

CUYAHOGA COUNTY, OHIO

*Single Audit Report
for the Year Ended
December 31, 2000*



STATE OF OHIO
OFFICE OF THE AUDITOR

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Cuyahoga County Commissioners
Cuyahoga County
1219 Ontario Street
Cleveland, Ohio 44113

We have reviewed the Independent Auditor's Report of Cuyahoga County, prepared by Deloitte & Touche LLP, for the audit period January 1, 2000 through December 31, 2000. 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. Cuyahoga County is responsible for compliance with these laws and regulations.

JIM PETRO
Auditor of State

September 28, 2001

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CUYAHOGA COUNTY, OHIO

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FRANK RUSSO
CUYAHOGA COUNTY AUDITOR

June 30, 2001

Dear Users of County's General Purpose Financial Statements:

The accompanying general purpose financial statements of the County as of and for the year ended December 31, 2000 include the financial statements and notes required under accounting principles generally accepted in the United States of America that are essential to fair presentation of the County's financial position and results of operations and of the cash flows of the County's proprietary fund types. Additional information regarding the County's financial activities for 2000 is available in the County's separately issued Comprehensive Annual Financial Report ("CAFR") for the year ended December 31, 2000. Copies of the CAFR can be obtained by contacting me at:

Cuyahoga County Auditor's Office
1219 Ontario Street, Room 121
Cleveland, Ohio 44113

Telephone: (216) 443-7022

Sincerely,

Steven C. Letsky, CPA
Director of Accounting



INDEPENDENT AUDITORS' REPORT

The Honorable County Auditor,
County Treasurer and the
Board of County Commissioners
Cuyahoga County, Ohio

We have audited the accompanying general purpose financial statements of the County of Cuyahoga, Ohio (the "County") as of December 31, 2000, and for the year then ended, listed in the foregoing table of contents. These general purpose financial statements are the responsibility of the management of the County. Our responsibility is to express an opinion on these general purpose financial statements based on our audit. We did not audit the financial statements of the discretely presented component unit, MetroHealth System. Those financial statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for the discretely presented component unit, MetroHealth System, is based solely on the report of the other auditors.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *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 general purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the general purpose financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit and the report of other auditors provide a reasonable basis for our opinion.

In our opinion, based on our audit and the report of other auditors, such general purpose financial statements present fairly, in all material respects, the financial position of the County at December 31, 2000, and the results of its operations and the cash flows of its proprietary fund types for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Our audit was performed for the purpose of forming an opinion on the general purpose financial statements of the County, taken as a whole. The accompanying schedule of expenditures of federal awards is presented for the purpose 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. This schedule is the responsibility of the management of the County. Such information has been subjected to the auditing procedures applied in our audit of the general purpose financial statements and, in our opinion, is fairly stated in all material respects when considered in relation to the general purpose financial statements taken as a whole.

In accordance with *Government Auditing Standards*, we have also issued our report dated June 8, 2001 on our consideration of the County's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

A handwritten signature in black ink that reads "Deloitte & Touche LLP". The signature is written in a cursive, flowing style.

June 8, 2001

**COUNTY OF CUYAHOGA, OHIO
COMBINED BALANCE SHEET
ALL FUND TYPES, ACCOUNT GROUPS
AND DISCRETELY PRESENTED COMPONENT UNIT**

**DECEMBER 31, 2000
(Amounts in 000's)**

	Governmental Fund Types				Proprietary Fund Type
	General	Special Revenue	Debt Service	Capital Projects	Enterprise
ASSETS AND OTHER DEBITS					
Equity in pooled cash and investments	\$ 78,657	\$ 93,892	\$	\$ 42,676	\$ 11,561
Cash and investments - segregated accounts.....			4,044		
Receivables:					
Taxes	26,132				
Accounts.....	1,219	595			3,379
Accrued interest.....					
Loans	1,000	14,251			
Less: Allowance for doubtful accounts.....					(631)
Net Receivables	<u>28,351</u>	<u>14,846</u>			<u>2,748</u>
Due from other funds	86,805	269,953	20,041	217	25
Due from other governments	7,277	128,813		1,360	389
Inventory of supplies					8
Prepaid expenses and other assets					
Board designated investments					
Deferred bond financing cost.....					40
Restricted assets:					
Cash and investments	35,880				
Other receivables					
Total Restricted Assets	<u>35,880</u>				
Fixed assets:					
Land					5,802
Land improvements					9,660
Utility plant.....					42,099
Buildings, structures and improvements.....					11,010
Furniture, fixtures and equipment					3,171
Vehicles					3,901
Less: Accumulated depreciation					(42,868)
Construction in progress.....					8,839
Net Fixed Assets					<u>41,614</u>
Amount available for debt service					
Amount to be provided for retirement of general long-term obligations:					
Debt					
Other					
TOTAL ASSETS AND OTHER DEBITS.....	<u>\$ 236,970</u>	<u>\$ 507,504</u>	<u>\$ 24,085</u>	<u>\$ 44,253</u>	<u>\$ 56,385</u>

Proprietary Fund Type	Fiduciary Fund Type	Account Groups		2000 Totals Primary Government (Memorandum Only)	MetroHealth System (Component Unit)	2000 Totals Reporting Entity (Memorandum Only)
Internal Service	Agency	General Fixed Assets	General Long-Term Obligations			
\$ 50,943	\$ 136,627	\$	\$	\$ 414,356	\$	\$ 414,356
	37,951			41,995	12,577	54,572
	1,377,979			1,404,111		1,404,111
15	7,326			5,208	57,014	62,222
				7,326		7,326
				15,251		15,251
				(631)	(6,924)	(7,555)
15	1,385,305			1,431,265	50,090	1,481,355
6,021	845			383,907		383,907
4,634				142,473		142,473
49				57	5,206	5,263
					15,403	15,403
					107,993	107,993
				40	2,737	2,777
				35,880	150,972	186,852
					226	226
				35,880	151,198	187,078
		29,879		35,681	8,877	44,558
		1,570		11,230	8,113	19,343
				42,099		42,099
		387,745		398,755	346,958	745,713
24,261		18,270		45,702	166,397	212,099
4,312		12,922		21,135	7,485	28,620
(19,707)				(62,575)	(331,428)	(394,003)
		100,490		109,329	22,962	132,291
8,866		550,876		601,356	229,364	830,720
			13,844	13,844		13,844
			333,881	333,881		333,881
			27,551	27,551		27,551
<u>\$ 70,528</u>	<u>\$ 1,560,728</u>	<u>\$ 550,876</u>	<u>\$ 375,276</u>	<u>\$ 3,426,605</u>	<u>\$ 574,568</u>	<u>\$ 4,001,173</u>

**COUNTY OF CUYAHOGA, OHIO
 COMBINED BALANCE SHEET
 ALL FUND TYPES, ACCOUNT GROUPS
 AND DISCRETELY PRESENTED COMPONENT UNIT**

**DECEMBER 31, 2000
 (Amounts in 000's)**

	Governmental Fund Types				Proprietary Fund Type
	General	Special Revenue	Debt Service	Capital Projects	Enterprise
LIABILITIES					
Accounts payable.....	\$ 4,450	\$ 53,677	\$ 20,041	\$ 3,069	\$ 1,682
Deferred revenue.....	23,935	227,617			
Due third-party payors.....					
Due to other funds.....	2,923	93,972		1	203
Due to other governments.....					547
Accrued wages and benefits.....	5,627	8,619		2	644
Other liabilities.....					329
Loans payable.....					6,818
Short-term notes payable.....				1,820	
Matured bonds payable.....			34		
Accrued self-insurance.....					
Capital lease obligations.....					
Debt:					
Notes payable.....					5,820
Bonds payable.....					2,765
Total Debt.....	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
TOTAL LIABILITIES.....	36,935	383,885	20,075	4,892	18,808
FUND EQUITY AND OTHER CREDITS					
Investment in general fixed assets.....					
Contributed capital.....					20,193
Retained earnings:					
Reserved for restricted assets.....					
Unreserved.....					17,384
Fund balance:					
Reserved for restricted assets.....	35,880				
Reserved for loans.....	1,000	14,251			
Reserved for debt service.....	9,834		4,010		
Unreserved:					
Designated for self-insurance.....	1,000				
Designated for proprietary funds.....	1,998				
Undesignated.....	150,323	109,368		39,361	
TOTAL FUND EQUITY AND OTHER CREDITS.....	<u>200,035</u>	<u>123,619</u>	<u>4,010</u>	<u>39,361</u>	<u>37,577</u>
TOTAL LIABILITIES, FUND EQUITY AND OTHER CREDITS.....	\$ <u>236,970</u>	\$ <u>507,504</u>	\$ <u>24,085</u>	\$ <u>44,253</u>	\$ <u>56,385</u>

