

**LICKING COUNTY**  
**ANNUAL REPORT**  
**YEAR ENDED DECEMBER 31, 1999**





STATE OF OHIO  
OFFICE OF THE AUDITOR  
JIM PETRO, AUDITOR OF STATE

88 East Broad Street  
P.O. Box 1140  
Columbus, Ohio 43216-1140  
Telephone 614-466-4514  
800-282-0370  
Facsimile 614-466-4490

Board of County Commissioners  
Licking County  
Newark, Ohio 43055

We have reviewed the independent auditor's report of Licking County, prepared by Wolfe, Wilson, & Phillips, Inc., for the audit period January 1, 1999 through December 31, 1999. Based upon this review, we have accepted these reports in lieu of the audit required by Section 117.11, Revised Code. The Auditor of State did not audit the accompanying financial statements and, accordingly, we are unable to express, and do not express an opinion on them.

Our review was made in reference to the applicable sections of legislative criteria, as reflected by the Ohio Constitution, and the Revised Code, policies, procedures and guidelines of the Auditor of State, regulations and grant requirements. Licking County is responsible for compliance with these laws and regulations.

A handwritten signature in black ink, appearing to read "Jim Petro".

JIM PETRO  
Auditor of State

August 2, 2000

**This Page is Intentionally Left Blank.**

**LICKING COUNTY  
TABLE OF CONTENTS**

<u>TITLE</u>	<u>PAGE</u>
Independent Auditors' Report	3
Combined Balance Sheet - All Fund Types, Account Groups, and Discretely Presented Component Unit	4-7
Combined Statement of Revenues, Expenditures, and Changes in Fund Balances All Governmental Fund Types, Expendable Trust Fund and Discretely Presented Component Units	8-9
Combined Statement of Revenues, Expenditures, and Changes in Fund Balances Budget and Actual (Non-GAAP Budgetary Basis) – All Governmental Fund Types	10-13
Combined Statement of Revenues, Expenses, and Changes in Fund Equity – All Proprietary Fund Types and Discretely Presented Component Unit	14-15
Combined Statement of Revenues, Expenses, and Changes in Fund Equity- Budget (Non –GAAP Basis) and Actual – All Proprietary Fund Types	16-17
Combined Statement of Cash Flows – All Proprietary Fund Types And Discretely Presented Component Unit	18-21
Notes to the General Purpose Financial Statements	22-66
Schedule of Federal Awards Expenditures	66
Notes to Schedule of Federal Awards Expenditures	67
Independent Auditors' Report on Compliance and on Internal Control Over Financial Reporting Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards	68
Report on Compliance with Requirements Applicable to Each Major Program And Internal Control Over Compliance in Accordance with <i>OMB Circular A-133</i>	69-70
Schedule of Findings and Questioned Costs	71
Data Collection Form	

**This Page is Intentionally Left Blank.**

**WOLFE, WILSON, & PHILLIPS, INC.**  
**37 SOUTH SEVENTH STREET**  
**ZANESVILLE, OHIO 43701**

**INDEPENDENT AUDITORS' REPORT**

Board of County Commissioners  
Licking County  
Newark, Ohio 43055

We have audited the accompanying general-purpose financial statements of Licking County as of and for the year ended December 31, 1999. These general-purpose financial statements are the responsibility of the County's management. Our responsibility is to express an opinion on these general-purpose financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

Generally accepted accounting principles require that fixed assets for governmental operations be reported in the general fixed assets group, and fund fixed assets and their associated depreciation costs be reported with the enterprise funds of the County. These amounts, other than 1993, 1994, 1995, 1996, 1997, 1998, and 1999 additions to fund fixed assets have not been included in the general purpose financial statements. A determination of the effects of this departure from generally accepted accounting principles on the general purpose financial statements has not been made.

In our opinion, except for the effects of such adjustments, if any, as might have been determined to be necessary if we had been able to obtain fixed assets prior to 1993, the general-purpose financial statements referred to above present fairly, in all material respects, the financial position of Licking County as of December 31, 1999, and the results of its operations and the cash flows of its proprietary fund type for the year then ended in conformity with generally accepted accounting principles.

In accordance with *Government Auditing Standards*, we have also issued a report dated June 30, 2000, on our consideration of Licking County's internal control structure over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grants.

Our audit was made for the purpose of forming an opinion on the financial statements of the County, taken as a whole. The accompanying Schedule of Federal Awards Expenditures is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is not a required part of the general purpose financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and, in our opinion, is fairly presented, in all material respects, in relation to the financial statements taken as a whole.

Wolfe, Wilson, & Phillips, Inc.  
Zanesville, Ohio  
June 30, 2000

**Licking County, Ohio**  
 Combined Balance Sheet  
 All Fund Types, Account Groups, and  
 Discretely Presented Component Units  
 December 31, 1999

	Governmental Fund Types				Proprietary Fund Types	
	General	Special Revenue	Debt Service	Capital Projects	Enterprise	Internal Service
<i>Assets and Other Debits</i>						
<i>Assets</i>						
Cash and Cash Equivalents	\$7,368,537	\$13,399,555	\$2,342,001	\$7,772,751	\$1,205,605	\$4,454,883
Cash and Cash Equivalents in Segregated Accounts	0	80,642	0	0	16,530	3,380
Investments	0	0	0	0	0	0
Segregated Investments	0	0	0	0	0	0
Investment with Fiscal and Escrow Agents	0	0	0	160,255	0	0
Receivables:						
Property and Other Taxes	0	0	0	0	0	0
Sales Tax	2,280,946	0	0	0	0	0
Accounts	19,608	25,403	0	0	223,898	0
Special Assessments	0	0	0	0	0	0
Interfund	1,556,322	0	0	0	0	0
Accrued Interest	161,908	2,443	0	17,319	0	921
Loans	0	2,149,415	0	0	0	0
Due from Other Funds	5,523,743	12,551,470	584,749	0	31,001	0
Due from Primary Government	0	0	0	0	0	0
Due from Component Units	143,400	0	18,804	0	0	0
Intergovernmental Receivable	385,557	1,311,428	0	221,307	0	0
Materials and Supplies						
Inventory	50,182	169,048	0	0	21,627	0
Prepaid Items	53,054	56,769	0	0	281	0
Restricted Assets:						
Cash and Cash Equivalents	0	0	0	0	233,250	0
Advances to Other Funds	23,085	0	0	0	0	0
Fixed Assets (Net, where applicable, of Accumulated Depreciation)	0	0	0	0	988,130	0
<i>Other Debits</i>						
Amount Available in Debt Service Fund for Retirement of General Obligation Bonds	0	0	0	0	0	0
Amount Available in Debt Service Fund for Retirement of Special Assessment Bonds	0	0	0	0	0	0
Amount to be Provided from General Government Resources	0	0	0	0	0	0
Amount to be Provided from Special Assessments	0	0	0	0	0	0
<b>Total Assets and Other Debits</b>	<b>\$17,566,342</b>	<b>\$29,746,173</b>	<b>\$2,945,554</b>	<b>\$8,171,632</b>	<b>\$2,720,322</b>	<b>\$4,459,184</b>



<u>Fiduciary Fund Types</u>	<u>Account Group</u>	<u>Totals Primary Government (Memorandum Only)</u>	<u>Licking County Transit Board</u>	<u>Licking County Transportation Improvement District</u>	<u>Licking County Regional Airport Authority</u>	<u>LICCO Incorporated</u>	<u>Totals Reporting Entity (Memorandum Only)</u>
<u>Trust and Agency</u>	<u>General Long-Term Obligations</u>						
\$15,837,526	\$0	\$52,380,858	\$14,803	\$0	\$0	\$0	\$52,395,661
1,638,915	0	1,739,467	80,936	4,667	92,103	11,101	1,928,274
158,000	0	158,000	0	0	0	0	158,000
0	0	0	0	0	0	570,339	570,339
0	0	160,255	0	0	0	1,500	161,755
105,229,155	0	105,229,155	0	0	0	0	105,229,155
0	0	2,280,946	0	0	0	0	2,280,946
103,834	0	372,743	19,050	0	0	31,441	423,234
30,252,351	0	30,252,351	0	0	0	0	30,252,351
350,000	0	1,906,322	0	0	0	0	1,906,322
10,854	0	193,445	0	0	0	0	193,445
0	0	2,149,415	0	0	0	0	2,149,415
125,624	0	18,816,587	0	0	0	0	18,816,587
0	0	0	3,736	112,817	0	0	116,553
0	0	162,204	0	0	0	0	162,204
1,590,373	0	3,508,665	126,589	0	4,555	0	3,639,809
0	0	240,857	4,152	0	0	8,317	253,326
0	0	110,104	0	0	228	2,037	112,369
0	0	233,250	0	0	0	0	233,250
0	0	23,085	0	0	0	0	23,085
0	0	988,130	336,990	0	0	76,265	1,401,385
0	2,197,430	2,197,430	0	0	0	0	2,197,430
0	163,375	163,375	0	0	0	0	163,375
0	14,304,685	14,304,685	0	0	0	0	14,304,685
0	183,625	183,625	0	0	0	0	183,625
<u>\$155,296,632</u>	<u>\$16,849,115</u>	<u>\$237,754,954</u>	<u>\$586,256</u>	<u>\$117,484</u>	<u>\$96,886</u>	<u>\$701,000</u>	<u>\$239,256,580</u>

(Continued)

**Licking County, Ohio**  
 Combined Balance Sheet  
 All Fund Types, Account Groups, and  
 Discretely Presented Component Units  
 December 31, 1999  
 (Continued)

	Governmental Fund Types				Proprietary	Fund Types
	General	Special Revenue	Debt Service	Capital Projects	Enterprise	Internal Service
<b><i>Liabilities, Fund Equity and Other Credits</i></b>						
<i>Liabilities</i>						
Accounts Payable	\$316,261	\$173,170	\$0	\$37,247	\$4,601	\$0
Contracts Payable	100,387	17,500	0	657,462	0	0
Accrued Wages and Benefits	234,688	276,122	0	0	5,157	0
Compensated Absences Payable	54,557	64,570	0	0	63,194	11,101
Retainage Payable	0	25,957	0	236,373	0	0
Interfund Payable	0	138,252	0	1,739,070	0	0
Due to Other Funds	150,000	199,932	0	0	0	0
Due to Primary Government	0	0	0	0	0	0
Due to Component Units	112,817	3,736	0	0	0	0
Intergovernmental Payable	357,254	285,888	0	0	18,466	1,421
Deferred Revenue	5,273,035	12,547,251	584,749	0	0	0
Undistributed Monies	0	0	0	0	0	0
Due to Others	0	0	0	0	0	0
Accrued Interest Payable	0	789	0	0	5,727	0
Claims Payable	0	0	0	0	0	444,696
Advances from Other Funds	0	23,085	0	0	0	0
Capital Leases Payable	0	0	0	0	0	0
Special Assessment Bonds Payable	0	0	0	0	0	0
Energy Conservation Bonds Payable	0	0	0	0	0	0
General Obligation Bonds Payable	0	0	0	0	625,000	0
Revenue Bonds Payable	0	0	0	0	752,000	0
<b><i>Total Liabilities</i></b>	<b><u>6,598,999</u></b>	<b><u>13,756,252</u></b>	<b><u>584,749</u></b>	<b><u>2,670,152</u></b>	<b><u>1,474,145</u></b>	<b><u>457,218</u></b>
<i>Fund Equity and Other Credits</i>						
Contributed Capital	0	0	0	0	308,488	0
Retained Earnings:						
Reserved:						
Reserved for Replacement	0	0	0	0	233,250	0
Unreserved	0	0	0	0	704,439	4,001,966
Fund Balance:						
Reserved for Encumbrances	1,443,077	1,028,567	0	1,193,358	0	0
Reserved for Inventory	50,182	169,048	0	0	0	0
Reserved for Unclaimed Monies	135,791	0	0	0	0	0
Reserved for Advances	23,085	0	0	0	0	0
Reserved for Loans	0	2,149,415	0	0	0	0
Unreserved:						
Undesignated	9,315,208	12,642,891	2,360,805	4,308,122	0	0
<b><i>Total Fund Equity and Other Credits</i></b>	<b><u>10,967,343</u></b>	<b><u>15,989,921</u></b>	<b><u>2,360,805</u></b>	<b><u>5,501,480</u></b>	<b><u>1,246,177</u></b>	<b><u>4,001,966</u></b>
<b><i>Total Liabilities, Fund Equity and Other Credits</i></b>	<b><u>\$17,566,342</u></b>	<b><u>\$29,746,173</u></b>	<b><u>\$2,945,554</u></b>	<b><u>\$8,171,632</u></b>	<b><u>\$2,720,322</u></b>	<b><u>\$4,459,184</u></b>

See accompanying notes to the general purpose financial statements

<u>Fiduciary Fund Types</u>	<u>Account Group</u>	<u>Totals Primary Government (Memorandum Only)</u>	<u>Licking County Transit Board</u>	<u>Licking County Transportation Improvement District</u>	<u>Licking County Regional Airport Authority</u>	<u>LICCO Incorporated</u>	<u>Totals Reporting Entity (Memorandum Only)</u>
<u>Trust and Agency</u>	<u>General Long-Term Obligations</u>						
\$0	\$0	\$531,279	\$28,465	\$0	\$3,078	\$1,798	\$564,620
0	0	775,349	0	12,448	34,172	0	821,969
0	0	515,967	0	0	0	20,243	536,210
0	1,858,284	2,051,706	205	0	0	0	2,051,911
0	0	262,330	0	0	15,001	0	277,331
29,000	0	1,906,322	0	0	0	0	1,906,322
18,466,655	0	18,816,587	0	0	0	0	18,816,587
0	0	0	143,400	0	18,804	0	162,204
0	0	116,553	0	0	0	0	116,553
124,713,803	0	125,376,832	11,240	0	0	0	125,388,072
0	0	18,405,035	0	0	0	0	18,405,035
9,886,154	0	9,886,154	0	0	0	0	9,886,154
2,105,496	0	2,105,496	0	0	0	0	2,105,496
0	0	6,516	0	0	0	0	6,516
0	0	444,696	0	0	0	0	444,696
0	0	23,085	0	0	0	0	23,085
0	2,831	2,831	0	0	0	0	2,831
0	347,000	347,000	0	0	0	0	347,000
0	126,000	126,000	0	0	0	0	126,000
0	14,515,000	15,140,000	0	0	0	0	15,140,000
0	0	752,000	0	0	0	0	752,000
<u>155,201,108</u>	<u>16,849,115</u>	<u>197,591,738</u>	<u>183,310</u>	<u>12,448</u>	<u>71,055</u>	<u>22,041</u>	<u>197,880,592</u>
0	0	308,488	358,500	0	0	0	666,988
0	0	233,250	0	0	0	0	233,250
0	0	4,706,405	44,446	0	0	678,959	5,429,810
0	0	3,665,002	0	0	0	0	3,665,002
0	0	219,230	0	0	0	0	219,230
0	0	135,791	0	0	0	0	135,791
0	0	23,085	0	0	0	0	23,085
0	0	2,149,415	0	0	0	0	2,149,415
<u>95,524</u>	<u>0</u>	<u>28,722,550</u>	<u>0</u>	<u>105,036</u>	<u>25,831</u>	<u>0</u>	<u>28,853,417</u>
<u>95,524</u>	<u>0</u>	<u>40,163,216</u>	<u>402,946</u>	<u>105,036</u>	<u>25,831</u>	<u>678,959</u>	<u>41,375,988</u>
<u>\$155,296,632</u>	<u>\$16,849,115</u>	<u>\$237,754,954</u>	<u>\$586,256</u>	<u>\$117,484</u>	<u>\$96,886</u>	<u>\$701,000</u>	<u>\$239,256,580</u>

**Licking County, Ohio**  
 Combined Statement of Revenues, Expenditures  
 and Changes in Fund Balances  
 All Governmental Fund Types, Expendable Trust Fund, and  
 Discretely Presented Component Units  
 For the Year Ended December 31, 1999

