514,416,710	188,994,000	1,063,560	704,474,270
520,193,830	188,521,560	1,026,890	709,742,280
575,495,660	200,187,400	1,026,120	776,709,180
585,718,700	201,229,080	913,450	787,861,230

Table 15

Belmont County, Ohio
Principal Taxpayers
December 31, 2004

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Taxpayer	Type of Business	Real Estate Assessed Valuation	Tangible Personal and Public Utility Property Assessed Valuation	Total Assessed Valuation	Percent of Assessed Valuation
Ohio Power	Public Utility	\$0	\$26,429,780	\$26,429,780	2.74%
Ohio Valley Mall	Business	24,888,590	0	24,888,590	2.58%
Ohio Edison	Public Utility	0	12,431,040	12,431,040	1.29%
THF St. Clairsville Development	Business	17,414,250	0	17,414,250	1.81%
Ohio Bell Telephone	Public Utility	0	7,602,530	7,602,530	0.79%
Ohio Edison	Public Utility	0	11,308,440	11,308,440	1.17%
East Ohio Gas	Public Utility	0	4,408,100	4,408,100	0.46%
South Central Power	Public Utility	0	3,990,850	3,990,850	0.41%
Columbia Gas of Ohio	Public Utility	0	2,405,900	2,405,900	0.25%
Columumbia Gas Transmission Corp.	Public Utility	0	2,358,990	2,358,990	0.24%
Total		\$42,302,840	\$70,935,630	\$113,238,470	11.76%

Source: Belmont County Auditor's Office

Belmont County, Ohio
Miscellaneous Statistics
December 31, 2004

Date Created	September 7, 1801
County Seat	St. Clairsville, Ohio
2000 Census Population	70,226 - ranked 37th of the 88 Ohio Counties
Number of Municipalities	16
Number of Townships	16
Area	534 square miles, ranked 19th of the 88 Ohio Counties
Water Lines	540 miles - 8,750 customer accounts
Sewer Lines	90 miles - 2,174 customer accounts
County Roads	508
Township Roads	717 miles
State Routes	685 miles
Number of Sheriff's Deputies-Full Time	67
Number of Sheriff's Deputies-Part Time	9
Number of Individuals Employed by the County	822
Health Care Statistics:	
Hospitals	3, East Ohio Regional, Belmont Community, and Barnesville Hospitals
Beds	450
Nursing Homes	13
Nursing Home Beds	1,120
Public Education Statistics:	
Attendance Centers	32
Students	9,232
Teacher/Student Ratio	1:17
School Districts	8, Includes Belmont JVS
Institutions of Higher Education	2, Ohio University - Eastern, 1,288 Students Belmont Technical College, 1,621 Students
Recreation and Travel Statistics:	
Municipal Parks	11-546 acres
Public Tennis Courts	14
Health Club/Fitness Centers	4
Day and Night Baseball Diamonds	51/7
Golf Courses	4
Public Libraries	10
County Fairgrounds	1-24 acres
Hotels/Motels	16-850 rooms
Number of Radio Stations	2, WOMP AM and FM and WBNV
Daily Newspapers	1, Martins Ferry Times Leader - Circulation: 18,500
Weekly Newspapers	1, Barnesville Enterprise - Circulation: 4,825
Voter Statistics (2002 General Election):	
Registered Voters	44,231
Voters at Last Election	34,095
Percentage of Registered Population Voting	77.08%
Sources: Bel-O-Mar Regional Council Ohio Department of Highway Safety Various offices of Belmont County	

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FINANCIAL CONDITION

BELMONT COUNTY

CLERK'S CERTIFICATION

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

Susan Babbitt

CLERK OF THE BUREAU

**CERTIFIED
SEPTEMBER 27, 2005**