Proprietary Fund Type	Fiduciary Fund Type	Account Groups		2000 Totals Primary Government (Memorandum Only)	MetroHealth System (Component Unit)	2000 Totals Reporting Entity (Memorandum Only)
		General Fixed Assets	General Long-Term Obligations			
Internal Service	Agency					
\$ 3,299	\$	\$	\$	\$ 66,177	\$ 20,610	\$ 86,787
				271,593		271,593
					33,523	33,523
2,693	284,115			383,907		383,907
18,827	1,233,250			1,252,624		1,252,624
4,057			21,221	40,170	40,077	80,247
	43,363			43,692	7,803	51,495
			4,165	10,983		10,983
				1,820		1,820
				34		34
					29,685	29,685
718			2,165	2,883	12,278	15,161
				5,820		5,820
			347,725	350,490	187,101	537,591
			347,725	356,310	187,101	543,411
29,594	1,560,728		375,276	2,430,193	331,077	2,761,270
		550,876		550,876		550,876
				20,193		20,193
					5,660	5,660
40,934				58,318	237,831	296,149
				35,880		35,880
				15,251		15,251
				13,844		13,844
				1,000		1,000
				1,998		1,998
				299,052		299,052
40,934		550,876		996,412	243,491	1,239,903
<u>\$ 70,528</u>	<u>\$ 1,560,728</u>	<u>\$ 550,876</u>	<u>\$ 375,276</u>	<u>\$ 3,426,605</u>	<u>\$ 574,568</u>	<u>\$ 4,001,173</u>

**COUNTY OF CUYAHOGA, OHIO
 COMBINED STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCE
 ALL GOVERNMENTAL FUND TYPES**

**FOR THE YEAR ENDED DECEMBER 31, 2000
 (Amounts in 000's)**

	Governmental Fund Types		
	General	Special Revenue	Debt Service
REVENUES			
Property taxes.....	\$ 19,328	\$ 194,398	\$ 18,958
Sales and use tax.....	161,910		
Other tax.....	10	29,113	7
State local government fund.....	40,967		
Licenses and permits.....	124	1,457	
Charges for services.....	56,050	16,316	
Fines and forfeitures.....	5,804	507	
Investment earnings.....	38,077	2,499	262
Other intergovernmental.....	9,898	601,111	3,331
Miscellaneous.....	5,288	7,886	460
TOTAL REVENUES.....	<u>337,456</u>	<u>853,287</u>	<u>23,018</u>
EXPENDITURES			
Current:			
General government.....	49,033	16,853	
Judicial.....	199,330	64,289	
Development.....	5,845	24,065	
Social services.....	9,650	578,313	
Health and safety.....	1,307	120,670	
Public works.....		33,811	
Miscellaneous.....	1,235		
Capital outlay.....			
Debt service:			
Principal retirement.....			17,909
Interest.....			12,528
TOTAL EXPENDITURES.....	<u>266,400</u>	<u>838,001</u>	<u>30,437</u>
EXCESS(DEFICIENCY) OF REVENUES OVER EXPENDITURES.....	71,056	15,286	(7,419)
OTHER FINANCING SOURCES(USES)			
Operating transfers in.....	938	108,794	10,447
Operating transfers out:			
Component unit.....	(8,943)	(16,907)	
Debt retirement.....	(9,525)		
Other.....	(37,059)	(89,251)	
Proceeds from bonds.....			
Other.....		16,437	
NET OTHER FINANCING SOURCES(USES).....	<u>(54,589)</u>	<u>19,073</u>	<u>10,447</u>
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES.....	16,467	34,359	3,028
FUND BALANCE (DEFICIT) AT BEGINNING OF YEAR.....	183,813	89,260	968
RESIDUAL EQUITY TRANSFERS IN (OUT).....	<u>(245)</u>		<u>14</u>
FUND BALANCE AT END OF YEAR.....	<u>\$ 200,035</u>	<u>\$ 123,619</u>	<u>\$ 4,010</u>



Capital Projects	2000 Totals (Memorandum Only)
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\$	\$ 232,684
	161,910
	29,130
	40,967
	1,581
	72,366
	6,311
729	41,567
12,517	626,857
380	14,014
<u>13,626</u>	<u>1,227,387</u>

	65,886
	263,619
	29,910
	587,963
	121,977
12,212	46,023
34,032	1,235
	34,032
	17,909
	12,528
<u>46,244</u>	<u>1,181,082</u>

(32,618)	46,305
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16,494	136,673
	(25,850)
	(9,525)
	(126,310)
99,470	99,470
	16,437
<u>115,964</u>	<u>90,895</u>

83,346	137,200
(44,216)	229,825
<u>231</u>	<u> </u>

<u>\$ 39,361</u>	<u>\$ 367,025</u>
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COUNTY OF CUYAHOGA, OHIO
COMBINED SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
ALL ANNUALLY BUDGETED GOVERNMENTAL FUND TYPES
(NON-GAAP BUDGETARY BASIS)

FOR THE YEAR ENDED DECEMBER 31, 2000
(Amounts in 000's)

	General Fund			Annually Budgeted Special Revenue Funds		
	Revised Budget	Actual	Variance- Favorable (Unfavorable)	Revised Budget	Actual	Variance- Favorable (Unfavorable)
REVENUES						
Property taxes	\$ 19,104	\$ 19,328	\$ 224	\$ 194,405	\$ 194,398	\$ (7)
Sales and use tax	159,300	160,664	1,364			
Other tax	1,364	10	(1,354)	30,153	29,259	(894)
State local government fund	40,004	40,922	918			
Licenses and permits	154	124	(30)	1,272	1,457	185
Charges for services	50,225	55,070	4,845	21,011	16,001	(5,010)
Fines and forfeitures	6,050	5,458	(592)	521	443	(78)
Investment earnings	23,200	26,325	3,125	2,223	2,251	28
Other intergovernmental	9,744	10,257	513	673,065	518,310	(154,755)
Miscellaneous	3,782	3,783	1	12,085	6,089	(5,996)
TOTAL REVENUES	312,927	321,941	9,014	934,735	768,208	(166,527)
EXPENDITURES						
Current:						
General government	64,106	49,100	15,006	20,585	16,873	3,712
Judicial	209,990	199,371	10,619	46,778	40,859	5,919
Development	2,301	2,169	132	3,609	3,127	482
Social services	10,557	9,473	1,084	653,168	565,293	87,875
Health and safety	1,643	1,376	267	125,474	109,961	15,513
Public works				51,251	34,243	17,008
Miscellaneous	8,728	978	7,750			
Debt service:						
Principal retirement						
Interest						
TOTAL EXPENDITURES	297,325	262,467	34,858	900,865	770,356	130,509
EXCESS(DEFICIENCY) OF REVENUES OVER EXPENDITURES	15,602	59,474	43,872	33,870	(2,148)	(36,018)
OTHER FINANCING SOURCES(USES)						
Operating transfers in		938	938	149,704	147,250	(2,454)
Operating transfers out:						
Component unit	(8,943)	(8,943)		(16,907)	(16,907)	
Debt retirement	(9,540)	(9,525)	15			
Other	(36,941)	(36,742)	199	(128,657)	(127,421)	1,236
Other					(1,184)	(1,184)
NET OTHER FINANCING SOURCES(USES)	(55,424)	(54,272)	1,152	4,140	1,738	(2,402)
EXCESS(DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	(39,822)	5,202	45,024	38,010	(410)	(38,420)
FUND BALANCE AT BEGINNING OF YEAR						
	148,046	148,046		45,828	45,828	
RESIDUAL EQUITY TRANSFERS IN(OUT) ...						
		(245)	(245)		(3,850)	(3,850)
FUND BALANCE AT END OF YEAR	\$ 108,224	\$ 153,003	\$ 44,779	\$ 83,838	\$ 41,568	\$ (42,270)