	Governmental Fund		
	General	Special Revenue	Debt Service
<b>Revenues:</b>			
Property and Other Taxes	\$4,500,667	\$8,582,572	\$0
Sales Tax	14,990,932	0	0
Permissive Motor Vehicle License Tax	0	338,167	0
Charges for Services	2,331,160	3,751,601	227,111
Licenses and Permits	16,114	209,841	0
Fines and Forfeitures	297,977	311,003	0
Intergovernmental	4,751,437	26,135,413	0
Special Assessments	0	40,792	225,388
Interest	2,199,388	148,164	0
Rent	195,181	0	0
Contributions from County	0	0	0
Other	330,055	273,061	18,804
<b>Total Revenues</b>	<b>29,612,911</b>	<b>39,790,614</b>	<b>471,303</b>
<b>Expenditures:</b>			
Current:			
General Government:			
Legislative and Executive	8,887,429	909,701	0
Judicial	4,533,212	520,448	0
Public Safety	9,219,248	2,235,726	0
Public Works	274,462	5,448,306	0
Health	701,586	264,650	0
Human Services	404,163	25,724,888	0
Community Development	0	888,539	0
Other	45,823	0	0
Capital Outlay	0	0	0
Intergovernmental	1,426,669	2,137,009	0
Debt Service:			
Principal Retirement	1,203	324	858,000
Interest and Fiscal Charges	255	1,540	737,536
<b>Total Expenditures</b>	<b>25,494,050</b>	<b>38,131,131</b>	<b>1,595,536</b>
Excess of Revenues Over (Under) Expenditures	4,118,861	1,659,483	(1,124,233)
<b>Other Financing Sources (Uses):</b>			
Proceeds of Bonds	0	0	0
Inception of Capital Lease	3,534	0	0
Operating Transfers - In from Component Unit	0	0	51,850
Operating Transfers - In from Primary Government	0	0	0
Operating Transfers - Out to Component Unit	(51,850)	0	0
Operating Transfers - Out to Primary Government	0	0	0
Operating Transfers - In	517,638	1,869,089	1,142,099
Operating Transfers - Out	(2,954,355)	(1,910,456)	0
<b>Total Other Financing Sources (Uses)</b>	<b>(2,485,033)</b>	<b>(41,367)</b>	<b>1,193,949</b>
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	1,633,828	1,618,116	69,716
Fund Balances at Beginning of Year (Restated Note 3)	9,333,657	14,335,036	2,291,089
Increase (Decrease) in Reserve for Inventory	(142)	36,769	0
<b>Fund Balances at End of Year</b>	<b>\$10,967,343</b>	<b>\$15,989,921</b>	<b>\$2,360,805</b>

See accompanying notes to the general purpose financial statements

Types	Fiduciary Fund Type	Totals	Licking County Transportation Improvement District	Licking County Regional Airport Authority	Totals
Capital Projects	Expendable Trust	Primary Government (Memorandum Only)			Reporting Entity (Memorandum Only)
\$0	\$0	\$13,083,239	\$0	\$0	\$13,083,239
0	0	14,990,932	0	0	14,990,932
0	0	338,167	0	0	338,167
0	0	6,309,872	0	0	6,309,872
0	0	225,955	0	0	225,955
0	0	608,980	0	0	608,980
634,421	0	31,521,271	117,817	38,672	31,677,760
0	0	266,180	0	0	266,180
166,447	0	2,513,999	496	1,687	2,516,182
0	0	195,181	0	60,672	255,853
0	0	0	286,106	0	286,106
17,735	186,632	826,287	205	2,225	828,717
<u>818,603</u>	<u>186,632</u>	<u>70,880,063</u>	<u>404,624</u>	<u>103,256</u>	<u>71,387,943</u>
0	0	9,797,130	0	0	9,797,130
0	0	5,053,660	0	0	5,053,660
0	0	11,454,974	0	0	11,454,974
0	0	5,722,768	486,171	194,731	6,403,670
0	0	966,236	0	0	966,236
0	143,133	26,272,184	0	0	26,272,184
0	0	888,539	0	0	888,539
0	0	45,823	0	0	45,823
5,481,062	0	5,481,062	0	0	5,481,062
0	0	3,563,678	0	0	3,563,678
0	0	859,527	0	0	859,527
0	0	739,331	0	0	739,331
<u>5,481,062</u>	<u>143,133</u>	<u>70,844,912</u>	<u>486,171</u>	<u>194,731</u>	<u>71,525,814</u>
<u>(4,662,459)</u>	<u>43,499</u>	<u>35,151</u>	<u>(81,547)</u>	<u>(91,475)</u>	<u>(137,871)</u>
3,535,000	0	3,535,000	0	0	3,535,000
0	0	3,534	0	0	3,534
0	0	51,850	0	0	51,850
0	0	0	0	51,850	51,850
0	0	(51,850)	0	0	(51,850)
0	0	0	0	(51,850)	(51,850)
1,360,000	0	4,888,826	0	0	4,888,826
(6,377)	0	(4,871,188)	0	0	(4,871,188)
<u>4,888,623</u>	<u>0</u>	<u>3,556,172</u>	<u>0</u>	<u>0</u>	<u>3,556,172</u>
226,164	43,499	3,591,323	(81,547)	(91,475)	3,418,301
5,275,316	52,025	31,287,123	186,583	117,306	31,591,012
0	0	36,627	0	0	36,627
<u>\$5,501,480</u>	<u>\$95,524</u>	<u>\$34,915,073</u>	<u>\$105,036</u>	<u>\$25,831</u>	<u>\$35,045,940</u>

**Licking County, Ohio**  
 Combined Statement of Revenues, Expenditures, and Changes  
 In Fund Balances - Budget (Non-GAAP Basis) and Actual  
 All Governmental Fund Types  
 For the Year Ended December 31, 1999

	General Fund		Variance Favorable (Unfavorable)
	Revised Budget	Actual	
<b>Revenues:</b>			
Property and Other Taxes	\$4,089,531	\$4,500,667	\$411,136
Sales Tax	13,870,000	14,776,242	906,242
Permissive Motor Vehicle License Tax	0	0	0
Charges for Services	2,090,025	2,300,143	210,118
Licenses and Permits	14,642	16,114	1,472
Fines and Forfeitures	276,512	304,311	27,799
Intergovernmental	4,271,308	4,700,719	429,411
Special Assessments	0	0	0
Interest	1,699,718	1,870,597	170,879
Rent	178,149	196,059	17,910
Loans	0	0	0
Other	98,545	102,950	4,405
<b>Total Revenues</b>	<b>26,588,430</b>	<b>28,767,802</b>	<b>2,179,372</b>
<b>Expenditures:</b>			
Current:			
General Government:			
Legislative and Executive	10,617,249	10,020,753	596,496
Judicial	4,979,234	4,690,439	288,795
Public Safety	10,348,349	9,820,139	528,210
Public Works	623,434	596,341	27,093
Health	755,413	704,508	50,905
Human Services	444,534	406,056	38,478
Community Development	0	0	0
Other	54,875	55,823	(948)
Capital Outlay	0	0	0
Intergovernmental	1,297,734	1,205,035	92,699
Debt Service:			
Principal Retirement	0	0	0
Interest and Fiscal Charges	0	0	0
<b>Total Expenditures</b>	<b>29,120,822</b>	<b>27,499,094</b>	<b>1,621,728</b>
Excess of Revenues Over (Under) Expenditures	(2,532,392)	1,268,708	3,801,100
<b>Other Financing Sources (Uses):</b>			
Proceeds from Sale of Bonds	0	0	0
Operating Transfers - In	468,629	517,638	49,009
Advances - In	0	265,000	265,000
Operating Transfers - Out	(3,028,566)	(3,006,205)	22,361
Advances - Out	0	(651,760)	(651,760)
<b>Total Other Financing Sources (Uses)</b>	<b>(2,559,937)</b>	<b>(2,875,327)</b>	<b>(315,390)</b>
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(5,092,329)	(1,606,619)	3,485,710
Fund Balances at Beginning of Year	4,196,906	4,196,906	0
Prior Year Encumbrances Appropriated	1,557,451	1,557,451	0
<b>Fund Balances at End of Year</b>	<b>\$662,028</b>	<b>\$4,147,738</b>	<b>\$3,485,710</b>

Special Revenue Funds			Debt Service Funds		
Revised Budget	Actual	Variance Favorable (Unfavorable)	Revised Budget	Actual	Variance Favorable (Unfavorable)
\$8,569,083	\$8,582,572	\$13,489	\$0	\$0	\$0
0	0	0	0	0	0
321,033	338,116	17,083	0	0	0
3,066,708	3,428,161	361,453	205,839	227,111	21,272
161,005	210,961	49,956	0	0	0
257,469	257,148	(321)	0	0	0
24,520,557	26,915,154	2,394,597	0	0	0
0	38,683	38,683	254,020	227,497	(26,523)
47,883	148,223	100,340	14,103	15,560	1,457
0	0	0	0	0	0
129,175	261,692	132,517	0	0	0
226,176	250,666	24,490	0	0	0
<u>37,299,089</u>	<u>40,431,376</u>	<u>3,132,287</u>	<u>473,962</u>	<u>470,168</u>	<u>(3,794)</u>
1,480,050	1,104,423	375,627	0	0	0
658,263	517,362	140,901	0	0	0
2,140,943	1,991,322	149,621	0	0	0
6,135,271	5,900,367	234,904	0	0	0
333,440	286,217	47,223	0	0	0
28,111,086	27,197,314	913,772	0	0	0
1,794,273	1,410,687	383,586	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
2,037,009	2,037,009	0	0	0	0
0	0	0	893,895	893,895	0
0	0	0	898,105	807,145	90,960
<u>42,690,335</u>	<u>40,444,701</u>	<u>2,245,634</u>	<u>1,792,000</u>	<u>1,701,040</u>	<u>90,960</u>
<u>(5,391,246)</u>	<u>(13,325)</u>	<u>5,377,921</u>	<u>(1,318,038)</u>	<u>(1,230,872)</u>	<u>87,166</u>
0	0	0	0	0	0
5,451,951	1,721,736	(3,730,215)	1,137,486	1,293,412	155,926
119,011	121,760	2,749	0	0	0
(6,386,252)	(1,769,312)	4,616,940	0	(4,615)	(4,615)
0	(115,000)	(115,000)	0	0	0
<u>(815,290)</u>	<u>(40,816)</u>	<u>774,474</u>	<u>1,137,486</u>	<u>1,288,797</u>	<u>151,311</u>
(6,206,536)	(54,141)	6,152,395	(180,552)	57,925	238,477
11,017,722	11,017,722	0	2,284,076	2,284,076	0
1,139,248	1,139,248	0	0	0	0
<u>\$5,950,434</u>	<u>\$12,102,829</u>	<u>\$6,152,395</u>	<u>\$2,103,524</u>	<u>\$2,342,001</u>	<u>\$238,477</u>

(Continued)

**Licking County, Ohio**  
 Combined Statement of Revenues, Expenditures, and Changes  
 In Fund Balances - Budget (Non-GAAP Basis) and Actual  
 All Governmental Fund Types  
 For the Year Ended December 31, 1999  
 (Continued)

	Capital Projects Funds		
	Revised Budget	Actual	Variance Favorable (Unfavorable)
<b>Revenues:</b>			
Property and Other Taxes	\$0	\$0	\$0
Sales Tax	0	0	0
Permissive Motor Vehicle License Tax	0	0	0
Charges for Services	0	0	0
Licenses and Permits	0	0	0
Fines and Forfeitures	0	0	0
Intergovernmental	78,000	413,114	335,114
Special Assessments	0	0	0
Interest	28,881	161,012	132,131
Rent	0	0	0
Loans	0	0	0
Other	282,894	17,735	(265,159)
<b>Total Revenues</b>	<b>389,775</b>	<b>591,861</b>	<b>202,086</b>
<b>Expenditures:</b>			
Current:			
General Government:			
Legislative and Executive	0	0	0
Judicial	0	0	0
Public Safety	0	0	0
Public Works	0	0	0
Health	0	0	0
Human Services	0	0	0
Community Development	0	0	0
Other	0	0	0
Capital Outlay	7,489,970	6,970,609	519,361
Intergovernmental	0	0	0
Debt Service:			
Principal Retirement	0	0	0
Interest and Fiscal Charges	0	0	0
<b>Total Expenditures</b>	<b>7,489,970</b>	<b>6,970,609</b>	<b>519,361</b>
Excess of Revenues Over (Under) Expenditures	(7,100,195)	(6,378,748)	721,447
<b>Other Financing Sources (Uses):</b>			
Proceeds from Sale of Bonds	3,509,762	3,535,000	25,238
Operating Transfers - In	995,189	1,360,000	364,811
Advances - In	505,824	530,000	24,176
Operating Transfers - Out	0	(6,377)	(6,377)
Advances - Out	0	(150,000)	(150,000)
<b>Total Other Financing Sources (Uses)</b>	<b>5,010,775</b>	<b>5,268,623</b>	<b>257,848</b>
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(2,089,420)	(1,110,125)	979,295
Fund Balances at Beginning of Year	3,964,745	3,964,745	0
Prior Year Encumbrances Appropriated	2,895,587	2,895,587	0
<b>Fund Balances at End of Year</b>	<b>\$4,770,912</b>	<b>\$5,750,207</b>	<b>\$979,295</b>

See accompanying notes to the general purpose financial statements



Totals (Memorandum Only)		
Revised Budget	Actual	Variance Favorable (Unfavorable)
\$12,658,614	\$13,083,239	\$424,625
13,870,000	14,776,242	906,242
321,033	338,116	17,083
5,362,572	5,955,415	592,843
175,647	227,075	51,428
533,981	561,459	27,478
28,869,865	32,028,987	3,159,122
254,020	266,180	12,160
1,790,585	2,195,392	404,807
178,149	196,059	17,910
129,175	261,692	132,517
607,615	371,351	(236,264)
<u>64,751,256</u>	<u>70,261,207</u>	<u>5,509,951</u>
12,097,299	11,125,176	972,123
5,637,497	5,207,801	429,696
12,489,292	11,811,461	677,831
6,758,705	6,496,708	261,997
1,088,853	990,725	98,128
28,555,620	27,603,370	952,250
1,794,273	1,410,687	383,586
54,875	55,823	(948)
7,489,970	6,970,609	519,361
3,334,743	3,242,044	92,699
893,895	893,895	0
898,105	807,145	90,960
<u>81,093,127</u>	<u>76,615,444</u>	<u>4,477,683</u>
<u>(16,341,871)</u>	<u>(6,354,237)</u>	<u>9,987,634</u>
3,509,762	3,535,000	25,238
8,053,255	4,892,786	(3,160,469)
624,835	916,760	291,925
(9,414,818)	(4,786,509)	4,628,309
0	(916,760)	(916,760)
<u>2,773,034</u>	<u>3,641,277</u>	<u>868,243</u>
(13,568,837)	(2,712,960)	10,855,877
21,463,449	21,463,449	0
5,592,286	5,592,286	0
<u>\$13,486,898</u>	<u>\$24,342,775</u>	<u>\$10,855,877</u>

**Licking County, Ohio**  
 Combined Statement of Revenues,  
 Expenses, and Changes in Fund Equity  
 All Proprietary Fund Types and  
 Discretely Presented Component Units  
 For the Year Ended December 31, 1999

	<u>Proprietary Fund Types</u>		Totals Primary Government (Memorandum Only)
	<u>Enterprise</u>	<u>Internal Service</u>	
<b>Revenues:</b>			
Contributions from County	\$0	\$0	\$0
Charges for Services	1,541,874	754,419	2,296,293
<b>Total Revenues</b>	<b>1,541,874</b>	<b>754,419</b>	<b>2,296,293</b>
<b>Expenses:</b>			
Personal Services	474,207	12,053	486,260
Fringe Benefits	132,505	1,421	133,926
Contractual Services	268,402	4,309	272,711
Materials and Supplies	120,959	382	121,341
Claims	0	958,318	958,318
Cost of Goods Sold	0	0	0
Depreciation	48,400	0	48,400
Other	27,509	0	27,509
<b>Total Expenses</b>	<b>1,071,982</b>	<b>976,483</b>	<b>2,048,465</b>
<b>Operating Income (Loss)</b>	<b>469,892</b>	<b>(222,064)</b>	<b>247,828</b>
<b>Non-Operating Revenues (Expenses):</b>			
Interest and Fiscal Charges	(74,443)	0	(74,443)
Grants Income	0	0	0
Other Non-Operating Revenues	230	0	230
Interest Income	5,529	103,197	108,726
<b>Total Non-Operating Revenues (Expenses)</b>	<b>(68,684)</b>	<b>103,197</b>	<b>34,513</b>
<b>Income (Loss) Before Operating Transfers</b>	<b>401,208</b>	<b>(118,867)</b>	<b>282,341</b>
<b>Operating Transfers Out</b>	<b>(17,638)</b>	<b>0</b>	<b>(17,638)</b>
<b>Net Income (Loss)</b>	<b>383,570</b>	<b>(118,867)</b>	<b>264,703</b>
<b>Retained Earnings at Beginning of Year</b>	<b>554,119</b>	<b>4,120,833</b>	<b>4,674,952</b>
<b>Funds Used to Purchase Van</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Retained Earnings at End of Year</b>	<b>937,689</b>	<b>4,001,966</b>	<b>4,939,655</b>
<b>Contributed Capital at Beginning of Year</b>	<b>246,988</b>	<b>0</b>	<b>246,988</b>
<b>Contributions During the Year from</b>			
County	0	0	0
Intergovernmental	0	0	0
Customers	61,500	0	61,500
<b>Contributed Capital at End of Year</b>	<b>308,488</b>	<b>0</b>	<b>308,488</b>
<b>Total Fund Equity at End of Year</b>	<b>\$1,246,177</b>	<b>\$4,001,966</b>	<b>\$5,248,143</b>