Debt Service Fund			2000 Totals (Memorandum Only)		
Revised Budget	Actual	Variance- Favorable (Unfavorable)	Revised Budget	Actual	Variance- Favorable (Unfavorable)
\$ 18,675	\$ 18,959	\$ 284	\$ 232,184	\$ 232,685	\$ 501
			159,300	160,664	1,364
4	7	3	31,521	29,276	(2,245)
			40,004	40,922	918
			1,426	1,581	155
			71,236	71,071	(165)
			6,571	5,901	(670)
4	261	257	25,427	28,837	3,410
3,040	3,331	291	685,849	531,898	(153,951)
1,650	460	(1,190)	17,517	10,332	(7,185)
<u>23,373</u>	<u>23,018</u>	<u>(355)</u>	<u>1,271,035</u>	<u>1,113,167</u>	<u>(157,868)</u>
			84,691	65,973	18,718
			256,768	240,230	16,538
			5,910	5,296	614
			663,725	574,766	88,959
			127,117	111,337	15,780
			51,251	34,243	17,008
			8,728	978	7,750
17,924	17,924		17,924	17,924	
16,152	12,529	3,623	16,152	12,529	3,623
<u>34,076</u>	<u>30,453</u>	<u>3,623</u>	<u>1,232,266</u>	<u>1,063,276</u>	<u>168,990</u>
(10,703)	(7,435)	3,268	38,769	49,891	11,122
10,462	10,447	(15)	160,166	158,635	(1,531)
			(25,850)	(25,850)	
			(9,540)	(9,525)	15
			(165,598)	(164,163)	1,435
				(1,184)	(1,184)
<u>10,462</u>	<u>10,447</u>	<u>(15)</u>	<u>(40,822)</u>	<u>(42,087)</u>	<u>(1,265)</u>
(241)	3,012	3,253	(2,053)	7,804	9,857
1,018	1,018		194,892	194,892	
	14	14		(4,081)	(4,081)
<u>\$ 777</u>	<u>\$ 4,044</u>	<u>\$ 3,267</u>	<u>\$ 192,839</u>	<u>\$ 198,615</u>	<u>\$ 5,776</u>

**COUNTY OF CUYAHOGA, OHIO
 COMBINED STATEMENT OF REVENUES, EXPENSES
 AND CHANGES IN RETAINED EARNINGS
 ALL PROPRIETARY FUND TYPES
 AND DISCRETELY PRESENTED COMPONENT UNIT**

**FOR THE YEAR ENDED DECEMBER 31, 2000
 (Amounts in 000's)**

	<u>Proprietary Fund Types</u>		<u>2000 Totals Primary Government (Memorandum Only)</u>
	<u>Enterprise</u>	<u>Internal Service</u>	
OPERATING REVENUES			
Charges for services	\$ 14,907	\$ 83,927	\$ 98,834
Patient service revenue-net			
Other revenue	117	4,394	4,511
TOTAL OPERATING REVENUES	15,024	88,321	103,345
OPERATING EXPENSES			
Personal services	6,616	38,038	44,654
Contractual services and claims (Note K)	1,684	(528)	1,156
Commodities	810	10,363	11,173
Depreciation	1,850	2,957	4,807
Other expenses	4,846	13,079	17,925
TOTAL OPERATING EXPENSES	15,806	63,909	79,715
OPERATING INCOME(LOSS)	(782)	24,412	23,630
NONOPERATING REVENUES(EXPENSES)			
Interest income	170		170
Interest expense	(449)	(51)	(500)
Grants	7		7
Gain(loss) on disposal of fixed assets	35	(2)	33
NET NONOPERATING REVENUES(EXPENSES)	(237)	(53)	(290)
INCOME(LOSS) BEFORE			
OPERATING TRANSFERS	(1,019)	24,359	23,340
Operating transfers in		214	214
Operating transfers in - primary government			
Operating transfers out:			
Debt retirement	(922)		(922)
Other		(130)	(130)
NET OPERATING TRANSFERS	(922)	84	(838)
NET INCOME(LOSS)	(1,941)	24,443	22,502
DEPRECIATION ON FIXED ASSETS			
ACQUIRED BY CONTRIBUTED CAPITAL	1,174		1,174
RETAINED EARNINGS AT			
BEGINNING OF YEAR	18,151	16,491	34,642
RETAINED EARNINGS AT			
END OF YEAR	\$ 17,384	\$ 40,934	\$ 58,318



**MetroHealth
System
(Component Unit)**

**2000 Totals
Reporting Entity
(Memorandum Only)**

\$		\$	98,834
	389,202		389,202
	15,818		20,329
	<u>405,020</u>		<u>508,365</u>
	287,683		332,337
	11,147		12,303
	49,279		60,452
	27,152		31,959
	86,082		104,007
	<u>461,343</u>		<u>541,058</u>
	(56,323)		(32,693)
	17,588		17,758
	(8,545)		(9,045)
	5,914		5,921
	<u>14,957</u>		<u>33</u>
	(41,366)		(18,026)
	25,850		214
			25,850
			(922)
	<u>25,850</u>		<u>(130)</u>
	(15,516)		6,986
			1,174
	<u>259,007</u>		<u>293,649</u>
\$	<u><u>243,491</u></u>	\$	<u><u>301,809</u></u>

**COUNTY OF CUYAHOGA, OHIO
 COMBINED STATEMENT OF CASH FLOWS
 ALL PROPRIETARY FUND TYPES
 AND DISCRETELY PRESENTED COMPONENT UNIT**

**FOR THE YEAR ENDED DECEMBER 31, 2000
 (Amounts in 000's)**

	<u>Proprietary Fund Types</u>		2000 Totals Primary Government (Memorandum Only)
	<u>Enterprise</u>	<u>Internal Service</u>	
CASH FLOWS FROM OPERATING ACTIVITIES:			
Cash receipts from customers	\$ 15,541	\$ 307	\$ 15,848
Cash receipts from quasi-external operating transactions		86,542	86,542
Other operating cash receipts.....	117		117
Cash payments to suppliers for goods and services	(6,147)	(38,489)	(44,636)
Cash payments to employees for services	<u>(6,725)</u>	<u>(38,636)</u>	<u>(45,361)</u>
NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES.....	2,786	9,724	12,510
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:			
Operating transfers in from other funds.....		214	214
Operating transfers in from primary government			
Operating transfers out to other funds.....	(922)	(130)	(1,052)
Receipts from noncapital grants.....	110		110
Proceeds from short-term interfund loan-net		<u>712</u>	<u>712</u>
NET CASH PROVIDED BY (USED FOR) NONCAPITAL FINANCING ACTIVITIES.....	(812)	796	(16)
CASH FLOW FROM CAPITAL AND RELATED FINANCING ACTIVITIES:			
Proceeds from bonds - net of fees	1,027		1,027
Deposits in project fund			
Proceeds from notes	5,820		5,820
Proceeds from sale of capital assets.....	35	29	64
Acquisition and construction of capital assets	(3,970)	(1,855)	(5,825)
Principal paid on capital leases		(394)	(394)
Interest paid on capital leases		(51)	(51)
Principal paid on long-term debt			
Interest paid on long-term debt			
Principal paid on notes	(1,100)		(1,100)
Interest paid on notes	(5)		(5)
Principal paid on loans.....	(303)		(303)
Interest paid on loans.....	(115)		(115)
Principal paid on bonds.....	(95)		(95)
Interest paid on bonds.....	(116)		(116)
Contributed capital.....	<u>684</u>		<u>684</u>
NET CASH PROVIDED BY (USED FOR) CAPITAL AND RELATED FINANCING ACTIVITIES.....	1,862	(2,271)	(409)
CASH FLOWS FROM INVESTING ACTIVITIES:			
Interest received on investments	148		148
Change in investments			
NET CASH PROVIDED BY (USED FOR) INVESTING ACTIVITIES	148		148
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS.....	3,984	8,249	12,233
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	<u>7,577</u>	<u>42,694</u>	<u>50,271</u>
CASH AND CASH EQUIVALENTS AT END OF YEAR	<u>\$ 11,561</u>	<u>\$ 50,943</u>	<u>\$ 62,504</u>

(Continued)

MetroHealth System (Component Unit)	2000 Totals Reporting Entity (Memorandum Only)
\$ 375,288	\$ 391,136
28,070	86,542 28,187
(117,198)	(161,834)
<u>(287,459)</u>	<u>(332,820)</u>
(1,299)	11,211
25,850	214 25,850
5,914	(1,052)
<u>31,764</u>	<u>6,024</u> <u>712</u>
13,160	31,748
(31,504)	1,027 13,160
(6,212)	5,820
(7,927)	64
	(37,329)
	(394)
	(51)
	(6,212)
	(7,927)
	(1,100)
	(5)
	(303)
	(115)
	(95)
	(116)
	<u>684</u>
<u>(32,483)</u>	<u>(32,892)</u>
11,454	11,602
<u>(13,996)</u>	<u>(13,996)</u>
(2,542)	(2,394)
(4,560)	7,673
<u>8,542</u>	<u>58,813</u>
<u>\$ 3,982</u>	<u>\$ 66,486</u>

(Continued)

**COUNTY OF CUYAHOGA, OHIO
 COMBINED STATEMENT OF CASH FLOWS
 ALL PROPRIETARY FUND TYPES
 AND DISCRETELY PRESENTED COMPONENT UNIT**

**FOR THE YEAR ENDED DECEMBER 31, 2000
 (Amounts in 000's)**

	<u>Proprietary Fund Types</u>		<u>2000 Totals Primary Government (Memorandum Only)</u>
	<u>Enterprise</u>	<u>Internal Service</u>	
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES:			
Operating income (loss).....	\$ (782)	\$ 24,412	\$ 23,630
ADJUSTMENTS TO RECONCILE OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES:			
Depreciation	1,850	2,957	4,807
(Increase) decrease in accounts receivable-net	238	(6)	232
(Increase) decrease in due from other funds	11	3,123	3,134
(Increase) decrease in due from other governments.....	167	(4,594)	(4,427)
(Increase) decrease in inventory of supplies	1	(2)	(1)
(Increase) decrease in other current assets.....			
Increase (decrease) in accounts payable.....	927	(1,299)	(372)
Increase (decrease) in due to other funds	(68)	(179)	(247)
Increase (decrease) in due to other governments.....	459	(14,425)	(13,966)
Increase (decrease) in accrued wages and benefits.....	(17)	(263)	(280)
Increase (decrease) in other liabilities			
TOTAL ADJUSTMENTS.....	<u>3,568</u>	<u>(14,688)</u>	<u>(11,120)</u>
NET CASH PROVIDED BY (USED FOR)			
OPERATING ACTIVITIES.....	<u>\$ 2,786</u>	<u>\$ 9,724</u>	<u>\$ 12,510</u>
SUPPLEMENTAL SCHEDULE OF NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES:			
Fixed assets acquired through capital lease.....	\$	\$ 143	\$ 143
Unrealized appreciation in fair value of investments.....			
TOTAL NONCASH TRANSACTIONS.....	<u>\$ 0</u>	<u>\$ 143</u>	<u>\$ 143</u>

(Continued)

<u>MetroHealth System (Component Unit)</u>	<u>2000 Totals Reporting Entity (Memorandum Only)</u>
--	---

\$ (56,323)	\$ (32,693)
-------------	-------------

27,152	31,959
11,162	11,394
	3,134
	(4,427)
	(1)
6,472	6,472
	(372)
	(247)
	(13,966)
	(280)
10,238	10,238
55,024	43,904

<u>\$ (1,299)</u>	<u>\$ 11,211</u>
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\$ 6,134	\$ 143
<u>\$ 6,134</u>	<u>6,134</u>
	<u>\$ 6,277</u>

COUNTY OF CUYAHOGA, OHIO

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2000

NOTE A - Description of Cuyahoga County and Basis of Presentation

The County: Cuyahoga County operates as a political subdivision of the State of Ohio. The County was formed by an act of the Ohio General Assembly in 1810. The three member Board of County Commissioners is the legislative and executive body of the County. The County Auditor is the chief fiscal officer. In addition, there are seven other elected administrative officials, each of whom is independent as set forth in Ohio law. These officials are Clerk of Courts, Coroner, Engineer, Prosecuting Attorney, Recorder, Sheriff and Treasurer. There are also thirty-four Common Pleas Court Judges, five Domestic Relations Court Judges, six Juvenile Court Judges, two Probate Court Judges and twelve Court of Appeals Judges elected on a County-wide basis to oversee the County's justice system.

The County applies the provisions of Governmental Accounting Standards Board (GASB) Statement No. 14, "*The Financial Reporting Entity*," under which the financial statements include all the organizations, activities, functions and component units for which the County (Primary Government) is financially accountable. Financial accountability is defined as the appointment of a voting majority of the component unit's board, and either (1) the County's ability to impose its will over the component unit, or (2) the possibility that the Component Unit will provide a financial benefit to or impose a financial burden on the County.

Discretely Presented Component Unit Disclosure: In accordance with GASB Statement No. 14, the MetroHealth System (the Hospital or Component Unit) is included as a discretely presented Component Unit in the County's financial statements. The Hospital provides health care and hospitalization to the general public and care for the County's indigents. The County appoints the majority of the Hospital's Board of Trustees. The Hospital's annual operating budget and investment policy are both approved by the County. The Component Unit is included in the County's reporting entity because of the significance of its operational and financial relationships with the County. The financial information of the Hospital is presented in a separate column to emphasize that it is legally separate from the government. Complete financial statements for the Hospital can be requested from the County Auditor.

Basis of Presentation: The accounts of the County are organized on the basis of funds or account groups, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures or expenses, as appropriate. The various funds are summarized by type in the general purpose financial statements.

Amounts in the "totals (memorandum only)" columns in the financial statements represent a summation of the combined financial statement line items of the fund types and account groups and are presented for analytical purposes only. The summation includes fund types and account groups that use different bases of accounting, both restricted and unrestricted amounts. Interfund transactions have not been eliminated, and the caption "amount to be provided" is not an asset in the usual sense. Consequently, amounts shown in the "totals (memorandum only)" columns are not comparable to a consolidation and do not represent the total resources available or total revenues and expenditures/expenses of the County.

The County uses the following fund types and account groups:

Governmental Funds:

General Fund: This fund accounts for the general operating revenues and expenditures of the County not recorded elsewhere. The primary revenue sources are sales and use tax, property taxes, state local government fund receipts, investment earnings and various service fees.

Special Revenue Funds: These funds are used to account for specific governmental revenues (other than major capital projects) requiring separate accounting because of legal or regulatory provisions or administrative action. Revenues are derived primarily from property taxes, other taxes, and federal and state grant programs.

Debt Service Fund: The Debt Service fund is used to account for revenues received and used to pay principal and interest on all long-term bonded debt except those payable from Enterprise funds. Revenues are derived primarily from property taxes.

COUNTY OF CUYAHOGA, OHIO
NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2000

Capital Projects Fund: This fund is used to account for the acquisition or construction of capital assets (other than those financed by Proprietary funds). Revenues and financing resources are derived from the issuance of debt, operating transfers from the General and Special Revenue funds and capital grant programs.

Proprietary Funds:

Enterprise Funds: These funds are used to account for operations that provide services which are financed primarily by user charges, or activities where periodic measurement of income is appropriate for capital maintenance, public policy, management control or other purposes.

Internal Service Funds: These funds are used to account for the goods or services provided by certain County departments to other County departments and funds on a cost-reimbursement basis.

Fiduciary Funds:

Agency Funds: These funds are used to account for assets held by the County as an agent for other governments, other funds and individuals. These assets include property and other taxes as well as other intergovernmental resources which have been collected by the County and which will be distributed to other taxing districts located within the County.

Account Groups:

General Fixed Asset Account Group: This account group is used to present the general fixed assets of the County utilized in its general operations, exclusive of those used in Proprietary funds. General fixed assets include land, land improvements, buildings, structures and improvements, furniture, fixtures and equipment and vehicles owned by the County.

General Long-Term Obligations Account Group: This account group is used to record all long-term obligations of the County except for those of Proprietary funds.

COUNTY OF CUYAHOGA, OHIO

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2000

NOTE B - Summary of Significant Accounting Policies

The accompanying financial statements of the County are prepared in conformity with generally accepted accounting principles for local government units as prescribed in statements and interpretations issued by the GASB.