See accompanying notes to the general purpose financial statements

Licking County Transit Board	LICCO Incorporated	Totals Reporting Entity (Memorandum Only)
\$58,654	\$738,286	\$796,940
64,728	291,176	2,652,197
<u>123,382</u>	<u>1,029,462</u>	<u>3,449,137</u>
4,186	776,469	1,266,915
478	0	134,404
127,799	220,604	621,114
2,169	12,442	135,952
0	0	958,318
0	44,013	44,013
21,510	19,563	89,473
<u>0</u>	<u>0</u>	<u>27,509</u>
<u>156,142</u>	<u>1,073,091</u>	<u>3,277,698</u>
<u>(32,760)</u>	<u>(43,629)</u>	<u>171,439</u>
0	0	(74,443)
76,777	0	76,777
0	4,040	4,270
<u>429</u>	<u>27,558</u>	<u>136,713</u>
<u>77,206</u>	<u>31,598</u>	<u>143,317</u>
44,446	(12,031)	314,756
<u>0</u>	<u>0</u>	<u>(17,638)</u>
44,446	(12,031)	297,118
0	743,726	5,418,678
<u>0</u>	<u>(52,736)</u>	<u>(52,736)</u>
<u>44,446</u>	<u>678,959</u>	<u>5,663,060</u>
0	0	246,988
71,700	0	71,700
286,800	0	286,800
<u>0</u>	<u>0</u>	<u>61,500</u>
<u>358,500</u>	<u>0</u>	<u>666,988</u>
<u>\$402,946</u>	<u>\$678,959</u>	<u>\$6,330,048</u>

**Licking County, Ohio**  
 Combined Statement of Revenues, Expenses, and  
 Changes in Fund Equity - Budget (Non-GAAP Basis) and Actual  
 All Proprietary Fund Types  
 For the Year Ended December 31, 1999

	Enterprise Funds		Variance Favorable (Unfavorable)
	Revised Budget	Actual	
<b>Revenues:</b>			
Charges for Services	\$1,264,139	\$1,631,962	\$367,823
Tap-In Fees	21,782	76,700	54,918
Interest	0	6,247	6,247
Other Non-Operating Revenues	179	230	51
<b>Total Revenues</b>	<b>1,286,100</b>	<b>1,715,139</b>	<b>429,039</b>
<b>Expenses:</b>			
Personal Services	490,021	487,681	2,340
Fringe Benefits	140,217	126,636	13,581
Contractual Services	421,559	331,686	89,873
Materials and Supplies	188,109	126,475	61,634
Claims and Judgements	0	0	0
Other Operating Expenses	36,527	27,981	8,546
Capital Outlay	147,824	101,585	46,239
Debt Service:			
Principal Retirement	75,000	75,000	0
Interest and Fiscal Charges	41,350	41,350	0
<b>Total Expenses</b>	<b>1,540,607</b>	<b>1,318,394</b>	<b>222,213</b>
Excess of Revenues Over (Under) Expenses	(254,507)	396,745	651,252
Operating Transfer-Out	(106,277)	(106,277)	0
Excess of Revenues Over (Under) Expenses and Operating Transfers	(360,784)	290,468	651,252
Fund Equity at Beginning of Year	999,441	999,441	0
Prior Year Encumbrances Appropriated	45,219	45,219	0
<b>Fund Equity at End of Year</b>	<b>\$683,876</b>	<b>\$1,335,128</b>	<b>\$651,252</b>

See accompanying notes to the general purpose financial statements

Internal Service Fund			Totals (Memorandum Only)		
Revised Budget	Actual	Variance Favorable (Unfavorable)	Revised Budget	Actual	Variance Favorable (Unfavorable)
\$728,899	\$752,489	\$23,590	\$1,993,038	\$2,384,451	\$391,413
0	0	0	21,782	76,700	54,918
107,694	111,180	3,486	107,694	117,427	9,733
0	0	0	179	230	51
<u>836,593</u>	<u>863,669</u>	<u>27,076</u>	<u>2,122,693</u>	<u>2,578,808</u>	<u>456,115</u>
22,233	19,811	2,422	512,254	507,492	4,762
0	0	0	140,217	126,636	13,581
6,838	4,450	2,388	428,397	336,136	92,261
475	382	93	188,584	126,857	61,727
712,597	633,256	79,341	712,597	633,256	79,341
0	0	0	36,527	27,981	8,546
0	0	0	147,824	101,585	46,239
0	0	0	75,000	75,000	0
0	0	0	41,350	41,350	0
<u>742,143</u>	<u>657,899</u>	<u>84,244</u>	<u>2,282,750</u>	<u>1,976,293</u>	<u>306,457</u>
94,450	205,770	111,320	(160,057)	602,515	762,572
0	0	0	(106,277)	(106,277)	0
94,450	205,770	111,320	(266,334)	496,238	762,572
4,213,148	4,213,148	0	5,212,589	5,212,589	0
33,152	33,152	0	78,371	78,371	0
<u>\$4,340,750</u>	<u>\$4,452,070</u>	<u>\$111,320</u>	<u>\$5,024,626</u>	<u>\$5,787,198</u>	<u>\$762,572</u>

**Licking County, Ohio**  
 Combined Statement of Cash Flows  
 All Proprietary Fund Types and  
 Discretely Presented Component Units  
 For the Year Ended December 31, 1999

	Proprietary Fund Types		Totals (Memorandum Only)
	Enterprise	Internal Service	
<b><i>Increase (Decrease) in Cash and Cash Equivalents</i></b>			
<i>Cash Flows from Operating Activities:</i>			
Cash Received from Customers	\$1,494,907	\$0	\$1,494,907
Contributions from the County	0	0	0
Cash Received from Quasi-External Transactions with Other Funds	0	754,419	754,419
Cash Payments for Employee Services and Benefits	(614,317)	(19,811)	(634,128)
Cash Payments to Suppliers for Goods and Services	(384,760)	(4,691)	(389,451)
Cash Payments for Claims	0	(630,584)	(630,584)
Other Non-Operating Revenues	230	0	230
Other Operating Expenses	(27,509)	0	(27,509)
<i>Net Cash Provided by (Used for) Operating Activities</i>	<u>468,551</u>	<u>99,333</u>	<u>567,884</u>
<i>Cash Flows from Noncapital Financing Activities</i>			
Grants	0	0	0
Repayment of an Interfund Loan	(25,111)	0	(25,111)
Operating Transfers Out	(17,638)	0	(17,638)
<i>Net Cash Used for Noncapital Financing Activities</i>	<u>(42,749)</u>	<u>0</u>	<u>(42,749)</u>
<i>Cash Flows from Capital and Related Financing Activities:</i>			
Acquisition of Capital Assets	(71,731)	0	(71,731)
Funds Used to Purchase Van	0	0	0
Capital Contributed by Intergovernmental	0	0	0
Capital Contributed by County	0	0	0
Capital Contributed by Customers	61,500	0	61,500
Principal Paid on Debt	(105,000)	0	(105,000)
Interest Paid on Debt	(74,878)	0	(74,878)
<i>Net Cash Provided by (Used for) Capital and Related Financing Activities</i>	<u>(190,109)</u>	<u>0</u>	<u>(190,109)</u>
<i>Cash Flows from Investing Activities:</i>			
Sale of Investments	0	0	0
Interest on Investments	6,247	111,180	117,427
<i>Net Cash Provided by Investing Activities</i>	<u>6,247</u>	<u>111,180</u>	<u>117,427</u>
Net Increase (Decrease) in Cash and Cash Equivalents	241,940	210,513	452,453
Cash and Cash Equivalents Beginning of Year	1,213,445	4,247,750	5,461,195
<b><i>Cash and Cash Equivalents End of Year</i></b>	<u><u>\$1,455,385</u></u>	<u><u>\$4,458,263</u></u>	<u><u>\$5,913,648</u></u>

Component Units		Totals Reporting Entity (Memorandum Only)
Licking County Transit Board	LICCO Incorporated	
\$40,356	\$286,706	\$1,821,969
58,654	0	58,654
0	0	754,419
(4,219)	(202,355)	(840,702)
(108,911)	(93,210)	(591,572)
0	0	(630,584)
0	4,040	4,270
0	0	(27,509)
<u>(14,120)</u>	<u>(4,819)</u>	<u>548,945</u>
109,430	0	109,430
0	0	(25,111)
0	0	(17,638)
<u>109,430</u>	<u>0</u>	<u>66,681</u>
(215,100)	(64,363)	(351,194)
0	(52,736)	(52,736)
143,400	0	143,400
71,700	0	71,700
0	0	61,500
0	0	(105,000)
0	0	(74,878)
<u>0</u>	<u>(117,099)</u>	<u>(307,208)</u>
0	66,566	66,566
429	34,980	152,836
<u>429</u>	<u>101,546</u>	<u>219,402</u>
95,739	(20,372)	527,820
0	31,473	5,492,668
<u>\$95,739</u>	<u>\$11,101</u>	<u>\$6,020,488</u>

(Continued)

**Licking County, Ohio**  
 Combined Statement of Cash Flows  
 All Proprietary Fund Types and  
 Discretely Presented Component Unit  
 For the Year Ended December 31, 1999  
 (Continued)

	Proprietary Fund Types		Totals (Memorandum Only)
	Enterprise	Internal Service	
<b><i>Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:</i></b>			
Operating Income (Loss)	\$469,892	(\$222,064)	\$247,828
 <i>Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:</i>			
Depreciation	48,400	0	48,400
Other Non-Operating Revenues	230	0	230
 <i>Changes in Assets and Liabilities:</i>			
Increase in Accounts Receivable	(47,786)	0	(47,786)
(Increase) Decrease in Due from Other Funds	899	0	899
Increase in Intergovernmental Receivables	0	0	0
(Increase) Decrease in Inventory	15,362	0	15,362
Decrease in Prepays	73	0	73
Increase in Accounts Payable	4	0	4
Increase in Claims Payable	0	327,734	327,734
Decrease in Accrued Salaries	(16,031)	(5,886)	(21,917)
Decrease in Due to Other Funds	(80)	0	(80)
Increase (Decrease) in Intergovernmental Payable	(2,778)	(2,141)	(4,919)
Increase in Compensated Absences Payable	366	1,690	2,056
<b><i>Net Cash Provided by (Used for) Operating Activities</i></b>	<b><u>\$468,551</u></b>	<b><u>\$99,333</u></b>	<b><u>\$567,884</u></b>

Noncash Capital Financing Activities:

Additional capital contributions of \$143,400 from intergovernmental revenues were shown as receivables during 1999.

See accompanying notes to the general purpose financial statements



Component Units		Totals
Licking County Transit Board	LICCO Incorporated	Reporting Entity (Memorandum Only)
(\$32,760)	(\$43,629)	\$171,439
21,510	19,563	89,473
0	4,040	4,270
(19,050)	6,012	(60,824)
(3,736)	0	(2,837)
(15,842)	0	(15,842)
(4,152)	510	11,720
0	2,539	2,612
28,465	(2,170)	26,299
0	0	327,734
0	2,265	(19,652)
0	0	(80)
11,240	6,051	12,372
205	0	2,261
<u>(\$14,120)</u>	<u>(\$4,819)</u>	<u>\$548,945</u>

**Licking County, Ohio**  
Notes to the General Purpose Financial Statements  
December 31, 1999

---

**Note 1 - Reporting Entity and Basis of Presentation**

Licking County, Ohio (The County), was created in 1808. The County is governed by a board of three commissioners elected by the voters of the County. Other officials elected by the voters of the County who manage various segments of the County's operations are the County Auditor, County Treasurer, Recorder, Clerk of Courts, Coroner, Engineer, Prosecutor, Sheriff, two Common Pleas Court Judges, a Probate and Juvenile Court Judge, one Western division court judge, one Northern division court judge, and one Eastern division court judge.

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

***A. Reporting Entity***

The County utilizes the Standards of Governmental Accounting Standards Board Statement 14 for determining the reporting entity.

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

The primary government consists of all funds, departments, boards and agencies that are not legally separate from the County. For Licking County, this includes the Children's Service Board, the Board of Mental Retardation and Developmental Disabilities, the Alcohol, Drug Addiction and Mental Health Services Board, 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 that are fiscally dependent on the County in that the County approves the budget, the issuance of debt or the levying of taxes.

*Discretely Presented Component Units.* The component unit columns in the combined financial statements identify the financial data of the County's component units, LICCO, Incorporated, Licking County Transit Board, Licking County Transportation Improvement District, and the Licking County Regional Airport Authority. They are reported separately to emphasize that they are legally separate from the County.

**Licking County, Ohio**  
Notes to the General Purpose Financial Statements  
December 31, 1999

---

LICCO, Incorporated - LICCO, Incorporated is a legally separate, not-for-profit corporation, served by a self-appointing board of trustees. LICCO, Incorporated, under a contractual agreement with the Licking County Board of Mental Retardation and Developmental Disabilities, provides sheltered employment for mentally retarded or handicapped adults in Licking County. Based on the significant services and resources provided by the County to LICCO, Incorporated and their sole purpose of provided assistance to the retarded and handicapped adults of Licking County, LICCO, Incorporated is reflected as a component unit of Licking County. LICCO, Incorporated operates on a fiscal year ending December 31. The operating statement of LICCO, Incorporated is presented at the object level. LICCO, Incorporated 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 the LICCO, Incorporated, 500 Industrial Parkway, Heath, Ohio 43056.

Licking County Transit Board - The Licking County Transit Board, "Board", operates under a seven member board. All seven members are appointed by the Licking County Commissioners. The Board was created under section 306.01 and 306.02 of the Ohio Revised Code. The purpose of the Board is to provide a transportation system for the residents of Licking County. The Board generates revenues from fares collected from the busing services and grants from the Job Access and Reverse Commute and the Commuter grant programs. Financial information can be obtained from the Licking County Transit Board at 20 South Second Street, Newark, Ohio 43055.

Licking County Transportation Improvement District - The Licking County Transportation Improvement District, "District", operates under a board of seven members. Of the seven member board, five members are appointed by the Licking County Commissioners. The sixth member, who is nonvoting, is appointed by the Speaker of the House of the General Assembly and the seventh member, also a nonvoting member, is appointed by the President of the Senate of the General Assembly. The District was created under section 5540.02(c)(2) of the Ohio Revised Code. The purpose of the District is to improve the transportation system in Licking County in order to contribute to the creation or preservation of jobs. The District generates revenues from public and private contributions. Financial information can be obtained from the Licking County Transportation Improvement District at 65 East Main Street, Newark, Ohio 43055.

Licking County Regional Airport Authority - The Licking County Regional Airport Authority operates under a separate board that consists of fifteen members. The fifteen board members are appointed by the Licking County Commissioners. The Licking County Commissioners approve the budget and the expenditures of the Airport. The County issued debt for the construction of hangers which is retired from County general fund revenues and the Airport's revenues. All of the land and some of the fixed assets at the Airport belong to the County. The Airport rents the airport facilities to Aviation Works, Inc., a private company that operates the Airport. The Airport generates revenue from rent and grants applied for in the Airport's name. The Airport operates on a calendar year basis. Separately issued financial statements can be obtained from the Licking County Regional Airport Authority, 530 Heath Road, Heath, Ohio 43056.

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 districts listed below, the County serves as fiscal agent, but is not financially accountable for their operations nor are they fiscally dependent on the County. Accordingly, the activity of the following districts is presented as agency funds in the County's financial statements:

**Licking County, Ohio**  
Notes to the General Purpose Financial Statements  
December 31, 1999

---

Licking County General Health District is governed by a five member board of health which oversees the operation of the health district and is elected by a district advisory council. The Board adopts its own budget, hires and fires its own staff, and operates autonomously from the County.

Licking County 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.

The following potential component units have been excluded from the County's financial statements because the County is not financially accountable for these organizations nor are these entities for which the County approves the budget, the issuance of debt, or the levying of taxes:

- Aviation Works, Incorporated
- Licking County Educational Service Center
- Licking County Joint Vocational School
- Licking County Law Library
- Newark Public Library

The County is associated with certain organizations which are defined as Joint Ventures, Jointly Governed Organizations, Related Organizations or Insurance Purchasing Pools. These organizations are presented in Notes 20 through 23 to the general purpose financial statements. These organizations are:

- Licking-Knox Alcohol, Drug Addiction and Mental Health Services Board (ADAMH)
- Fairfield, Hocking, Licking, and Perry County Multi-County Juvenile Detention System
- Coshocton-Fairfield-Licking-Perry Solid Waste District
- Licking County Cluster
- Multi-County Juvenile Rehabilitation Facility
- Licking County Area Transportation Study (LCATS) Metropolitan Planning Organization (MPO)
- Licking County Port Authority
- Licking County Children and Families First Council
- Licking-Muskingum Community Based Correctional Facility (CBCF)
- Licking County Park District
- County Commissioners Association of Ohio Worker's Compensation Group Rating Plan

The Licking-Knox Alcohol, Drug Addiction and Mental Health Services Board, Licking-Muskingum Community Based Correctional Facility (CBCF) and the Licking County Park District are presented as agency funds of the County because the County Auditor is the fiscal agent for these organizations.