Basis of Accounting: All financial transactions for Governmental and Fiduciary funds are reported on the modified accrual basis of accounting. Under this accounting method, revenues are recognized when they become susceptible to accrual, that is, when they are measurable and available to finance County operations. Revenues accrued at the end of the year consist of reimbursements from other governments for grant expenditures and amounts receivable from sales and use taxes collected in December and received within sixty days after year-end. Property taxes are recorded as revenue when measurable and available within a period, which does not exceed sixty days after year-end. Governmental fund expenditures are accrued when the related fund liability is incurred, except interest on long-term debt, which is recorded when due. Proprietary fund financial transactions are recorded on the accrual basis of accounting; revenues are recognized when earned and expenses are recognized as incurred. The County currently follows GASB Statement No. 20, "Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities That Use Proprietary Fund Accounting" using the guidance established in Alternative No. 1, which requires the County to comply with all Financial Accounting Standard Board (FASB) standards issued on or before November 30, 1989, unless they conflict with GASB Statements. The County has chosen not to apply FASB Standards issued after November 30, 1989.

Measurement Focus: All Governmental funds are accounted for on a flow of current financial resources measurement focus. Only current assets and current liabilities are included on the balance sheets. Operating statements present increases and decreases in net current assets.

All Proprietary funds are accounted for on a flow of economic resources measurement focus. All assets and liabilities whether current or long-term are included on the balance sheets. Fund equity is separated into contributed capital and retained earnings and operating statements present increases and decreases in total net assets.

Budgetary Accounting and Control: The County is required by state law to adopt annual budgets for the General fund, certain Special Revenue funds and the Debt Service fund. Special Revenue funds which are budgeted annually include Human Services, Health and Human Services Levies, Motor Vehicle Gas Tax, County Board of Mental Retardation and Health and Community Services. The County Administrator prepares the budget, which is approved by the Board of County Commissioners. The Office of Budget and Management prepares a separate budgetary report. The Board of County Commissioners approves amendments to the original budget throughout the year as allowed by state statute. The budget amendments are approved by legal category but identified as additional appropriation measures. During 2000, supplemental budgetary appropriations amounted to approximately \$287 million. The County maintains budgetary control within an organizational unit and fund by not permitting expenditures/expenses and encumbrances to exceed appropriations for personnel, capital purchases and other costs. Elected officials and managers may amend the budget without approval of the County Commissioners as long as amendments are within legal categories. Unencumbered and unexpended appropriations lapse at year-end. Encumbrances are closed to unreserved fund balance/retained earnings at year-end and are re-encumbered and reappropriated at the start of the following year.

The accompanying budget basis financial schedules, comparing budget to actual results of operations, are presented to demonstrate the County's compliance with legally adopted budgets and reflect only budget revisions formally adopted by the Board of County Commissioners. The Commissioners and their staff throughout the year monitor the level of revenues and expenditures, and policy decisions are made based on the available current information. Formal revisions to previous budgets may not be processed if actual results are within previously budgeted levels. Consequently, large variances may appear on the budget and actual comparisons in the accompanying financial schedules.

The budgetary process does not include annual budgeting for certain grants (including Job Training Partnership Act, Community Development and Other) and the Capital Projects fund. Appropriations are made on a multi-year basis with the free balance and encumbrances being reappropriated annually. The administrative control is on a grant/project basis and, therefore, comparisons with annually appropriated funds do not provide meaningful data. The County adopts annual budgets for Proprietary funds, however, budgetary data is not presented for Proprietary funds due to the nature of the funds where demand for goods and services largely determines the level of revenues and expenses. There is no legal requirement to report on such budgets.

COUNTY OF CUYAHOGA, OHIO
NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2000

The County's budgetary process accounts for certain transactions on a basis other than generally accepted accounting principles (GAAP basis).

The major differences between the budget basis and the GAAP basis are:

- (1) Revenues are recorded when received in cash (budget) as opposed to when susceptible to accrual (GAAP).
- (2) Expenditures are recorded when paid in cash (budget) as opposed to when susceptible to accrual (GAAP).

The actual results of operations compared to the revised appropriation passed by the Board of County Commissioners for all annually budgeted Governmental funds are presented in the Combined Schedule of Revenues, Expenditures and Changes in Fund Balance-Budget and Actual (Non-GAAP Budgetary Basis).

A reconciliation of the results of operations for the year on the GAAP basis to the budget basis follows:

Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures and Other Financing Uses (Amounts in 000's)			
	General Fund	Special Revenue Funds	Debt Service Fund
GAAP basis	\$ 16,467	\$ 34,359	\$ 3,028
Multi-Year Budgeted	<u> </u>	<u>(8,679)</u>	<u> </u>
GAAP basis for annually budgeted funds	16,467	25,680	3,028
Increase (Decrease):			
Accrued receivables at 12/31/00 not recognized in the 2000 budget	(122,433)	(392,851)	(20,041)
Accrued receivables at 12/31/99 recognized in the 2000 budget	153,270	283,810	19,203
Expenditures accrued as liabilities at 12/31/00 not recognized in the 2000 budget	36,935	326,706	20,075
Expenditures accrued as liabilities at 12/31/99 recognized in the 2000 budget	(32,396)	(243,755)	(19,253)
Other GAAP adjustments ⁽¹⁾	<u>(46,641)</u>	<u> </u>	<u> </u>
Budget basis	\$ <u>5,202</u>	\$ <u>(410)</u>	\$ <u>3,012</u>
(1) Change in the amount of short-term interfund loans by the General fund, prior year unrealized loss on investments, current year unrealized gain on investments and net program revenue expensed for Brownfield project.			

Statement of Cash Flows: The County utilizes the direct method with respect to the combined statement of cash flows as defined by the GASB Statement No. 9. For purposes of the combined statement of cash flows, the Proprietary funds and Component Unit consider all highly liquid debt instruments with a maturity of three months or less when purchased to be cash equivalents. The amount of cash and cash equivalents reported on the accompanying combined statement of cash flows at the end of the year for the Component Unit differs from the amount of cash and investments reported on the accompanying combined balance sheet by \$267.6 million due to certain investments that are not considered to be cash equivalents.

Pooled Cash and Cash Equivalents: Cash resources of a majority of individual funds are combined to form a pool of cash and investments, which is managed by the County Treasurer. Investments in the pooled cash and cash equivalents accounts consist of U.S. Treasury Notes and other Federal Government securities, bankers acceptances, certificates of deposit, commercial paper, revenue anticipation bonds and the State Treasurer's Investment Pool.

COUNTY OF CUYAHOGA, OHIO

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2000

Investments: The County adopted the provisions of GASB Statement No. 31, "Accounting and Financial Reporting for Certain Investments and for External Investment Pools," which established accounting and financial reporting standards for government investments and investment pools, requiring most investments to be recorded at fair value and the recognition of unrealized gains and losses in the financial statements. The County has the ability and intent to hold all investments to maturity. Interest on investments is accrued as earned and distributed to appropriate funds utilizing a formula based on the average month-end balance of cash and cash equivalents of appropriate funds. County policy requires interest earned on investments to be credited to the General fund except where there is a legal requirement such as the Motor Vehicle Gas Tax Special Revenue fund or where there are bond proceeds for capital improvements such as the Capital Projects fund.

Inventory of Supplies: Inventory is valued at the lower of cost (determined using the first-in first-out method) or net realizable value. Costs are expensed when inventory is consumed for Proprietary funds and for the Discretely Presented Component Unit. Costs are expensed when inventory is purchased for Governmental funds.

Board Designated Investments: Board designated investments are investments of the Hospital set aside by the board of trustees for future capital improvements and for research and development. These assets are invested primarily in government securities with original maturities not greater than five years.

Restricted Assets: The primary government's restricted assets are composed of the unspent proceeds of certain borrowings that are restricted for use in specified economic development activities and capital projects, as well as deposits and investments held at certain financial institutions throughout the County to support the County's Housing Enhancement Loan Program, which allows homeowners in County communities to borrow money from participating financial institutions to repair or remodel their homes or rental property at below market interest rates. Included in the Discretely Presented Component Unit column are restricted assets consisting of investments restricted by donors, assets under the control of the bond trustee that are used for payment of principal and interest on the Hospital's bonds when due and assets administered by a trustee for the Hospital's self-insurance and workers' compensation trust accounts.

Fixed Assets and Depreciation: Fixed assets are stated on the basis of historical cost or, if contributed, at fair market value at the date received. Infrastructure assets are capitalized only if applicable to Proprietary funds. Infrastructure assets including streets, bridges and sidewalks are not capitalized in the General Fixed Assets Account Group. Depreciation is not provided for the General Fixed Assets Account Group. Depreciation for the Proprietary funds and Hospital is determined by allocating the cost of fixed assets over the estimated useful lives of the assets on a straight-line basis.

The estimated useful lives are as follows:

Land improvements	5 to 20 years
Utility plant	20 to 50 years
Buildings, structures and improvements	5 to 40 years
Furniture, fixtures and equipment	6 to 22 years
Vehicles	4 to 9 years

Capitalization of Interest: The County's policy is to capitalize interest on Proprietary fund and Discretely Presented Component Unit construction projects until substantial completion of the project. Capitalized interest is amortized on the straight-line basis over the estimated useful life of the asset. During 2000, the County capitalized interest amounting to \$.2 million.

Compensated Absences: The County records accumulated unpaid sick, vacation and overtime pay benefits as accrued wages and benefits payable when earned by employees. For Governmental funds, the portion of the liability, which is not currently due and payable, is recorded in the General Long-Term Obligations Account Group. The County utilizes the termination payments method to determine the liabilities for compensated absences as defined in GASB Board Statement No. 16.

COUNTY OF CUYAHOGA, OHIO

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2000

Ohio law requires that vacation time not be accumulated for more than three years. Normally, all vacation time is to be taken in the year available unless administrative approval for carry-over is obtained. Sick time not taken may be accumulated until retirement. Employees with a minimum of ten years of service are paid one-fourth of accumulated sick time at the employee's current wage rate upon retirement up to a maximum of thirty days. Certain agencies of the County that are not under the control of the Board of County Commissioners may have slightly different policies for compensated absences.

Contributed Capital: Contributed capital represents Federal and State capital grants and other financing resources provided by the County to Proprietary funds. These contributions are not subject to repayment as long as all grant conditions are met. An amount equivalent to depreciation charges for assets acquired with the portion of contributions that was externally restricted for capital acquisitions or construction is transferred annually to retained earnings from contributed capital.

Net Patient Service Revenue: Net patient service revenue of the Hospital is reported at the estimated net realizable amounts from patients, third-party payors, and others for services rendered, including estimated retroactive adjustments under reimbursement agreements with third-party payors. Retroactive adjustments are accrued on an estimated basis in the period the related services are rendered and adjusted in future periods as final settlements are determined.

Net revenue from the Medicare and Medicaid programs accounted for approximately 24% and 33%, respectively, of the Hospital's net patient service revenue for the year ended December 31, 2000. Laws and regulations governing the Medicare and Medicaid programs are complex and subject to interpretation. Compliance with such laws and regulations can be subject to future government review and interpretation as well as significant regulatory action including fines, penalties and exclusion from the Medicare and Medicaid programs. As a result, there is at least a reasonable possibility that recorded estimates could change by a material amount in the near term. Management believes that adequate provision has been made in the financial statements for any adjustments that may result from final settlements.

Grants and Other Intergovernmental Revenues: State local government fund revenues are recorded as receivables and revenues when measurable and available. Other Federal and State grants and assistance awards made on the basis of entitlement are recorded as intergovernmental receivables and revenues when entitlement occurs. Federal and State reimbursement-type grants for the acquisition or construction of fixed assets in Proprietary funds are recorded as receivables and contributed capital when the related expenses occur. All other Federal and State reimbursement-type grants are recorded as receivables and revenues when the related expenditures/expenses are incurred.

Encumbrances: Encumbrance accounting allows for the reservation of appropriations to provide for purchase commitments pertaining to purchase orders, contracts and other commitments. Encumbrances are closed to unreserved fund balance/retained earnings at year-end and are re-encumbered at the beginning of the following year.

Interfund Transactions: During the normal course of operations, the County has numerous transactions between funds including transfers of resources to provide services and construct assets. Interfund transactions are generally classified as operating transfers in the accompanying financial statements. Operating transfers out are further categorized as transfers to the Component Unit, for debt retirement or other purposes. Component unit transfers represent monies transferred to the MetroHealth System. Transfers for debt retirement represent monies transferred to the Debt Service fund and other transfers represent all other operating transfers out. Residual equity transfers are non-routine, non-recurring transfers of fund balances between funds.

Fund Balance: The County records reservations of portions of fund balance which are legally segregated for specific future uses or which do not represent available, spendable resources and, therefore, cannot be appropriated for expenditures. Designations of fund balance are amounts that have been designated by management for a specific future use, but are not legally segregated. Undesignated fund balance represents the portion of fund equity that is not reserved or designated for a specific purpose.

COUNTY OF CUYAHOGA, OHIO
NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2000

Risk Management: The County has implemented GASB Statement No. 10, "Accounting and Financial Reporting for Risk Financing and Related Insurance Issues". Employees' health insurance is provided through a commercial insurance program. The County pays a premium to the insurance providers without additional risk to the County. The County maintains an Internal Service fund to account for the self-insurance of workers' compensation benefits through a retrospective rating plan with the State of Ohio. The County has designated a portion of the fund balance of its General fund, pursuant to Ohio law, to provide for claims and judgements not covered by the various County insurance policies.

New Accounting Standards: The GASB has issued GASB Statement No. 33, "Accounting and Financial Reporting for Non-Exchange Transactions," (as amended by GASB Statement No. 36 "Recipient Reporting for Certain Shared Non-Exchange Revenues an Amendment of GASB Statement No. 33") and GASB Statement No. 34, "Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments". These statements establish accounting standards for non-exchange transactions such as grants and other assistance provided to the County by other governmental units and revise accounting and reporting standards for general purpose external financial reporting by governmental units. GASB Statement No. 33 is effective for the County's year ending December 31, 2001 and GASB Statement No. 34 is effective for the year ending December 31, 2002. The County has not completed an analysis of the impact of these two statements on its reported financial condition and results of operations.

COUNTY OF CUYAHOGA, OHIO
NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2000

NOTE C - Cash and Investments

Cash and Investments:

Pooled Cash: Monies for the Debt Service fund, certain Agency funds and the Hospital are deposited and maintained in individual segregated bank accounts or invested in specifically segregated investments. Monies of all other funds of the County are held in a common group of bank accounts and investments. Collectively, these bank accounts and investments represent the Pooled Cash and Investments account. Amounts reported as cash and investments for the segregated funds and the pooled funds principally consist of bank balances, certificates of deposit, United States Treasury Notes, mortgage-backed securities, commercial paper, bankers acceptances, municipal obligations of political subdivisions of the State of Ohio and the State Treasurer's Investment Pool.

Certain funds have made disbursements from the pooled cash account in excess of their individual equity in the pooled cash account. These amounts are reported in the combined balance sheet as "Due to other funds."

A summary of the Pooled Cash and Investments account balance by fund type at December 31, 2000, follows:

Fund Type	(Amounts in 000's)	
	Due To	Equity In
General.....	\$	\$ 132,545
Due From:		
Special Revenue.....	51,941	
Internal Service.....	<u>1,947</u>	<u>(53,888)</u>
Net General.....		78,657
Special Revenue.....		93,892
Capital Projects.....		42,676
Enterprise.....		11,561
Internal Service.....		50,943
Agency.....		<u>136,627</u>
Total Equity in Pooled Cash and Investments		\$ <u>414,356</u>

Amounts due to other funds by Special Revenue funds will be paid from collection of reimbursements under grant programs from the Federal and State governments. Amounts owed by the Internal Service funds will be paid through collection of charges for services and General fund subsidies, if necessary.

Deposits and Investments:

Primary Government

Deposits: At year-end, the carrying amount of the County's deposits, including certificates of deposit, was \$56.8 million and the bank balances were \$101.6 million. Of the bank balances, \$.1million was covered by federal depository insurance and \$101.5 million was uncollateralized as defined by the GASB. These deposits were, however, covered by collateral held by the pledging institution's agent in the name of the depository or the Federal Reserve Bank of Cleveland in pooled securities accounts which were not in the County's name, as permitted under Ohio law. The pooled securities serve as collateral for all public deposits held by the banks, including the County's deposits. The Ohio Revised Code requires that the market value of securities held in the pool be at least equal to 110% of the public deposits held by the banks. Ohio law requires that deposits be placed in eligible banks or savings and loan associations located in Ohio. County policy is to utilize federally insured banks and savings institutions located in the County.