***B. Fund Accounting***

The County uses funds and account groups to report on its financial position and the results of operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain County functions or activities.

**Licking County, Ohio**  
Notes to the General Purpose Financial Statements  
December 31, 1999

---

A fund is defined as a fiscal and accounting entity with a self balancing set of accounts recording cash and other financial resources, together with all related liabilities and residual equities or balances, and changes therein, which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions or limitations. An account group is a financial reporting device designed to provide accountability for certain assets and liabilities that are not recorded in the funds because they do not directly affect net expendable available financial resources.

For financial statement presentation purposes, the various funds of the County are grouped into the following generic fund types under the broad fund categories governmental, proprietary and fiduciary.

*Governmental Fund Types*

Governmental funds are those through which most governmental functions of the County are financed. The acquisition, use and balances of the County's expendable financial resources and the related current liabilities (except those accounted for in proprietary funds and trust funds) are accounted for through governmental funds. The following are the County's governmental fund types:

**General Fund** - This fund is used to account for all financial resources of the County 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.

**Special Revenue Funds** - These 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 expenditure for specified purposes.

**Debt Service Funds** - These funds are used to account for the accumulation of financial resources for, and the payment of, general long-term debt principal, interest and related costs and special assessment long-term debt principal, interest and related costs.

**Capital Projects Funds** - These 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 and trust funds).

*Proprietary Fund Types*

The proprietary funds are used to account for the County's ongoing activities which are similar to those found in the private sector. The following are the County's proprietary fund types:

**Enterprise Funds** - These funds are used to account for operations that are financed and operated in a manner similar to private business enterprises where the intent is that costs (expenses, including depreciation) of providing services to the general public on a continuing basis be financed or recovered primarily through user charges or where it has been decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability or other purposes.

**Internal Service Fund** - This fund is used to account for operations that are financed on a cost-reimbursement basis for goods or services provided by one department to other departments within the County.

**Licking County, Ohio**  
Notes to the General Purpose Financial Statements  
December 31, 1999

---

*Fiduciary Fund Types*

These funds are used 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 are the County's fiduciary fund types:

Expendable Trust Fund - This fund is accounted for in essentially the same manner as governmental funds.

Agency Funds - These funds are purely custodial (assets equal liabilities) and thus do not involve measurement of results of operations.

*Account Groups*

To make a clear distinction between fixed assets related to specific funds and those of general government, and between long-term liabilities related to specific funds and those of a general nature, the following account groups are used:

General Fixed Assets Account Group - The general fixed assets account group is used to account for all fixed assets of the County, other than those fixed assets accounted for in the proprietary funds. This information is not available, and therefore not presented, for the Primary Government.

General Long-Term Obligations Account Group - The general long-term obligations account group is used to account for all long-term debt of the County, except that accounted for in the proprietary funds.

**Note 2 - Summary of Significant Accounting Policies**

The significant accounting policies followed in the preparation of these financial statements are summarized below. These policies conform to generally accepted accounting principles for local governmental units as prescribed in the statements issued by the Governmental Accounting Standards Board and other recognized authoritative sources. The County applies Financial Accounting Standards Board statements and interpretations issued on or before November 30, 1989 to proprietary activities provided they do not conflict with Governmental Accounting Standards Board statements and interpretations. Information in the notes to the general purpose financial statements relates in general to the Primary Government. Information related to the operation of the LICCO, Incorporated, Licking County Transit Board, the Licking County Transportation Improvement District, and the Licking County Regional Airport Authority (Component Units) is specifically identified.

***A. Measurement Focus And Basis of Accounting***

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental fund types and expendable trust 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. Operating statements of these funds present increases (i.e. revenues and other financing sources) and decreases (i.e. expenditures and other financing uses) in net current assets.

**Licking County, Ohio**  
Notes to the General Purpose Financial Statements  
December 31, 1999

---

All proprietary funds are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operation of these funds are included on the balance sheet. Fund equity (i.e., net total assets) is segregated into contributed capital and retained earnings components. Proprietary fund-type operating statements present increases (e.g. revenues) and decreases (e.g. expenses) in net total assets.

Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made.

The modified accrual basis of accounting is followed for the governmental, expendable trust and agency funds. Under this basis, revenues are recognized in the accounting period when they become both measurable and available. Available means collectible within the current fiscal year or soon enough thereafter to be used to pay liabilities of the current year. The available period for the County is sixty days after year end.

In applying the susceptible to accrual concept under the modified accrual basis, the following revenue sources are deemed both measurable and available: earnings on investments, sales tax (see Note 8), federal and state grants and shared revenues, and charges for current services. Major revenue sources not susceptible to accrual include licenses and permits, and fines and forfeitures, which are not considered measurable until received.

The County reports deferred revenues on its combined balance sheet. Deferred revenues arise when a potential revenue does not meet both the measurable and available criteria for recognition in the current period. In subsequent periods, when both revenue recognition criteria are met, the liability for deferred revenue is removed from the combined balance sheet and revenue is recognized. Special assessments are recorded as deferred revenue because they do not meet the availability criteria. Property taxes measurable as of December 31, 1999, and delinquent property taxes, whose availability is indeterminable and which are intended to finance 2000 operations, have also been recorded as deferred revenue.

The measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Most expenditures are measurable and are recorded when the related fund liability is incurred.

Principal and interest on general and special assessment long-term debt are recorded as fund liabilities when due, and costs of accumulated unpaid vacation and sick leave are reported as fund liabilities in the period in which they will be liquidated with available financial resources rather than in the period earned by employees. Allocations of cost, such as depreciation and amortization, are not recognized in the governmental funds.

The Licking County Regional Airport Authority and the Licking County Transportation Improvement District accounts for their operations on a modified accrual basis similar to the governmental funds of the County.

The proprietary funds are reported using the accrual basis of accounting. Revenues are recognized in the accounting period in which they are earned, and expenses are recognized at the time they are incurred. Unbilled service charges receivable are recognized as revenue at year end. The LICCO, Incorporated and the Licking County Transit Board account for their operations on a full accrual basis similar to the proprietary funds of the County.

**Licking County, Ohio**  
Notes to the General Purpose Financial Statements  
December 31, 1999

---

***B. Budgetary Process***

The budgetary process is prescribed by provisions of the Revised Code and entails the preparation of budgetary documents within an established timetable. The major documents prepared are the tax budget, the certificate of estimated resources and the appropriations resolution, all of which are prepared on the budgetary basis of accounting. The certificate of estimated resources and the appropriations resolution are subject to amendment throughout the year with the legal restriction that appropriations cannot exceed estimated resources, as certified. All funds, other than agency funds, legally are required to be budgeted and appropriated. The expendable trust fund was not required to be budgeted. The legal level of budgetary control is at the object level within each fund, program, and department. Budgetary modifications may only be made by resolution of the County Commissioners.

The Domestic Violence, Licking County Pride, and the Indigent Alcohol Treatment special revenue funds, the General Bond Retirement Licking County Alcoholism Prevention Program Sinking debt service fund, and the Construction - MRDD, Prairie Run Ditch, and Issue Two capital projects funds were not budgeted due to the County not realizing this was a requirement. The combined budgetary statements include these unbudgeted funds to demonstrate non-compliance with State statutes.

There were a number of special revenue and capital projects that were not budgeted because the County did not anticipate any financial activity within these funds, and none occurred. Budgetary information for the LICCO, Incorporated, Licking County Transit Board, the Licking County Transportation Improvement District, and the Licking County Regional Airport Authority are not reported because they are not included in the entity for which "the appropriated budget" is adopted, and they do not maintain budgetary financial records.

*Tax Budget*

A budget of estimated revenue and expenditures is submitted to the County Auditor, as Secretary of the County Budget Commission, by July 20 of each year, for the period January 1 to December 31 of the following year.

*Estimated Resources*

The County Budget Commission reviews estimated revenue and determines if the budget substantiates a need to levy all or part of previously authorized taxes. The Commission certifies its actions to the County by September 1. As part of this certification, the County receives the official certificate of estimated resources, which states the projected revenue of each fund. Prior to December 31, the County must revise its budget so that the total contemplated expenditures from any fund during the ensuing fiscal year will not exceed the amount available as stated in the certificate of estimated resources. The revised budget then serves as the basis for the annual appropriation measure. On or about January 1, the certificate of estimated resources is amended to include any unencumbered balances from the preceding year. The certificate may be amended further during the year if the County Auditor determines, and the Budget Commission agrees, that an estimate needs either to be increased or decreased. The amounts reported on the budgetary statement reflect the amounts in the final amended official certificate of estimated resources issued during 1999.



**Licking County, Ohio**  
Notes to the General Purpose Financial Statements  
December 31, 1999

---

*Appropriations*

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

The allocation of appropriations among departments and objects within a fund may be modified during the year only by a resolution of the Commissioners. Several supplemental appropriation resolutions were legally enacted by the County Commissioners during the year. The budget figures which appear in the statements of budgetary comparisons represent the final appropriation amounts, including all amendments and modifications.

*Encumbrances*

As part of formal budgetary control, purchase orders, contracts and other commitments for the expenditure of monies are encumbered and recorded as the equivalent of expenditures on the non-GAAP budgetary basis in order to reserve that portion of the applicable appropriation and to determine and maintain legal compliance. The Ohio Revised Code prohibits expenditures plus encumbrances from exceeding appropriations. On the GAAP basis, encumbrances outstanding at year end are reported as reservations of fund balances for subsequent year expenditures for governmental funds and reported in the notes to the financial statements for proprietary funds.

*Lapsing of Appropriations*

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

**C. Cash and Cash Equivalents**

To improve cash management, cash received by the County is pooled. Monies for all funds, including proprietary funds, are maintained in this pool. Individual fund integrity is maintained through the County's records. Each fund's interest in the pool is presented as "Cash and Cash Equivalents" on the combined balance sheet.

During 1999, investments were limited to STAR Ohio, repurchase agreements, nonparticipating certificates of deposit, treasury notes, and federal agency securities.

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.

**Licking County, Ohio**  
Notes to the General Purpose Financial Statements  
December 31, 1999

---

The County has invested funds in the State Treasury Asset Reserve of Ohio (STAROhio) during 1999. STAROhio is an investment pool managed by the State Treasurer's Office which allows governments within the State to pool their funds for investment purposes. STAROhio 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 STAROhio are valued at STAROhio's share price which is the price the investment could be sold for on December 31, 1999.

Interest revenue credited to the general fund during 1999 amounted to \$2,199,388, which includes \$1,510,822 assigned from other County funds.

The County has segregated bank accounts for monies held separate from the County's central bank account. These bank accounts are presented in the combined balance sheet as "Cash and Cash Equivalents in Segregated Accounts" since they are not required to be deposited into the County treasury.

For purposes of the combined statement of cash flows and for presentation of the combined balance sheet, investments of the cash management pool and investments with original maturities of three months or less at the time they are purchased by the County are considered to be cash equivalents. Investments with an initial maturity of more than three months not purchased from the pool are reported as investments.

Interest received directly by LICCO, Incorporated was \$27,558, interest received directly by the Licking County Transit Board was \$429, interest received by the Licking County Transportation Improvement District was \$496, and interest received by the Licking County Regional Airport Authority was \$1,687.

***D. Restricted Assets***

Certain resources set aside for replacements or repairs to the sewer system built with revenue bond proceeds are classified as restricted assets on the balance sheet.

***E. Receivables and Payables***

Receivables and payables to be recorded on the County's financial statements are recorded to the extent that the amounts are determined material 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 payables, 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.

**Licking County, Ohio**  
Notes to the General Purpose Financial Statements  
December 31, 1999

---

***F. Inventory of Supplies***

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

Inventory of LICCO, Incorporated and the Licking County Transit Board is stated at cost using the specific cost identification method.

***G. Prepaid Items***

Payments made to vendors for services that will benefit periods beyond December 31, 1999, are recorded as prepaid items using the consumption method. A current asset for the prepaid amount is recorded at the time of the purchase and an expenditure/expense is reported in the year in which services are consumed.

***H. Interfund Assets and Liabilities***

Short-term interfund loans or the short-term portion of advances are classified as "interfund receivables/payables."

Long-term interfund loans are classified as advances to/from other funds and are equally offset by a fund balance reserve account which indicates that they do not constitute "available spendable resources" since they are not a component of net current assets.

Accounts used to indicate amounts owed to a particular fund by another fund of the County for goods provided or services rendered are classified as "due from other funds" and "due to other funds." Receivables for taxes at \$16,981,895 and special assessments at \$586,377 were reported as due from other funds in the governmental fund types due to the County receipting the revenues into an agency tax fund and then transferring the money to the appropriate funds. Their corresponding payables were reported as due to other funds in the agency funds.

***I. Property, Plant, Equipment and Depreciation***

The County and the Licking County Regional Airport Authority have been unable to determine the historical or estimated historical cost of their fixed assets; therefore, complete fixed asset information has not been presented.

The only items presented as fixed assets for the County are those items acquired or constructed by the enterprise funds since 1993.

Depreciation in the proprietary fund types has been provided on a straight-line basis over the following estimated useful lives:

**Licking County, Ohio**  
Notes to the General Purpose Financial Statements  
December 31, 1999

---

Description	Estimated Lives
Improvements other than Buildings	40 Years
Infrastructure	50 Years
Machinery and Equipment	5-10 Years
Furniture and Fixtures	10 Years

Complete fixed asset information is presented for LICCO, Inc.. Fixed asset values were determined at original acquisition costs when purchased. Depreciation for LICCO, Inc. is computed on the straight-line method over the following estimated useful lives:

Description	Estimated Lives
Machinery and Equipment	3-5 Years
Office Equipment	5 Years

Complete fixed asset information is presented for the Licking County Transit Board. Fixed asset values were determined at original acquisition costs when purchased. Depreciation for the Licking County Transit Board is computed on the straight-line method over the following estimated useful life:

Description	Estimated Lives
Vehicles	5 Years

***J. Compensated Absences***

GASB Statement No. 16, "Accounting for Compensated Absences", specifies the methods used to accrue liabilities for leave benefits. Vacation leave benefits and compensatory time are accrued as a liability as the benefits are earned if the employees' rights to receive compensation are attributable to services already rendered and it is probable that the County will compensate employees for the benefits through paid time off or some other means. Sick leave benefits are accrued using the vesting method. The liability is based on the sick leave accumulated at December 31 by those employees who are currently eligible to receive termination payments and by those employees for whom it is probable they will become eligible to receive termination benefits in the future. The amount is based on accumulated sick leave and employees' wage rates at year-end, taking into consideration any limits specified in the County's termination policy.

For governmental funds, the County records a liability for accumulated unused vacation time when earned for all employees with more than one year of service. The County records a liability for accumulated unused sick leave for employees with one to twelve years of employment, depending on the individual department's sick leave payment policy. The current portion of unpaid compensated absences is the amount expected to be paid using expendable available resources. These amounts are recorded in the account "compensated absences payable" in the fund from which the employees who have accumulated unpaid leave are paid. The remainder is reported in the general long-term obligations account group. In proprietary funds the entire amount of compensated absences is reported as a fund liability.

**Licking County, Ohio**  
Notes to the General Purpose Financial Statements  
December 31, 1999

---

***K. Intergovernmental Revenues***

For governmental funds, intergovernmental revenues, such as grants awarded on a non-reimbursement basis and shared revenues are recorded as receivables and revenues when measurable and available. Reimbursement-type grants are recorded as receivables and revenues when the related expenditures are incurred. Grants or shared revenues received for proprietary fund operating purposes are recognized as non-operating revenues in the accounting period in which they are earned and become measurable. Such resources restricted for the construction of capital assets are recorded as contributed capital.

***L. Long-Term Debt***

In general, governmental fund payables and accrued liabilities are reported as obligations of the funds regardless whether they will be liquidated with current resources. However, claims and judgements, compensated absences, special termination benefits and contractually required pension contributions are reported as a liability in the General Long-Term Obligations Account Group to the extent that they will not be paid with current expendable available financial resources. Payments made more than sixty days after year end are generally considered not to have been paid with current available financial resources. Bonds, capital leases and long-term loans are recognized as a liability of the General Long-Term Obligations Account Group until due.

Long-term debt and other obligations financed by proprietary funds are reported as liabilities in the appropriate proprietary funds.