COUNTY OF CUYAHOGA, OHIO
NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2000

Component Unit

Deposits: At December 31, 2000, the financial statement carrying amount of the Hospital's deposits was \$1.5 million. The actual bank balances, including accrued interest, totaled \$1.1 million and the difference from the carrying amount represented outstanding checks and normal reconciling items. Federal depository insurance covered approximately \$.1 million of the Hospital's deposits at year-end and are thus a category (1) deposit risk in accordance with the provisions of GASB Statement No. 3. The remainder was uncollateralized as defined by the GASB as it was secured by collateral pools of U.S. Government and municipal securities held by the pledging institution's agent or the Federal Reserve Bank of Cleveland in the name of the depository.

Investments: The County's Statement of Investment Policy, approved by the County's Investment Advisory Committee, authorizes investment by the County in investments permitted under the Ohio Revised Code. Eligible investments include U. S. Treasury Bills and Notes, backed by the full faith and credit of the U.S. government, obligations of U.S. government agencies, commercial paper, bankers acceptances, obligations of political subdivisions of the State of Ohio, certificates of deposit or savings or deposit accounts in an eligible institution defined in the Ohio Revised Code, State Treasurer's Investment Pool, shares in open-end no-load money market mutual funds registered under the Federal Investment Act of 1940 and repurchase agreements. Ohio statute prohibits the use of reverse repurchase agreements. County investment policy restricts repurchase agreements to durations of 30 days or less and all investments to maturities of not more than 5 years.

GASB Statement No. 3 "*Deposits with Financial Institutions, Investments (including Repurchase Agreements), and Reverse Repurchase Agreements*" requires the County to categorize its deposits and investments into one of three credit risk categories. Category 1 includes investments that are insured or registered or for which the securities are held by the County or its agent in the County's name. Risk category 2 includes uninsured and unregistered investments for which the securities are held by the counterparty's trust department or agent in the County's name. Category 3 includes uninsured and unregistered investments for which the securities are held by the counterparty's trust department or agent but not in the County's name.

At December 31, 2000, the County's Primary Government investments were as follows:

Investment Type	Category 1	(Amounts in 000's)	
		Category 2	Fair Value/Carrying Value
U.S. Treasury Notes	\$ 10,056	\$	\$ 10,056
Mortgage-backed Securities.....	312,298		312,298
Commercial Paper.....	80,115		80,115
Municipal Revenue Anticipation Bonds.....	1,400		1,400
Repurchase Agreements	18,400		18,400
Investments held by trustees (primarily U.S. government securities)		<u>12,483</u>	<u>12,483</u>
	<u>422,269</u>	\$ <u>12,483</u>	434,752
Star Ohio.....			<u>700</u>
Total Primary Government Investments			\$ <u>435,452</u>

At December 31, 2000, the County's Component Unit investments were as follows:

Investment Type	Category 1	(Amounts in 000's)	
		Category 3	Fair Value/Carrying Value
U.S. Treasury Notes	\$ 41,752	\$	\$ 41,752
U.S. Agency Obligations.....	123,442		123,442
Repurchase Agreements		<u>8,589</u>	<u>8,589</u>
.....	\$ <u>165,194</u>	\$ <u>8,589</u>	173,783
Money Market Funds			<u>96,283</u>
Total Hospital Investments			\$ <u>270,066</u>

COUNTY OF CUYAHOGA, OHIO
NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2000

Amounts invested in the State Treasurer's Investment Pool (Star Ohio) and money market funds are not classified by risk category because they are not evidenced by securities that exist in physical or book entry form. Star Ohio is rated AAAM by Standard & Poor's. It is the objective of the fund to stabilize the net asset value per unit at \$1.00 for the purpose of sale and redemption of units of the fund, but it is not guaranteed. Star Ohio is not a registered fund subject to regulatory oversight as the fund is only offered to Ohio public subdivisions with investment authority. Star Ohio is authorized under Section 135.45 of the Ohio Revised Code and has been used by Ohio public entities since its inception in 1986 as a short-term investment vehicle to meet daily liquidity needs.

COUNTY OF CUYAHOGA, OHIO
NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2000

NOTE D - Interfund Receivables and Payables

Individual interfund receivable and payable balances as of December 31, 2000 follow:

Fund Types	(Amounts in 000's)	
	Interfund Receivables	Interfund Payables
General Fund.....	\$ 86,805	\$ 2,923
Special Revenue Funds:		
Human Services		78,126
Health and Human Services Levies	162,803	136
Motor Vehicle Gas Tax.....	1,811	155
County Board of Mental Retardation	92,504	898
Health and Community Services	11,694	11,254
Job Training Partnership Act		38
Community Development	1,141	3,322
Other.....		<u>43</u>
Total Special Revenue Funds	269,953	93,972
Debt Service Fund	20,041	
Capital Projects Fund	217	1
Enterprise Funds:		
Sanitary Engineer	23	160
County Airport		4
Huntington Park Garage.....		10
Cuyahoga County Information System	<u>2</u>	<u>29</u>
Total Enterprise Funds	25	203
Internal Service Funds:		
Central Custodial Services	87	583
Maintenance Garage.....	103	844
Data Processing Center.....	165	44
Printing, Reproduction and Supplies	555	8
Communications	332	1,214
Self-Funded Workers' Compensation.....	<u>4,779</u>	
Total Internal Service Funds	6,021	2,693
Agency Funds:		
Payroll	843	
Undivided Tax.....		271,481
Other.....	<u>2</u>	<u>12,634</u>
Total Agency Funds	845	284,115
Totals	\$ <u>383,907</u>	\$ <u>383,907</u>

COUNTY OF CUYAHOGA, OHIO
NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2000

A summary of interfund receivables/payables of the General fund follows:

Fund Types	(Amounts in 000's)	
	Receivables	Payables
Special Revenue Funds:		
Human Services	\$ 48,495	\$
Health and Human Services Levies	136	
Community Development	<u>3,310</u>	_____
Total Special Revenue Funds	51,941	
Enterprise Funds:		
Cuyahoga County Information System		2
Internal Service Funds:		
Maintenance Garage.....	840	41
Data Processing Center.....		94
Printing, Reproduction and Supplies		263
Communications	1,107	228
Self-Funded Workers' Compensation.....		<u>1,452</u>
Total Internal Service Funds	1,947	2,078
Agency Funds:		
Payroll		843
Undivided Tax.....	23,936	
Other.....	<u>8,981</u>	_____
Total Agency Funds	32,917	843
Totals	\$ <u>86,805</u>	\$ <u>2,923</u>

The receivables from Special Revenue and Internal Service funds represent amounts overdrawn from the pooled cash account which are owed to the General fund. The receivable from the Undivided Tax Agency fund represents property taxes levied in 2000 to be received in the General fund in 2001. The receivable from Other Agency funds represents investment earnings and fees deposited in various outside bank accounts.

The amount payable to the Cuyahoga County Information System is for computer charges from various General fund agencies. The amounts payable to Internal Service funds represent unpaid charges at December 31, 2000. The amounts payable to the Payroll Agency funds represent charges for employee medical benefits.