Under Ohio Law, a debt retirement fund may be created and used for the payment of all debt principal and interest. Generally Accepted Accounting Principles require the allocation of the debt liability among the appropriate funds and the General Long-Term Obligations Account Group, with principal and interest payments on matured general obligation long-term debt being reported in the debt service fund. To comply with GAAP reporting requirements, a portion of the County's Debt Service Fund has been split among the appropriate funds and General Long-Term Obligations Account Group. Debt service fund resources used to pay both principal and interest have also been allocated accordingly.

***M. Contributed Capital***

Contributed capital represents resources from other funds, other governments, and private sources provided to enterprise funds that is not subject to repayment. These assets are recorded at their fair market value on the date contributed. Tap-in fees are recorded as contributed capital to the extent they exceed the actual costs of the connection to the waste water system. Depreciation on those assets acquired or constructed with contributed resources is expensed and closed to unreserved retained earnings at year end.

***N. Reserves of Fund Equity***

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, inventory, advances, loans and unclaimed monies. By law unclaimed monies are not available for appropriation until they have remained unclaimed for five years.

**Licking County, Ohio**  
Notes to the General Purpose Financial Statements  
December 31, 1999

---

A reserve has been established in the Buckeye Lake Sewer Enterprise Fund for replacement for the Buckeye Lake Sanitary Sewer improvements to the extent necessary to satisfy bond indentures.

***O. Interfund Transactions***

During the course of normal operations the County has numerous transactions between funds. The most significant include operating transfers and reimbursements.

1. Transfers of resources from one fund to another fund through which resources are to be expended are recorded as operating transfers.
2. Reimbursements from one fund to another fund are treated as expenditures/expenses in the reimbursing fund and a reduction in expenditures/expenses in the reimbursed fund.

***P. Total Columns on General Purpose Financial Statements***

Total Columns on the general purpose financial statements are captioned "(Memorandum Only)" to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations, or cash flows in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

When the title of a statement indicates a Component Unit is included, two total columns are provided. The first, captioned "Primary Government", indicates that only those activities that comprise the County's legal entity have been included. The second is captioned "Reporting Entity" and includes the activity and operations of the County's legally separate discretely presented Component Units (see Note 1). The total column of statements which do not include a Component Unit has no additional caption.

***Q. Estimates***

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

**Note 3 - Changes in Accounting Principles and Restatement of Fund Balance**

In 1998, intergovernmental receivables and interfund payables were overstated in the special revenue fund type and interfund receivables were overstated in the general fund. The effect of these changes on the excess of revenues and other financing sources over (under) expenditures and other uses as previously reported for the year ended December 31, 1998 is as follows:

**Licking County, Ohio**  
Notes to the General Purpose Financial Statements  
December 31, 1999

	General	Special Revenue
Excess as previously reported	\$862,112	\$1,098,200
Overstatement of Interfund Receivable	(4,396)	0
Overstatement of Intergovernmental Receivables	0	(601,256)
Overstatement of Interfund Payable	0	4,396
Restated Excess for the year ended December 31, 1998	<u>\$857,716</u>	<u>\$501,340</u>

The overstatement of intergovernmental, interfund receivables, and interfund payables had the following effects on fund balance as it was previously reported as of December 31, 1998.

	General	Special Revenue
Balances as previously reported	\$9,351,240	\$14,918,709
Overstatement of Interfund Receivable	(17,583)	0
Overstatement of Intergovernmental Receivables	0	(601,256)
Overstatement of Interfund Payable	0	17,583
Restated Balances as of December 31, 1998	<u>\$9,333,657</u>	<u>\$14,335,036</u>

The balance of the General Long Term Obligations Account Group decreased from \$14,182,193 to \$14,156,601 as of December 31, 1998, due to the overstatement of capital leases payable.

**Note 4 - Reconciliation of Operations from Budget Basis to GAAP Basis**

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

The Combined Statement of Revenues, Expenditures and Changes in Fund Balances - Budget (Non-GAAP Basis) and Actual, All Governmental Fund Types and the Combined Statement of Revenues, Expenses and Changes in Fund Equity - Budget (Non-GAAP Basis) and Actual, All Proprietary Fund Types 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 that:

**Licking County, Ohio**  
Notes to the General Purpose Financial Statements  
December 31, 1999

---

1. Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis).
2. Expenditures/expenses 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/expenses (budget basis) rather than as a reservation of fund balance for governmental fund types (GAAP basis). Material encumbrances are disclosed in the notes for proprietary fund types (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. For proprietary funds, the acquisition and construction of capital assets are reported on the operating statement (budget basis) rather than as balance sheet transactions (GAAP basis).
6. Principal and interest payments on debt obligations are reported in debt service funds on the operating statements (budget basis) rather than in the funds receiving those proceeds (GAAP basis).

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



**Licking County, Ohio**  
Notes to the General Purpose Financial Statements  
December 31, 1999

Excess of Revenues and Other Financing Sources  
Over (Under) Expenditures and Other Financing Uses  
Governmental Fund Types, Expendable Trust Fund, and  
Component Units

	General	Special Revenue	Debt Service	Capital Projects	Ex- pendable Trust	Component Units
GAAP Basis	\$1,633,828	\$1,618,116	\$69,716	\$226,164	\$43,499	(\$173,022)
Net Adjustment for Revenue Accruals	(845,109)	517,560	(1,135)	(386,997)	0	0
Revolving Loan	0	261,692	0	0	0	0
Advances-In	265,000	121,760	0	530,000	0	0
Advances-Out	(651,760)	(115,000)	0	(150,000)	0	0
Transfer-In	0	(147,353)	99,463	0	0	0
Transfer-Out	0	141,144	(4,615)	0	0	0
Net Adjustment for Expenditure Accruals	(163,254)	(1,266,417)	0	693,252	0	0
Prepaid Items	(7,903)	16,302	0	0	0	0
Principal Retirement	0	0	(35,895)	0	0	0
Interest and Fiscal Charges	0	0	(69,609)	0	0	0
Encumbrances	(1,837,421)	(1,187,550)	0	(2,022,544)	0	0
Non-Budgeted Fund Activity	0	(14,395)	0	0	(43,499)	173,022
Budget Basis	<u>(\$1,606,619)</u>	<u>(\$54,141)</u>	<u>\$57,925</u>	<u>\$1,110,125</u>	<u>\$0</u>	<u>\$0</u>

**Licking County, Ohio**  
Notes to the General Purpose Financial Statements  
December 31, 1999

Net Income (Loss)/Excess of Revenues Over (Under) Expenses and Operating Transfers Proprietary Fund Types and Component Units			
	Enterprise	Internal Service	Component Units
GAAP Basis	\$383,570	(\$118,867)	\$32,415
Net Adjustment for Revenue Accruals	167,506	2,673	0
Net Adjustment for Expense Accruals	30,162	324,777	0
Prepays	(73)	0	0
Transfer Out	(88,639)	0	0
Depreciation	48,400	0	0
Capital Outlay	(71,731)	0	0
Principal Retirement	(75,000)	0	0
Net Income for Non-Budgeted Component Units	0	0	(32,415)
Encumbrances	(103,727)	(2,813)	0
Budget Basis	\$290,468	\$205,770	\$0

**Note 5 - Accountability and Compliance**

**A. Fund Deficits**

The following funds had deficit fund balances as of December 31, 1999:

	Deficit Fund Balances
<i>Capital Projects Funds:</i>	
Mental Health Construction	\$347,111
Highway Engineer Construction	242,996
Ohio Power Building Acquisition	9,356

The deficits are the result of the application of generally accepted accounting principles. The general fund provides transfers to cover deficit balances; however, this is done when cash is needed rather than when accruals occur.

**B. Legal Compliance:**

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

**Licking County, Ohio**  
Notes to the General Purpose Financial Statements  
December 31, 1999

---

	<u>Excess</u>
<i>General Fund:</i>	
General Government - Legislative and Executive	
Fringe Benefits	\$6,498
Other Expenses	
Other	948
 <i>Special Revenue Fund:</i>	
Domestic Violence	
Human Services	
Contract Services	44,081
 Licking County Pride	
Public Works	
Contract Services	100,008
Other	280
 Indigent Alcohol Treatment	
General Government - Judicial	
Contract Services	21,659
 <i>Debt Service Funds:</i>	
General Bond Retirement Licking County	
Alcoholism Prevention Program Sinking	
Operating Transfer - Out	4,615
 <i>Capital Projects Funds:</i>	
Construction - Mental Retardation and	
Developmental Disabilities	
Capital Outlay	860
 Prairie Run Ditch	
Operating Transfer - Out	6,377
 Issue II	
Capital Outlay	313,216

**Note 6 - Deposits and Investments**

***A. Primary Government***

Moneys held by the County are classified by State statute into two categories. Active moneys means an amount of public moneys determined to be necessary to meet current demand upon the County treasury. Active moneys 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.

**Licking County, Ohio**  
Notes to the General Purpose Financial Statements  
December 31, 1999

---

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

Moneys held by the County which are not considered active are classified as inactive. Inactive monies are to be deposited or invested in the following securities :

1. United States Treasury Notes, Bills, Bonds, or any other obligation or security issued by the United States Treasury or any other obligation guaranteed as to principal and interest by the United States;
2. Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentality, including but not limited to, the Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation, Government National Mortgage Association, and Student Loan Marketing Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
3. Written repurchase agreements in the securities listed above provided that the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least two percent and be marked to market daily, and that the term of the agreement must not exceed thirty days;
4. Bonds 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 deposit or savings or deposit accounts, including, but not limited to, passbook accounts;
6. No-load money market mutual funds consisting exclusively of obligations described in division (1) or (2) and repurchase agreements secured by such obligations, provided that investments in securities described in this division 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 exchange either securities described in division (1) or (2) or cash or both securities and cash, equal value for equal value;
9. High grade commercial paper in an amount not to exceed five percent of the County's total average portfolio; and
10. Bankers acceptances for a period not to exceed 270 days and in an amount not to exceed ten percent of the County's total average portfolio.

**Licking County, Ohio**  
Notes to the General Purpose Financial Statements  
December 31, 1999

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

*Cash on Hand* At year end, the County had \$379,378 in undeposited cash on hand which is included on the balance sheet of the County as part of “equity in pooled cash and cash equivalents.”

The following information classifies deposits and investments by categories of risk as defined in GASB Statement No. 3 “Deposits With Financial Institutions, Investments (Including Repurchase Agreements), and Reverse Repurchase Agreements.”

*Deposits* At year-end the carrying amount of the County's deposits was \$30,800,366 and the bank balance was \$33,667,136. Of the bank balance:

1. \$1,114,918 was covered by federal depository insurance; and
2. \$32,552,218 was uninsured and uncollateralized. Although all statutory requirements for the deposit of money had been followed, non compliance with federal requirements could potentially subject the County held to a successful claim by the FDIC.

*Investments* The County's investments are required to be categorized to give an indication of the level of risk assumed by the entity at year-end. Category 1 includes investments that are insured or registered for which the securities are held by the County or the County’s agent in the County’s name. Category 2 includes uninsured and unregistered investments for which the securities are held in 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 are unclassified investments since they are not evidenced by securities that exist in physical or book entry form.

	Category		Carrying Value	Fair Value
	2	3		
STAR Ohio	\$0	\$0	\$5,227,195	\$5,227,195
Repurchase Agreement	0	5,312,543	5,312,543	5,312,543
Federal Farm Credit Bank Notes	990,871	0	990,871	990,871
Federal Home Loan Bank Notes	6,986,493	0	6,986,493	6,986,493
Federal National Mortgage Association Notes	2,997,756	0	2,997,756	2,997,756
U.S. Treasury Notes	1,992,031	0	1,992,031	1,992,031
<b>Total</b>	<b>\$12,967,151</b>	<b>\$5,312,543</b>	<b>\$23,506,889</b>	<b>\$23,506,889</b>

**Licking County, Ohio**  
Notes to the General Purpose Financial Statements  
December 31, 1999

The federal agency securities have maturities ranging from January 2000 to August 2000. The treasury notes have maturities ranging from February 2001 to May 2001.

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, "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	\$54,528,633	\$158,000
Undeposited Cash	(379,378)	0
Investments:		
Certificates of Deposit	158,000	(158,000)
STAR Ohio	(5,227,195)	5,227,195
Federal Farm Credit Bank Notes	(990,871)	990,871
Federal Home Loan Bank Notes	(6,986,493)	6,986,493
Federal National Mortgage Association Notes	(2,997,756)	2,997,756
Repurchase Agreement	(5,312,543)	5,312,543
U.S. Treasury Notes	(1,992,031)	1,992,031
GASB Statement 3	\$30,800,366	\$23,506,889

**B. Component Units**

At year end, LICCO, Inc. had cash on hand of \$100 and the carrying amount of deposits was \$87,013 and the bank balance was \$90,610. Of the bank balances \$90,610 was covered by federal depository insurance. There are no statutory guidelines regarding the deposit and investment of funds by the not-for-profit corporation. Cash and deposits of the LICCO, Inc. are presented on the financial statements as "Cash and Cash Equivalents In Segregated Accounts", "Segregated Investments", and "Investment with Fiscal and Escrow Agents".

	1	Category 2	3	Carrying and Market Value
U.S. Treasury Notes	\$0	\$123,180	\$0	\$123,180
Federal Home Loan Bank Notes	0	72,672	0	72,672
Corporate Bonds and Notes	0	0	0	240,618
Mutual Funds	0	0	0	59,357
Total	\$0	\$195,852	\$0	\$495,827

**Licking County, Ohio**  
Notes to the General Purpose Financial Statements  
December 31, 1999

	Cash and Cash Equivalents/Deposits	Investments
GASB Statement 9	\$11,101	\$571,839
Cash on hand	(100)	0
Investments:		
Certificates of Deposit	61,623	(61,623)
Money Market Fund	14,389	(14,389)
GASB Statement 3	\$87,013	\$495,827

At year end, the carrying value of the Licking County Transit Board’s deposits was \$95,739, of which \$14,803 was carried on the County’s books and shown as “Cash and Cash Equivalents” on the financial statements. The bank balance was \$80,936. All of the bank balance was covered by federal depository insurance. The carrying value of the Licking County Transit Board is presented as “Cash and Cash Equivalents in Segregated Accounts” on the financial statements.

At year end, the carrying value of the Licking County Transportation Improvement District’s deposits was \$4,667 and the bank balance was \$4,752. All of the bank balance was covered by federal depository insurance. The carrying value of the Licking County Transportation Improvement District is presented as “Cash and Cash Equivalents in Segregated Accounts” on the financial statements.

At year end, the carrying value of the Licking County Regional Airport Authority’s deposits was \$92,103 and the bank balance was \$92,103. All of the bank balance was covered by federal depository insurance. The carrying value of the Licking County Regional Airport Authority are presented on the financial statements as “Cash and Cash Equivalents in Segregated Accounts”.

**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 1999 for real and public utility property taxes represents collections of 1998 taxes. Property tax payments received during 1999 for tangible personal property (other than public utility property) is for 1999 taxes.

1999 real property taxes are levied after October 1, 1999, on the assessed value as of January 1, 1999, the lien date. Assessed values are established by State law at 35 percent of appraised market value. 1999 real property taxes are collected in and intended to finance 2000.

Public utility tangible personal property currently is assessed at varying percentages of true value; public utility real property is assessed at 35 percent of true value. 1999 public utility property taxes became a lien December 31, 1998, are levied after October 1, 1999, and are collected in 2000 with real property taxes.

1999 tangible personal property taxes are levied after October 1, 1998, on the value as of December 31, 1998. Collections are made in 1999. Tangible personal property assessments are 25 percent of true value.

**Licking County, Ohio**  
Notes to the General Purpose Financial Statements  
December 31, 1999

---

The full tax rate for all County operations for the year ended December 31, 1999, was \$7.20 per \$1,000 of assessed value. The assessed values of real and tangible personal property upon which 1999 property tax receipts were based are as follows:

Real Property	\$1,836,260,420
Public Utility Personal Property	157,241,230
Tangible Personal Property	225,823,220
Total Assessed Value	<u><u>\$2,219,324,870</u></u>

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

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

The County treasurer collects property taxes on behalf of all taxing districts in the County. Property taxes receivable represent real and tangible personal property taxes, public utility taxes and outstanding delinquencies which are measurable as of December 31, 1999. Although total property tax collections for the next year are measurable, amounts to be received during the available period are not subject to reasonable estimation at December 31, nor are they intended to finance 1999 operations. The receivable is offset by deferred revenue.

**Note 8 - Permissive Sales and Use Tax**

In 1971, the County Commissioners by resolution imposed a one-half of one percent tax on all retail sales, except sales of motor vehicles, made in the County, and on the storage, use, or consumption in the County of tangible personal property, including automobiles, not subject to the sales tax. In January 1978, an additional one-half of one percent was adopted. 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 entirely to the General Fund. Amounts that are to be received within the available period are accrued as revenue. Sales and use tax revenue for 1999 amounted to \$14,990,932.



**Licking County, Ohio**  
Notes to the General Purpose Financial Statements  
December 31, 1999

---

**Note 9 - Receivables**

***A. Primary Government***

Receivables at December 31, 1999, consisted of taxes, interest, special assessments, accounts (billings for user charged services, including unbilled utility services), loans, and intergovernmental receivables arising from grants and shared revenues. All receivables are considered collectible in full. Delinquent accounts receivable may be certified and collected as a special assessment, subject to foreclosure for nonpayment. Loans receivable represent low-interest loans for development projects and home improvements granted to eligible County residents and businesses under the Federal Community Block Grant Program, Farmer's Home Administration, and the Community Housing Improvement Program. The loans receivable consists of economic development, direct and deferred loans. The loans bear interest at annual rates between four and five percent for economic development and direct loans. The economic development and direct loans are to be repaid over a period of ten years. The deferred loans are not paid back to the County until the property is sold or transferred to another party.

A summary of the principal items of intergovernmental receivables follows:

	Amount
General Fund	
Ohio Public Defender	\$15,670
Election Expense	81,756
Municipal Court Fines	14,656
Estate and Inheritance Tax	2,369
Dare Grant	18,362
Sheriff Salary Reimbursement	1,970
Rent	1,300
FEMA	13,089
SBDC Reimbursement	3,968
Ohio Department of Transportation	81,149
9-1-1 Renovation Reimbursement	68,741
Port Authority Reimbursement	31,668
Law Enforcement Grant	48,685
Unclaimed Monies	404
Miscellaneous Reimbursements	970
Social Security Reimbursements	800
Total General Fund	\$385,557

**Licking County, Ohio**  
Notes to the General Purpose Financial Statements  
December 31, 1999

	Amount
<b>Special Revenue Funds</b>	
Child Support Enforcement Agency Advancement	\$151,382
Children Services Cluster Reimbursement	4,699
Mental Retardation Developmental Disabilities Medicaid	175,667
Community Based Facilities Operating Subsidy	345,724
Motor Vehicle Traffic Cases	12,967
Indigent Counsel Fees Defense of Indigents	4,650
Human Services 2820 Reimbursements	14,907
Children Services Foster Care Reimbursement	85,814
Children Services Child Protective Allowance	130,722
Social Security Payments	26,897
Motor Vehicle Gasoline Tax	127,371
MR/DD Professional Services	26,649
MR/DD Job Training	8,380
MR/DD Miscellaneous	50,549
Adult Probation Jail Diversion Grant	25,063
Adult Probation Corrections Planning Grant	51,742
Planning Commission	58,394
Youth Services Grant	4,193
Indigent Alcohol Treatment	1,901
Certificate of Title Administration Training Reimb.	3,345
Law Enforcement Education	110
Dog and Kennel Reimbursement	302
<b>Total Special Revenue Funds</b>	<b>1,311,428</b>
<b>Capital Projects Funds</b>	
Justice Center Addition Adult Detention Grant	221,307
<b>Agency Funds</b>	
Licking Parks District Fines	49
Library Support	387,972
Personal Property Tax Exemption	212,590
Motor Vehicle License Tax Vehicle Registration	228,357
Undivided Tax	102,245
Undivided Local Government	531,296
Motor Vehicle Permissive Tax	127,864
<b>Total Agency Funds</b>	<b>1,590,373</b>
<b>Grand Total</b>	<b>\$3,508,665</b>

**Licking County, Ohio**  
Notes to the General Purpose Financial Statements  
December 31, 1999

---

**B. Component Units**

LICCO, Incorporated uses the allowance method of accounting for doubtful accounts. All accounts were considered to be fully collectible; therefore, no allowance for doubtful accounts has been recorded.

The Licking County Transit Board had an intergovernmental receivable for \$126,589 from transportation program grants.

The Licking County Regional Airport Authority had an intergovernmental receivable for \$4,555 from the Federal Aviation Administration for reimbursement of an airport project.

**Note 10 - Fixed Assets**

A summary of the enterprise funds' 1993 through 1999 additions to fixed assets and proprietary fund type component units, LICCO, Incorporated and Licking County Transit Board, fixed assets at December 31, 1999, follows:

	Primary Government	Component Unit
Land	\$4,700	\$0
Improvements other than buildings	350,969	0
Equipment & Furniture	99,253	192,801
Vehicles	57,994	386,186
Infrastructure	698,116	0
Total	1,211,032	578,987
Less accumulated depreciation	(222,902)	(165,732)
Net Fixed Assets	\$988,130	\$413,255

The County does not currently maintain general fixed asset information.

The Licking County Regional Airport Authority and the Licking County Transportation Improvement District do not currently maintain fixed asset information.

**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.

The County maintains replacement cost insurance on buildings and contents, as well as, personal property and contents, contractor's equipment and for fine arts with the Ohio Casualty in the amount of \$54,466,903, as well as general liability for the Licking County Regional Airport Authority carried with the United States Fire Insurance Company in the amount of \$5,000,000. Fleet liability is carried with the Personal Service Company in the amount of \$1,000,000. Other property insurance includes the following: \$100,000 for valuable papers and records. Comprehensive boiler and machinery coverage is carried with the Buckeye Union Insurance Company and carried in the amount of \$30,000,000.

**Licking County, Ohio**  
Notes to the General Purpose Financial Statements  
December 31, 1999

Other liability insurance includes law enforcement liability carried with the CNA Casualty Company in the amount of \$1,000,000 for each person and \$1,000,000 for each occurrence, public official error and omission liability carried with the Columbia Casualty Company in the amount of \$1,000,000, as well as public officials liability for the Licking County Regional Airport Authority carried with Coregis Insurance Company in the amount of \$1,000,000. Professional liability for the Probate/Juvenile Court Magistrates is carried with Lloyd's Of London in the amount of \$1,000,000 per claim and \$2,000,000 annual aggregate. Professional liability for the Recorder is carried with Lloyd's, London Company in the amount of \$1,000,000.

Settled claims have not exceeded this coverage in any of the last three years. There has been no significant reduction in coverage from last year.

For 1999, the County participated in the County Commissioners Association of Ohio Workers' Compensation Group Rating Plan (Plan), an insurance purchasing pool. The Plan is intended to achieve lower worker's compensation rates while establishing safer working conditions and environments for the participants. The worker's 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 worker's 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 participation in the Plan, and to maximize the number of participants in the Plan, the Plan's executive committee annually collects rate contributions from or pays rate equalization rebates to the various participants. Participation in the Plan is limited to counties that can meet the Plan's selection criteria. The firm of Comp Management, Inc. provides administrative, cost control and actuarial services to the Plan. Each year, the County pays an enrollment fee to the Plan to cover the costs of administering the program.

The County may withdraw from the Plan if written notice is provided sixty days prior to the prescribed application deadline of the Ohio Bureau of Worker's 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.

The County has established a dental self insurance program for employees. The County also administers a self insured risk program that pays all general liability claims. An internal service fund is used to account for these programs. A liability for unpaid claims costs of \$444,696 have been accrued as a liability based on an estimate by the third party administrator. The estimate was not affected by incremental claim adjustment expenses and does not include other allocated or unallocated claim adjustment expenses. Interfund premiums are based primarily upon the insured funds' claims experience. Changes in the fund's claims liability in 1998 and 1999 were:

	Balance at Beginning of Year	Current Year Claims	Claim Payments	Balance at End of Year
1998	\$105,288	\$587,989	\$576,315	\$116,962
1999	116,962	958,318	630,584	444,696

**Licking County, Ohio**  
Notes to the General Purpose Financial Statements  
December 31, 1999

---

**Note 12 - Defined Benefit Pension Plans**

***A. Public Employees Retirement System***

All County employees, other than teachers, participate in the Public Employees Retirement System of Ohio (PERS), a cost-sharing multiple-employer public employee retirement system administered by the Public Employees Retirement Board. PERS provides basic retirement and disability benefits, annual cost of living adjustments, and death benefits to plan members and beneficiaries. Benefits are established by Chapter 145 of the Ohio Revised Code. PERS issues a stand-alone financial report which may be obtained by writing to the Public Employees Retirement System, 277 East Town Street, Columbus, Ohio 43215-4642.

Plan members, other than those engaged in law enforcement, are required to contribute 8.5 percent of their annual covered salary to fund pension obligations and the County is required to contribute 9.35 percent. For law enforcement employees, the employee contribution is 9 percent and the employer contribution is 12.5 percent. Contributions are authorized by State statute. The County's required contributions to PERS for the years ended December 31, 1999, 1998, and 1997 were \$2,702,403, \$2,469,692, and \$2,005,982, respectively. The full amount has been contributed for 1998 and 1997. 83 percent has been contributed for 1999 with the remainder being reported as a fund liability.

***B. State Teachers Retirement System***

Certified teachers employed by the school for the Mental Retarded/Developmentally Disabled participate in the State Teachers Retirement System of Ohio (STRS), a cost-sharing multiple-employer public employee retirement system administered by the State Teachers Retirement Board. STRS provides basic retirement benefits, disability, survivor, and health care benefits based on eligible service credit to members and beneficiaries. Benefits are established by Chapter 3307 of the Ohio Revised Code. STRS issues a publicly available financial report that includes financial statements and required supplementary information for STRS. That report may be obtained by writing to the State Teachers Retirement System, 275 East Broad Street, Columbus, Ohio 43215-3771.

Plan members are required to contribute 9.3 percent of their annual covered salary and the County is required to contribute 14 percent; 6 percent was the portion used to fund pension obligations. Contribution rates are established by STRS, upon recommendation of its consulting actuary, not to exceed statutory maximum rates of 10 percent for members and 14 percent for employers. The County's contributions for pension obligations to STRS for the years ended December 31, 1999, 1998, and 1997 were \$31,890, \$44,784, and \$56,730, respectively. The full amount has been contributed for 1998 and 1997. 77 percent has been contributed for 1999 with the remainder being reported as a fund liability.

**Licking County, Ohio**  
Notes to the General Purpose Financial Statements  
December 31, 1999

---

**Note 13 - Post-Employment Benefits**

***A. Public Employees Retirement System***

The Public Employees Retirement System of Ohio (PERS) provides postretirement health care coverage to age and service retirees with ten or more years of qualifying Ohio service credit and to primary survivor recipients of such retirees. Health care coverage for disability recipients is available. The health care coverage provided by the retirement system is considered an Other Postemployment Benefit (OPEB) as described in GASB Statement No. 12. A portion of each employer's contribution to PERS is set aside for the funding of postretirement health care based on authority granted by State statute. The 1999 employer contribution rate was 13.55 percent of covered payroll for employees not engaged in law enforcement; 4.2 percent was the portion that was used to fund health care. The law enforcement employer rate for 1999 was 16.70 percent and 4.2 percent was used to fund health care.

Benefits are funded on a pay-as-you-go basis. OPEB are financed through employer contributions and investment earnings. The contributions allocated to retiree health care and Medicare, along with investment income on allocated assets and periodic adjustments in health care provisions, are expected to be sufficient to sustain the program indefinitely. During 1999, OPEB expenditures made by PERS were \$523,599,349. As of December 31, 1999, the unaudited estimated net assets available for future OPEB payments were \$9,870,285,641. At December 31, 1999, the total number of benefit recipients eligible for OPEB through PERS was 118,062. The County's actual contributions for 1999 which were used to fund OPEB were \$1,152,590.

During 1997, PERS adopted a new calculation method for determining employer contributions applied to OPEB. Under the new method, effective January 1, 1998, employer contributions, equal to 4.2 percent of member covered payroll, are used to fund health care expenses. Under the prior method, accrued liabilities and normal cost rates were determined for retiree health coverage.

***B. State Teachers Retirement System***

Comprehensive health care benefits are provided 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. All benefit recipients and sponsored dependents are eligible for health care coverage. The State Teachers Retirement Board has statutory authority over how much, if any, of the health care costs will be absorbed by STRS.

Benefits are funded on a pay-as-you-go basis. Most benefit recipients pay a portion of the health care cost in the form of a monthly premium. By Ohio law, the cost of coverage paid from STRS funds is included in the employer contribution rate, currently 14 percent of covered payroll. For 1999, the board allocated employer contributions equal to 8 percent of covered payroll to the Health Care Reserve Fund. For the County this amount equaled \$42,520 during 1999.

STRS pays health care benefits from the Health Care Reserve Fund. The balance in the Fund was \$2.783 million at June 30, 1999. For the year ended June 30, 1999, net health care costs paid by STRS were \$249,929,000 and STRS had 95,796 eligible benefit recipients.

**Licking County, Ohio**  
Notes to the General Purpose Financial Statements  
December 31, 1999

---

**Note 14 - Other Employer Benefits**

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 acquired at least one year of service with the County. Accumulated, unused compensatory time is paid upon separation of the employee depending on the department policy. Accumulated, unused sick leave is paid to a terminated employee at varying rates depending on length of service and department policy. As of December 31, 1999, the liability for compensated absences was \$2,051,706 for the County.

**Note 15 - Capital Leases - Lessee Disclosure**

In 1999, the County entered into one new copier lease. This 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. The items acquired by lease this year and in prior years have been capitalized in the General Fixed Assets Account Group in the amount of \$3,534, which is equal to the present value of the future minimum lease payments at the time of acquisition. Capital lease payments are reflected as debt service expenditures in the general purpose financial statements for the governmental funds. Principal payments in 1999 totaled \$1,527.

Future minimum lease payments through 2003 are as follows:

Year	Amount
2000	\$1,045
2001	1,045
2002	1,045
2003	87
Total	3,222
Less: Amount representing interest	391
Present Value of Net Minimum Lease Payments	\$2,831

**Note 16 - Contractual Commitments**

**A. Primary Government**

As of December 31, 1999, the County had contractual purchase commitments for ten projects. The amount for each project is as follows:

**Licking County, Ohio**  
Notes to the General Purpose Financial Statements  
December 31, 1999

Project	Fund	Amount of Purchase Commitments	Amounts Paid as of 12/31/99	Remaining On Contracts
GIS Mapping Services	General	\$728,981	\$352,210	\$376,771
Julian Speer Company Ductwork	Certificate of Title Building	99,900	99,900	0
Gutridge Plumbing Inc Plumbing	Certificate of Title Building	69,595	68,507	1,088
Jerry Ables Electric Electrical	Certificate of Title Building	119,722	115,092	4,630
Howard's Sheet Metal Heating/Air Conditioning	Domestic Court Facility	489,807	487,905	1,902
M&P Construction General Construction	Domestic Court Facility	2,846,716	2,718,067	128,649
Wayne Builders Co General Construction	Clerk of Courts Building	725,639	686,970	38,669
Holland Electric Inc. Telecommunication	Morgue Construction	133,122	39,339	93,783
OPHACO Inc. Heating/Air Conditioning	Morgue Construction	193,640	134,000	59,640
Wayne Builders Co. Coroner's Office Construction	Morgue Construction	660,217	389,230	270,987
Totals		<u>\$6,067,339</u>	<u>\$5,091,220</u>	<u>\$976,119</u>

*B. Component Units*

As of December 31, 1999 the LCRAA (Licking County Regional Airport Authority) and the Licking County Transportation Improvement District (TID) had the following outstanding contract commitments:



**Licking County, Ohio**  
Notes to the General Purpose Financial Statements  
December 31, 1999

Project	Fund	Amount of Purchase Commitment	Amounts Paid as of 12/31/99	Remaining On Contract
Architecture Fees for Tree Clearing Project	LCRAA	\$5,000	\$2,921	\$2,079
Architecture Fees for Land Acquisition	LCRAA	128,845	16,757	112,088
Totals		<u>\$133,845</u>	<u>\$19,678</u>	<u>\$114,167</u>

Project	Fund	Amount of Purchase Commitment	Amounts Paid as of 12/31/99	Remaining On Contract
Mink Street/I-70 Interchange	TID	\$4,080	\$2,900	\$1,180
Thornwood Bolavard	TID	1,743,900	41,677	1,702,223
Totals		<u>\$1,747,980</u>	<u>\$44,577</u>	<u>\$1,703,403</u>

**Note 17 - Long-term Debt**

Changes in the County's long-term obligations during 1999 consist of the following:

	Outstanding 12/31/98	Additions	Reductions	Outstanding 12/31/99
<b><i>Enterprise Fund Obligations:</i></b>				
<i>Sewer Revenue Bonds</i>				
1987 - 5.0%				
Buckeye Lake Sanitary	\$827,000	\$0	\$75,000	\$752,000
<i>General Obligation Bonds</i>				
1993 - Various Rates				
Harbor Hills Water	<u>655,000</u>	<u>0</u>	<u>30,000</u>	<u>625,000</u>
<b><i>Total Enterprise Fund Obligations</i></b>	<u>\$1,482,000</u>	<u>\$0</u>	<u>\$105,000</u>	<u>\$1,377,000</u>

**Licking County, Ohio**  
Notes to the General Purpose Financial Statements  
December 31, 1999

	<u>Outstanding 12/31/98</u>	<u>Additions</u>	<u>Reductions</u>	<u>Outstanding 12/31/99</u>
<b><i>General Long-term Obligations:</i></b>				
<i>General Obligation Bonds (Unvoted):</i>				
<i>Airport General Obligation Bonds:</i>				
1991 - 7.0%				
Airport Equipment	\$190,000	\$0	\$10,000	\$180,000
1998 - 5.2%				
Airport Hanger Bonds	<u>350,000</u>	<u>0</u>	<u>10,000</u>	<u>340,000</u>
<i>Total Airport General Obligation Bonds</i>	<u>540,000</u>	<u>0</u>	<u>20,000</u>	<u>520,000</u>
<i>General Obligation Bonds Paid from General Fund Revenues:</i>				
1986 - 6.57%				
County Jail	\$2,250,000	\$0	\$250,000	\$2,000,000
1990 - 6.75%				
MR/DD Building Acquisition/Improvement	65,000	0	30,000	35,000
1990 - 6.625				
County Building Improvements	1,180,000	0	60,000	1,120,000
1997 - 5.0%				
County Road Equipment Bond	350,000	0	30,000	320,000
1999 - 5.5%				
Jail Improvement	0	3,395,000	0	3,395,000
1998 - 4.65% - 4.7%				
Domestic Relations Court Building	4,200,000	0	75,000	4,125,000
1996 - 6.0%				
County Engineer Building Improvements	<u>555,000</u>	<u>0</u>	<u>35,000</u>	<u>520,000</u>
<i>Total General Obligation Bonds Paid from General Fund Revenues</i>	<u>8,600,000</u>	<u>3,395,000</u>	<u>480,000</u>	<u>11,515,000</u>
<i>Energy Conservation Bonds Paid from Energy Savings:</i>				
1999 - 4.85%				
Energy Conservation MRDD	<u>0</u>	<u>140,000</u>	<u>14,000</u>	<u>126,000</u>
<i>Total Energy Conservation Bonds Paid from Energy Savings</i>	<u>\$0</u>	<u>\$140,000</u>	<u>\$14,000</u>	<u>\$126,000</u>

**Licking County, Ohio**  
Notes to the General Purpose Financial Statements  
December 31, 1999

	Outstanding 12/31/98	Additions	Reductions	Outstanding 12/31/99
<i>General Obligation Bonds Paid from</i>				
<i>Rent Revenues:</i>				
1988 - 7.125%				
County Building Improvement (HS)	\$650,000	\$0	\$65,000	\$585,000
1990 - 6.75%				
Mental Health Facility	245,000	0	35,000	210,000
1997 - 5.25%				
Ohio Bldg Bonds Renovation MRDD	950,000	0	5,000	945,000
1996 - 6.0%				
CSEA Building Improvements	<u>790,000</u>	<u>0</u>	<u>50,000</u>	<u>740,000</u>
<i>Total General Obligation Bonds</i>				
<i>Paid from Rent Revenues</i>	<u>\$2,635,000</u>	<u>\$0</u>	<u>\$155,000</u>	<u>\$2,480,000</u>
<i>Special Assessment Bonds:</i>				
1986 - 5.0%				
Buckeye Lake Sanitary Sewer	\$180,000	\$0	\$23,000	\$157,000
1988 - 6.78%				
Beechwood Trails Water Project	320,000	0	160,000	160,000
1996 - 6.25%				
County Ditch Improvements	<u>36,000</u>	<u>0</u>	<u>6,000</u>	<u>30,000</u>
<i>Total Special Assessment Bonds</i>	<u>536,000</u>	<u>0</u>	<u>189,000</u>	<u>347,000</u>
<i>Other General Long-term Obligations:</i>				
Compensated Absences	1,844,777	1,503,150	1,489,643	1,858,284
Capital Leases	<u>824</u>	<u>3,534</u>	<u>1,527</u>	<u>2,831</u>
<b>Total General Long-term Obligations</b>	<u>14,156,601</u>	<u>5,041,684</u>	<u>2,349,170</u>	<u>16,849,115</u>
<b>Total All Long-Term Obligations</b>	<u>\$15,638,601</u>	<u>\$5,041,684</u>	<u>\$2,454,170</u>	<u>\$18,226,115</u>

The Buckeye Lake sanitary sewer special assessment bonds, the Beechwood Trails special assessment bonds, and the County ditch improvements special assessment bonds will be paid from the proceeds of special assessments levied against benefitted property owners. In the event the property owners do not pay their assessment, the County would be responsible for the debt service payment on these issues.

Special assessment bonded debt service requirements to maturity, including \$48,175 of interest, are as follows:

**Licking County, Ohio**  
Notes to the General Purpose Financial Statements  
December 31, 1999

---

Year Ending December 31	General Long-Term Obligations Account Group
2000	\$208,725
2001	36,250
2002	35,775
2003	33,250
2004 - 2006	81,175
Total	\$395,175

County general obligation bonds for the construction of hangers at the Licking County Regional Airport Authority are paid with a yearly allocation of General Fund revenues. The Licking County Regional Airport Authority will contribute funds to the debt service payments if available. The debt service requirements to maturity, including \$296,230 of interest, are as follows:

Year Ending December 31	General Long-Term Obligations Account Group
2000	\$50,280
2001	49,060
2002	47,840
2003	56,620
2004-2007	208,180
2008-2011	202,590
2012-2015	113,080
2016-2018	88,580
Total	\$816,230

In 1999, the County issued \$3,395,000 in general obligation bonds for the purpose of improving the County jail. The bonds will be repaid from General Fund revenues.

General obligation bonds paid with General Fund revenues have debt service requirements to maturity, including \$7,367,037 of interest, as follows:

**Licking County, Ohio**  
Notes to the General Purpose Financial Statements  
December 31, 1999

Year Ending December 31	General Long-Term Obligations Account Group
2000	\$1,208,199
2001	1,148,030
2002	1,129,303
2003	1,120,067
2004 - 2007	4,314,001
2008 - 2011	2,917,076
2012 - 2015	2,204,377
2016 - 2019	2,251,599
2020 - 2023	2,325,635
2024	263,750
Total	\$18,882,037

In 1999, the Mental Retardation and Developmental Disabilities department issued \$140,000 in energy conservation improvement bonds for the purpose of installation, modifications of installations, or remodeling that would significantly reduce energy consumption in buildings owned by the County. The bond was issued for a ten year period with final maturity during fiscal year 2008. The debt will be retired through reductions in energy consumption and cost savings attributed to the installation of the energy conservation improvements. Tax revenues were allocated from the general fund to the bond retirement debt service fund to meet current fiscal year obligations.

Principal and interest debt service requirements to maturity on the energy conservation bonds, including \$30,555 in interest, are as follows:

Year Ending December 31	General Long-Term Obligations Account Group
2000	\$20,111
2001	19,432
2002	18,753
2003	18,074
2004 - 2007	65,506
2008	14,679
Total	\$156,555

General obligation bonds paid with rental revenues have debt service requirements to maturity, including \$1,098,664 of interest, as follows:

**Licking County, Ohio**  
Notes to the General Purpose Financial Statements  
December 31, 1999

Year Ending December 31	General Long-Term Obligations Account Group
2000	\$330,581
2001	329,012
2002	317,182
2003	314,751
2004 - 2007	1,107,363
2008 - 2011	678,619
2012 - 2015	333,701
2016 - 2017	167,455
Total	\$3,578,664

During 1993, the County issued Harbor Hills water system improvement general obligation revenue bonds in the amount of \$780,000 with a varying percentage rate. The Harbor Hills water system improvement general obligation bonds will be paid from revenues derived by the County from the operation of the water system. The Buckeye Lake sanitary sewer system improvement revenue bonds will be paid from revenues derived by the County from the operation of the sewer system.

Annual debt service requirements to maturity for the water system general obligation bonds and for the sewer system revenue bonds, including interest of \$268,469 and \$178,600, respectively, are as follows:

Year Ending December 31	Water Fund	Sewer Fund	Total
2000	\$61,999	\$116,600	\$178,599
2001	60,469	116,650	177,119
2002	63,939	116,500	180,439
2003	62,154	116,150	178,304
2004-2007	258,920	464,700	723,620
2008-2011	256,763	0	256,763
2012-2013	129,225	0	129,225
Total	\$893,469	\$930,600	\$1,824,069

All general obligation and special assessment bonds are backed by the full faith and credit of the County.

The County will pay compensated absences from the fund from which the employees' salaries are paid. Capital lease obligations will be paid from the fund that maintains custody of the related asset.

The County's overall legal debt margin was \$44,182,927 at December 31, 1999.

In accordance with State statutes, Licking County issued \$10,000,000 in Hospital Improvement Revenue Bonds for the Licking Memorial Hospital in October 1989. The bonds were issued for the purpose of renovating existing hospital facilities. The Hospital is required to make payments to a trustee in amounts sufficient to pay principal and interest on the bonds. Substantially all gross receipts of the Hospital are pledged as collateral against retirement of the issue. Under Ohio law, these bonds do not represent an obligation of the County. These bonds were retired in October 1999.

**Licking County, Ohio**  
Notes to the General Purpose Financial Statements  
December 31, 1999

In addition, pursuant to State statute, various industrial revenue bonds have been issued by private industry within Licking 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, 1999, there are \$18,957,750 outstanding in industrial revenue bonds.

**Note 18 - Interfund Transactions**

Interfund balances at December 31, 1999, consist of the following individual fund receivables and payables:

***Due From/Due To Other Funds***

	<u>Recipient</u>	<u>Payer</u>
General Fund	<u>\$5,523,743</u>	<u>\$150,000</u>
Special Revenue Funds		
Public Assistance	147,353	14,821
Children Services	2,387,444	155,792
Motor Vehicle	195,492	0
MRDD	5,607,029	0
Planning	0	1,156
Litter Control	0	3,000
CSEA	193,092	25,163
Mental Health Levy	2,358,598	0
Senior Citizen Levy	1,660,834	0
Ditch Maintenance	1,628	0
Total Special Revenue Funds	<u>12,551,470</u>	<u>199,932</u>
Debt Service Fund		
Special Assessment Bond Retirement	<u>584,749</u>	<u>0</u>
Enterprise Funds		
Buckeye Lake Sewer	<u>31,001</u>	<u>0</u>
Agency Funds		
Community Mental Health	14,025	0
Soil and Water Conservation	0	983
Undivided Tax	111,599	0
Solid Waste Disposal	0	44
Motor Vehicle License Tax	0	171,259
Motor Vehicle Permissive Tax	0	24,233
Hotel/Motel Tax	0	2,598
Alimony and Child Support	0	193,092
Property Tax	0	17,811,863
Undivided Local Government Fund	0	262,583
Total Agency Funds	<u>125,624</u>	<u>18,466,655</u>
<b><i>Total Due From/Due To Other Funds</i></b>	<b><u><u>\$18,816,587</u></u></b>	<b><u><u>\$18,816,587</u></u></b>

**Licking County, Ohio**  
Notes to the General Purpose Financial Statements  
December 31, 1999

<i><b>Interfund Receivable/Payable</b></i>	Recipient	Payer
General Fund	\$1,556,322	\$0
Special Revenue Funds		
Youth Services	0	13,500
Planning	0	0
Ditch Maintenance	0	8,120
Recorder Equipment	0	0
CSEA	0	105,372
Multi-Systemic Therapy	0	11,260
MRDD	0	0
Total Special Revenue Funds	0	138,252
Debt Service Fund		
General Bond Retirement	0	0
Capital Projects Funds		
County Morgue	0	150,000
Domestic Court	0	350,000
Certificate of Title Building - Pataskala	0	40,000
Highway Engineer Construction	0	254,070
Justice Center	0	495,000
Mental Health Construction	0	350,000
Ohio Power Acquisition	0	100,000
Total Capital Projects Funds	0	1,739,070
Agency Funds		
Park District	0	29,000
Community Mental Health	350,000	0
Total Agency Funds	350,000	29,000
<i><b>Total Interfund Receivable/Payable</b></i>	<i><b>\$1,906,322</b></i>	<i><b>\$1,906,322</b></i>
<i><b>Advances To/From Other Funds</b></i>	<i><b>Recipient</b></i>	<i><b>Payer</b></i>
General Fund	\$23,085	\$0
Special Revenue Funds		
Ditch Maintenance	0	6,885
Motor Vehicle	0	16,200
<i><b>Total Advances To/From Other Funds</b></i>	<i><b>\$23,085</b></i>	<i><b>\$23,085</b></i>



**Licking County, Ohio**  
Notes to the General Purpose Financial Statements  
December 31, 1999

**Note 19 - Segment Information for Enterprise Funds**

The County's enterprise funds account for the provision of water and sewer services. Key financial information as of and for the year ended December 31, 1999 for each activity is as follows:

	Harbor Hills Water	Buckeye Lake Sewer	Licking Sewer District	Beechwood Capacity	Totals
Operating Revenues	\$210,738	\$1,154,461	\$176,675	\$0	\$1,541,874
Depreciation Expense	15,955	27,911	4,534	0	48,400
Operating Income	76,941	289,760	103,191	0	469,892
Other Non-Operating Revenues (Expenses)	(33,402)	(35,282)	0	0	(68,684)
Operating Transfers Out	0	(17,638)	0	0	(17,638)
Net Income	43,539	236,840	103,191	0	383,570
Current Capital Contributions	12,000	49,500	0	0	61,500
Additions to Property, Plant, and Equipment	800	54,398	13,533	0	68,731
Net Working Capital	98,474	1,138,281	266,667	22,625	1,526,047
Total Assets	816,703	1,572,015	308,979	22,625	2,720,322
Bonds and Other Long-Term Liabilities Payable from Revenue	595,000	673,000	0	0	1,268,000
Total Equity	176,183	740,327	307,042	22,625	1,246,177
Encumbrances Outstanding at December 31, 1999	1,906	33,697	68,124	0	103,727

LICCO, Incorporated had \$64,363 in additions to property, plant, and equipment. Their net working capital was \$44,855. Additional financial segment information regarding the LICCO, Incorporated can be found in the General Purpose Financial Statements.

The Licking County Transit Board had \$358,500 in additions to property, plant, and equipment. Their net working capital was \$65,956. Additional financial segment information regarding the Licking County Transit Board can be found in the General Purpose Financial Statements.

**Licking County, Ohio**  
Notes to the General Purpose Financial Statements  
December 31, 1999

---

**Note 20 - Joint Ventures**

***A. Licking-Knox Alcohol, Drug Addiction and Mental Health Services Board (ADAMH)***

The ADAMH Board's function is to assess needs, and to plan, monitor, fund and evaluate the services of the community based mental health and substance abuse program. Participants are Licking and Knox counties. The Board provides no direct services but contracts for their delivery. The Board is managed by eighteen members: seven appointed by the commissioners of Licking County, three appointed by the commissioners of Knox County (proportionate to population), four by the 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.

The Board's revenue consists of a one mill district-wide tax levy and state and federal grants awarded to the joint county board. Since Licking County serves as the fiscal agent for the Board, the financial activity is presented as an agency fund. The County does not have an equity interest or an ongoing financial responsibility in the Board and the Board has no outstanding debt. Continued existence of the organization is dependent on the County's continued participation. In 1999, the County contributed \$2,037,009 which represents proceeds from the district wide tax levy. Complete financial statements can be obtained from the Licking-Knox Alcohol, Drug Addiction and Mental Health Services, Newark, Ohio.

***B. Fairfield, Hocking, Licking, and Perry County Multi-County Juvenile Detention System***

The Fairfield, Hocking, Licking, and Perry County Multi-County Juvenile Detention System (System) is a statutorily created political subdivision of the State. The System is a joint venture operated by Fairfield, Hocking, Licking, and Perry Counties for the purpose of providing short-term care in a secure facility for juveniles who are accused, pending court action, adjudicated, or awaiting transfer to another facility. The operation of the System is controlled by a joint board of commissioners consisting of three commissioners from each participating county. The joint board of commissioners exercises total control over the operation of the System including budgeting, appropriation, contracting, and designating management. The joint board of commissioners appoints a board of twelve trustees to operate the System. The System's purpose is to not accumulate significant financial resources or experience fiscal stress which would cause additional financial benefit to, or burden on, the counties involved. Each county will be contributing to the System in the form of a local share as a match for the grant revenues from the Ohio Department of Youth Services, the contribution will be based on the number of children from each county who are maintained in the home during the year. In addition to the initial contribution, there will be an annual contribution by each county for operational expenses. The System's continued existence is dependent upon the County's participation. If the County would withdrawal, upon the recommendation of the County Juvenile Court Judge, it may sell or lease their interest in the System to another participating county. The System had no activity in 1999. Fairfield County is the fiscal agent for the System.

**Licking County, Ohio**  
Notes to the General Purpose Financial Statements  
December 31, 1999

---

**Note 21 - Jointly Governed Organizations**

***A. Coshocton-Fairfield-Licking-Perry Solid Waste District***

The County is a member of the Coshocton-Fairfield-Licking-Perry Solid Waste District, which is a jointly governed organization of the four-named counties. The purpose of the District is to make disposal of waste in the four-county area more comprehensive in terms of recycling, incinerating, and land filling. The District was created in 1989, as required by the Ohio Revised Code.

The Coshocton-Fairfield-Licking-Perry Solid Waste District is governed and operated through three groups. A twelve member board of directors, comprised of three commissioners from each county, is responsible for the District's financial matters. Financial records are maintained by the Licking County Auditor and Treasurer, and the Licking County Commissioners budget and finance the District with board approval. The District's sole revenue source is derived from a waste disposal fee for in-district and out-of-district waste. Although the County contributed amounts to the District at the time of its creation, no contributions were received from the County in 1999 and no future contributions by the County are anticipated. A twenty-one member policy committee, comprised of five members from each county and one at-large member appointed by the board of directors, is responsible for preparing the solid waste management plan of the District in conjunction with a sixteen-member Technical Advisory Council (members appointed by the policy committee). Continued existence of the District is not dependent on the County's continued participation, no equity interest exists, and no debt is outstanding.

***B. Licking County Cluster***

The Licking County Cluster is a group of agencies that coordinate the provision of services to multi-need youth in the area. Members of the Cluster include representatives of the Licking County Juvenile Court, Newark City Board of Education, Licking County Board of Education, Licking County MR/DD, Licking-Knox Alcohol Drug Addiction and Mental Health Services Board, Newark City Health Department, Licking Health Department, Licking County Children Services, Licking County Human Services, and Moundbuilders Guidance Center. Of these agencies, four are agencies included as part of the Primary Government. The operations of the Cluster are decided by an Advisory Committee which consists of a representative from each agency. No debt is currently outstanding. The Cluster is not dependent upon the continued participation of the County and the County does not maintain an equity interest.

***C. Multi-County Juvenile Rehabilitation Facility***

The Multi-County Juvenile Rehabilitation Facility is a jointly governed organization. Participants are Licking, Muskingum, Coshocton, Knox, Delaware, Perry, and Morgan counties. The organization's purpose is to construct a multi-county juvenile rehabilitation facility in Perry County. The organization is governed by an advisory board consisting of the juvenile judge from each member county. The Perry County Juvenile Court judge has the authority to appoint a principal administrative officer (Director) with approval being made by the Board. The Board exercises total control, including budgeting, appropriating, contracting, and designating management. Perry County is the fiscal agent. The organization's revenues consist of state grants. Continued existence of the organization is not dependent on the County's continued participation and no equity interest exists.

**Licking County, Ohio**  
Notes to the General Purpose Financial Statements  
December 31, 1999

---

***D. Licking County Area Transportation Study (LCATS) Metropolitan Planning Organization (MPO)***

The Licking County Area Transportation Study (LCATS) was created as a result of the Intermodal Surface Transportation Efficiency Act of 1991 and the Clean Air Act of 1990. The main goal of LCATS is to utilize those Federal funds that are available to the County to produce the most efficient transportation system possible. LCATS' Policy Committee is the MPO for Licking County and has been in existence since July 1993. The Policy Committee is comprised of the Mayor of Newark, the Mayor of Heath, a Licking County Commissioner, the Licking County Engineer, and a Regional Transit Authority Representative. For 1999, the County contributed \$20,000 to the Organization. The continued existence of the MPO is not dependent on the County's continued participation and no equity interest exists. The MPO has no outstanding debt.

***E. Licking County Port Authority***

The Licking County Port Authority is a legally separate entity created pursuant to Ohio Revised Code Section 4582.21. The Port Authority was created by Licking County, the City of Heath, and the City of Newark. The Port Authority is governed by a nine member board. The County, the City of Heath, and the City of Newark each appoint three members. The Port Authority was created to operate the Newark Airforce Base. The Port Authority derives revenues from operating leases with a private corporation to be used for Port Authority administrative expenses and for the maintenance of the airbase. The County didn't contribute any money to the Port Authority in 1999. The continued existence of the Port Authority is not dependent on the County's continued participation and the County does not have an equity interest in or financial responsibility for the Port Authority. The Port Authority has self supporting revenue debt.

***F. Licking County Children and Families First Council***

The Licking County Children and Families 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 Licking-Knox County Mental Health and Recovery Services Board, Director of the Licking County Alcoholism Prevention Program, Health Commissioner of the Licking County Health Department, Health Commissioner of the City of Newark, Director of the Licking County Human Services, Director of Family and Health Services, Director of Moundbuilders Guidance Center, Director of Family Counseling Services, Director of Licking County Coalition for Housing, Superintendent of the Licking County Mental Retardation and Developmental Disabilities, Licking County Juvenile Court Judge, Superintendent of the Licking County Educational Services Center, the Superintendent of Newark City Schools, a representative of the City of Newark, a representative of the Licking Economic Action Development Study, a representative of the Licking County United Way, a representative from Family and Consumer Services, a representative of the County's Early Intervention Network, a representative of the Licking County Commissioners Office, the East District Family and Children First Coordinator, and at least three individuals representing the interests of families of the County. When possible, the number of members representing families shall be equal to twenty percent of the Council's remaining membership. In 1999, 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.

**Licking County, Ohio**  
Notes to the General Purpose Financial Statements  
December 31, 1999

---

***G. Licking-Muskingum Community Based Correctional Facility (CBCF)***

The Licking-Muskingum Community Based Correctional Facility (CBCF) is a four county facility created pursuant to Ohio Revised Code Section 2301.51. The CBCF serves Licking, Muskingum, Coshocton, and Knox counties. The CBCF was formed in 1994 to offer treatment, education, work and other rehabilitation services to convicted felons within the four counties. The CBCF is governed by a seven member board comprised of two common pleas court judges from Licking, Muskingum and Coshocton counties and one common pleas court judge from Knox County. The common pleas judges and the respective county commissioners appoint a thirteen member citizens advisory board to assist in the operation of the CBCF. The board has total control over budgeting, personnel, and financial matters. The CBCF receives funding in the form of state grant monies which are used to provide the various services of the CBCF. Licking County serves as fiscal agent for the CBCF. During 1999, the CBCF received no monies from Licking County. The continued existence of the CBCF is not dependent on the County's continued participation and the County does not have an equity interest in or a financial responsibility for the CBCF. The CBCF has no outstanding debt.

**Note 22 - Related Organization**

*Licking County Park District*

The County Probate Judge is responsible for appointing the three-member board of the Licking County Park District. Removal of the members requires due process. The County has no ability to impose its will on the organization nor is a burden/benefit relationship in existence. The District is its own budgeting and taxing authority and has no outstanding debt. The County Auditor serves as the fiscal agent for the District; therefore, the financial activity is reflected in a County agency fund.

**Note 23 - Shared Risk Pool**

*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 and operates the worker's compensation group plan for counties.

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.

**Licking County, Ohio**  
Notes to the General Purpose Financial Statements  
December 31, 1999

---

**Note 24 - Related Party Transactions**

LICCO, Inc., a discretely presented component unit of Licking County, received contributions from the County for facilities, certain equipment, transportation and salaries for administration, implementation and supervision of its program. These contributions are reflected as operating revenues and operating expenses at cost or fair market value as applicable, in the general purpose financial statements. In 1999, these contributions were \$738,286. LICCO feels that the amount calculated by the state form, "Instructions For Determining the Value of In-Kind Contributions from County Boards of MR/DD to Vocational Non-Profit Boards", in the amount of \$935,409 is a more accurate contribution amount due to the fact that the state form accounts for productive expenses and not habilitative expenses.

The Licking County Transit Board, a discretely presented component unit of Licking County, received contributions of \$58,654 from the County.

The Licking County Regional Airport Authority, a discretely presented component unit of Licking County, received contributions for debt service retirement. In 1999, these contributions totaled \$51,850.

The Licking County Transportation Improvement District, a discretely presented component unit of Licking County, received contributions of \$286,106 in 1999 from the County.

**Note 25 - Food Stamps**

The County's Department of Human Services (Welfare) distributes, through contracting issuance centers, federal food stamps to entitled recipients within Licking County. The receipt and issuance of these stamps have the characteristics of a federal grant. However, the Department of Human 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. The County's Department of Human Services had the following activity occur during 1999:

1/1/99 Beginning Inventory	\$902,256
Received during 1999	2,079
Transferred during 1999	(870,648)
Issued during 1999	(2,384)
12/31/99 Ending Inventory	\$31,303

**Note 26 - Contingent Liabilities**

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

Several claims and lawsuits are pending against the County. In the opinion of the County Prosecutor, any potential liability would not have a material effect on the County's financial condition.

**LICKING COUNTY**

**SCHEDULE OF FEDERAL AWARD EXPENDITURES  
FOR THE YEAR ENDED DECEMBER 31, 1999**

FEDERAL GRANTOR/ PASS THROUGH GRANTOR PROGRAM TITLE	FEDERAL CFDA NUMBER	RECEIPTS	DISBURSEMENTS
<u>U. S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT:</u> (pass through Ohio Department of Development):			
Community Development Block Grant	14.228	<u>\$511,670</u>	<u>\$511,670</u>
Program Home Investment Partnership	14.239	<u>\$77,636</u>	<u>\$77,636</u>
Total U.S. Department of Housing And Urban Development		\$589,306	\$589,306
<u>U.S. DEPARTMENT OF TRANSPORTATION:</u> (pass through Ohio Department of Transportation)			
Highway Planning and Construction Grant	20.507	<u>\$228,838</u>	<u>\$228,838</u>
Total U. S. Department of Transportation		\$228,838	\$228,838
<u>U.S. DEPARTMENT OF EDUCATION:</u> (pass through Ohio Rehabilitation Services and commission)			
Vocational Rehabilitation Grants to State	84.126	\$39,325	\$39,325
Special Education Grants to States	84.027	<u>\$24,360</u>	<u>\$24,360</u>
Total U.S. Department of Education		\$63,685	\$63,685
<u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES:</u> (pass through State Dept. of Mental Retardation/Dev. Disabilities)			
Social Services Block Grant	93.667	\$120,041	\$120,041
(Ohio Department of Alcohol and Drug Addiction Services)			
Block Grants for Community Mental Health	93.958	<u>\$548,810</u>	<u>\$548,810</u>
Total U. S. Department of Health and Human Services		\$668,851	\$668,851

**LICKING COUNTY**

**SCHEDULE OF FEDERAL AWARD EXPENDITURES  
FOR THE YEAR ENDED DECEMBER 31, 1999**

FEDERAL GRANTOR/ PASS THROUGH GRANTOR PROGRAM TITLE	FEDERAL CFDA NUMBER	RECEIPTS	DISBURSEMENTS
<u>FEDERAL EMERGENCY MANAGEMENT ASSISTANCE</u>			
Disaster Assistance	83.551	\$37,827	\$37,827
<u>U.S. DEPARTMENT OF JUSTICE</u>			
(Direct Award):			
Local Law Enforcement Block Grant	16.592	\$2,772	\$2,772
COPS FAST Grant	16.710	\$78,595	\$78,595
(pass through Ohio Department of Justice):			
Edward Bryne Memorial Grant	16.580	\$ _____ -	<u>\$99,720</u>
Total U.S. Department of Justice		<u>\$81,367</u>	<u>\$181,087</u>
TOTAL FEDERAL AWARD EXPENDITURES		<u>\$1,669,506</u>	<u>\$1,769,594</u>

See notes to schedule of Federal Awards Expenditures.



**LICKING COUNTY**

**NOTES TO SCHEDULE OF FEDERAL AWARDS EXPENDITURES**

NOTE A – Significant Account Policies

The accompanying schedule of federal awards expenditures is a summary of the activity of the County's federal awards programs. The schedule has been prepared on the cash basis of accounting.

**WOLFE, WILSON, & PHILLIPS, INC.  
37 SOUTH SEVENTH STREET  
ZANESVILLE, OHIO 43701**

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE AND ON  
INTERNAL CONTROL OVER FINANCIAL REPORTING BASED ON AN AUDIT  
OF FINANCIAL STATEMENTS PERFORMED  
IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

Board of County Commissioners  
Licking County  
Newark, Ohio 43055

We have audited the general-purpose financial statements of Licking County as of and for the year ended December 31, 1999, and have issued our report thereon dated June 30, 2000. In our report, our opinion was qualified because generally accepted accounting principles require that fixed assets for governmental operations be reported in the general fixed assets group, and fund fixed assets and their associated depreciation costs be reported with the enterprise funds of the County. These amounts, other than 1993, 1994, 1995, 1996, 1997, 1998, and 1999 additions to fund fixed assets have not been included in the general purpose financial statements. A determination of the effects of this departure from generally accepted accounting principles on the general purpose financial statements has not been made. We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether Licking County's general-purpose financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on 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 such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under *Government Auditing Standards*. However, we noted certain immaterial instances of noncompliance which we have reported to management of Licking County in a separate letter dated June 30, 2000.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Licking County's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the general-purpose financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a 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 in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses. However, we noted other matters involving the internal control over financial reporting that we have reported to the management of Licking County in a separate letter dated June 30, 2000.

This report is intended for the information of the Commissioners, the Auditor of State, federal award agencies, and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Wolfe, Wilson, & Phillips, Inc.  
Zanesville, Ohio  
June 30, 2000

**WOLFE, WILSON, & PHILLIPS, INC.**  
**37 SOUTH SEVENTH STREET**  
**ZANESVILLE, OHIO 43701**

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

Board of County Commissioners  
Licking County  
Newark, Ohio 43055

Compliance

We have audited the compliance of Licking County with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to its major federal program for the year ended December 31, 1999. Licking County's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of Licking County's management. Our responsibility is to express an opinion on Licking County's compliance based on our audit.

We conducted our audit of compliance in accordance with generally accepted auditing standards; 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 obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Licking County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on Licking County's compliance with those requirements.

In our opinion, Licking County complied, in all material respects, with the requirements referred to above that are applicable to its major federal program for the year ended December 31, 1999.

Internal Control Over Compliance

The management of Licking County 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 Licking County's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order 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*.

Internal Control Over Compliance (Continued)

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 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 that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving internal control over compliance and its operation that we consider to be material weaknesses.

This report is intended for the information of the Commissioners, the Auditor of State, federal award agencies, and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Wolfe, Wilson, & Phillips, Inc.  
Zanesville, Ohio  
June 30, 2000

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
OMB CIRCULAR A - 133 SECTION .505**

**FINANCIAL CONDITION  
LICKING COUNTY  
DECEMBER 31, 1999**

**1. AUDITOR'S RESULTS**

<i>(d)(1)(i)</i>	Type of Financial Statement Opinion	Qualified
<i>(d)(1)(ii)</i>	Were there any material control weakness conditions reported at the financial statement level (GAGAS)?	NO
<i>(d)(1)(II)</i>	Were there any other reportable control weakness conditions reported at the financial statement level (GAGAS)?	NO
<i>(d)(1)(iii)</i>	Was there any reported non-compliance at the financial statement level (GAGAS)?	NO
<i>(d)(1)(iv)</i>	Were there any material internal control weakness conditions reported for major federal programs?	NO
<i>(d)(1)(iv)</i>	Were there any other reportable internal control weakness conditions reported for major federal programs?	NO
<i>(d)(1)(v)</i>	Type of Major Programs' Compliance Opinion	Unqualified
<i>(d)(1)(vi)</i>	Are there any reportable findings under section .510?	NO
<i>(d)(1)(vii)</i>	Major Programs (List):	Community Development Block Grant CFDA #14.228
<i>(d)(1)(viii)</i>	Dollar Threshold: Type A\B	Type A: > \$300,000 Type B: all others
<i>(d)(1)(ix)</i>	Low Risk Auditee?	Yes

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

NONE

**3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS**

NONE





**STATE OF OHIO  
OFFICE OF THE AUDITOR**

**JIM PETRO, AUDITOR OF STATE**

88 East Broad Street  
P.O. Box 1140  
Columbus, Ohio 43216-1140

Telephone 614-466-4514  
800-282-0370

Facsimile 614-466-4490

**LICKING COUNTY FINANCIAL CONDITION**

**LICKING COUNTY**

**CLERK'S CERTIFICATION**

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

*Susan Babbitt*

**CLERK OF THE BUREAU**

**CERTIFIED  
AUGUST 22, 2000**