**COUNTY OF CUYAHOGA, OHIO
NOTES TO FINANCIAL STATEMENTS**

DECEMBER 31, 2000

NOTE E - Contributed Capital - Proprietary Fund Types

A summary of additions and reductions to contributed capital during 2000 for the County's Enterprise funds follows:

(Amounts in 000's)				
Enterprise Funds	Contributed Capital At Beginning of Year	Add: Grants and Contributed Assets	Less: Depreciation and Disposition of Fixed Assets Acquired by Contributed Capital	Contributed Capital At End of Year
Enterprise Funds:				
Sanitary Engineer.....	\$ 7,206	\$ 2,486	\$ 677	\$ 9,015
County Airport.....	10,163		393	9,770
Huntington Park Garage.....	<u>1,512</u>	<u> </u>	<u>104</u>	<u>1,408</u>
Total.....	\$ <u>18,881</u>	\$ <u>2,486</u>	\$ <u>1,174</u>	\$ <u>20,193</u>

COUNTY OF CUYAHOGA, OHIO
NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2000

NOTE F - General Fixed Assets

A summary of changes in general fixed assets follows:

Asset Type	(Amounts in 000's)			Balance December 31, 2000
	Balance January 1, 2000	Additions	Deductions	
Land	\$ 29,829	\$ 154	\$ 104	\$ 29,879
Land improvements	1,534	36		1,570
Buildings, structures and improvements	384,193	3,552		387,745
Furniture, fixtures and equipment.....	17,206	1,782	718	18,270
Vehicles	12,202	1,718	998	12,922
Construction in progress	<u>81,461</u>	<u>21,698</u>	<u>2,669</u>	<u>100,490</u>
Totals	<u>\$526,425</u>	<u>\$28,940</u>	<u>\$ 4,489</u>	<u>\$ 550,876</u>

A summary of construction commitments at December 31, 2000 follows:

Function	(Amounts in 000's)		
	Authorized Project Amount	Expended as of December 31, 2000	Future Commitments
General government.....	\$ 16,913	\$ 9,166	\$ 7,747
Judicial.....	136,863	77,639	59,224
Social services	22,251	7,231	15,020
Health and safety.....	7,500	2,023	5,477
Public works	<u>5,474</u>	<u>4,431</u>	<u>1,043</u>
Totals	<u>\$189,001</u>	<u>\$100,490</u>	<u>\$ 88,511</u>

The future construction commitments are expected to be financed primarily through bonded debt.

**COUNTY OF CUYAHOGA, OHIO
NOTES TO FINANCIAL STATEMENTS**

DECEMBER 31, 2000

Year Issued	Interest Rate	Balance January 1	(Amounts in 000's)		Balance December 31	
			Additions	Reductions		
General Long-Term Obligations Account Group (Concluded):						
Revenue Bonds:						
1992	Gateway Economic Development-Due thru 2022.....	Variable	\$ 36,800	\$	\$ 1,600	\$ 35,200
1992	Gateway Economic Development-Due thru 2022.....	8.625%	35,000			35,000
1994	Gateway Economic Development-Due thru 2023.....	4.45%-7.60%	39,875		1,200	38,675
1994	Cleveland Foundation Economic Development					
	-Due thru 2002.....	3.00%	1,379		609	770
1998	Brownfield Economic Redevelopment					
	-Due thru 2018.....	4.91%-6.75%	15,025		440	14,585
2000	Shaker Square Redevelopment-Due thru 2030.....	6.75%		2,855		2,855
	Total Revenue Bonds.....		<u>128,079</u>	<u>2,855</u>	<u>3,849</u>	<u>127,085</u>
	Total Bonds Payable.....		<u>266,164</u>	<u>99,470</u>	<u>17,909</u>	<u>347,725</u>
	Total General Long-Term Obligations Account Group.....		<u>\$293,333</u>	<u>\$100,471</u>	<u>\$18,528</u>	<u>\$ 375,276</u>
Component Unit						
Capital Lease Obligation:						
Various	Equipment Obligations-Due thru 2007.....	4.958%-4.96%	\$ <u>14,640</u>	\$	\$ <u>2,362</u>	\$ <u>12,278</u>
Bonds:						
1997	Hospital Improvement and Refunding					
	Revenue Bonds-Due Thru 2027.....	3.90%-5.80%	65,593	187	3,635	62,145
1997	Hospital Refunding Revenue Bonds-Due thru 2019	4.10%-5.50%	68,078	310	215	68,173
1999	Hospital Improvement Revenue Bonds-Due thru 2029 ..	6.125%-6.15%	<u>56,775</u>	<u>8</u>		<u>56,783</u>
	Total Bonds.....		<u>190,446</u>	<u>505</u>	<u>3,850</u>	<u>187,101</u>
	Total Component Unit.....		<u>\$205,086</u>	<u>\$ 505</u>	<u>\$ 6,212</u>	<u>\$ 199,379</u>

Capital Lease Information: The following summarizes future minimum lease payments under the capital leases, and the present values of net minimum lease payments for the Primary Government at December 31, 2000:

Year	(Amounts in 000's)	
	General Long-Term Obligations Account Group	Internal Service funds
2001	\$ 465	\$ 317
2002	435	307
2003	373	100
2004	320	33
2005	249	24
2006-2010	1,035	
2011-2015	654	
2016-2020	88	
2021-2023	<u>8</u>	
Total Minimum Lease Payments.....	<u>3,627</u>	<u>781</u>
Amount Representing Interest	<u>(1,462)</u>	<u>(63)</u>
Present Value of Net Minimum Lease Payments....	\$ <u>2,165</u>	\$ <u>718</u>

COUNTY OF CUYAHOGA, OHIO
NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2000

The following summarizes future minimum payments and the present values of net minimum lease payments for the Component Unit's equipment capital leases at December 31, 2000:

Year	(Amounts in 000's) Equipment Obligation
2001.....	\$ 3,035
2002.....	3,035
2003.....	3,035
2004.....	2,441
2005.....	779
Thereafter.....	<u>1,559</u>
Total Minimum Lease Payments.....	13,884
Amount Representing Interest.....	<u>(1,606)</u>
Present Value of Net Minimum Lease Payments.....	\$ <u>12,278</u>

As of December 31, 2000, the carrying value of the fixed assets recorded as capital leases under the General Fixed Assets Account Group, Internal Service funds and Component Unit were \$27.8 million, \$3 million and \$14.3 million, respectively.

Future Debt Service Requirements: A summary of the County's future debt service requirements for its outstanding long-term bonds, notes and loans payable at December 31, 2000 are as follows:

Due In	(Amounts in 000's)			
	Enterprise Funds		General Long-Term Obligations Account Group	
	Principal	Interest	Principal	Interest
2001.....	\$ 6,928	\$ 835	\$ 19,510	\$ 21,049
2002.....	459	331	20,086	19,376
2003.....	477	317	20,738	18,303
2004.....	490	298	19,257	19,491
2005.....	510	279	18,561	19,245
2006-2010.....	2,867	1,087	87,296	85,382
2011-2015.....	2,609	493	71,672	60,071
2016-2020.....	1,063	108	71,215	21,631
2021-2025.....			22,925	3,030
2026-2030.....			<u>630</u>	<u>122</u>
Totals.....	\$ <u>15,403</u>	\$ <u>3,748</u>	\$ <u>351,890</u>	\$ <u>267,700</u>

COUNTY OF CUYAHOGA, OHIO
NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2000

(Amounts in 000's)	
Due In	Component Unit Principal and Interest
2001	\$ 14,774
2002	14,782
2003	14,770
2004	14,769
2005	14,768
Thereafter	<u>306,611</u>
Total.....	380,474
Amounts representing interest.....	(182,269)
Unamortized difference between reacquisition price and the net carrying amount of previously defeased debt.....	(8,850)
Unamortized discount.....	<u>(2,254)</u>
Present value of net minimum payments	\$ <u>187,101</u>

Component Unit Swap Agreement: In 1999, the Component Unit entered into a 15 year interest rate swap agreement for a notional amount of \$56 million of its fixed rate general obligation bonds. Based on the swap agreement, the Component Unit makes payments calculated at a variable rate equal to the BMA Swap Index to the counterparty to the swap. In return, the counterparty makes payments to the Component Unit based on the fixed rate of 5.41%. Only the net difference in payments is exchanged with the counterparty. The \$56 million in bond principal is not exchanged; it is only the basis on which the interest payments are calculated. The net interest savings for 2000 was \$.7 million. At December 31, 2000, the fair value of the swap agreement based on its current settlement value is \$1.2 million due from the counterparty. No amounts are recorded on the Component Unit's balance sheet for the swap agreement.

Long-Term Bonds: All long-term bonded debt of the Primary Government is retired from the Debt Service fund, except bonds payable from Enterprise funds which will be paid from cash flows generated by these funds. General obligation bonds are secured by the County's ability to levy a voted or unvoted property tax within limitations of Ohio law. Self-supporting bonds, except revenue bonds, are secured by an unvoted property tax levy; however, each appropriate bond indenture provides for principal and interest to be paid from user charges. The revenue bonds are secured by non-tax revenue of the County.

Under the Uniform Bond Act of the Ohio Revised Code, the County has the capacity to issue approximately \$109 million of additional unvoted general obligation debt.

Accrued Wages and Benefits: County employees become eligible to receive one-fourth of their accumulated unpaid sick leave upon retirement after a minimum of ten years of service. Certain agencies may have policies that vary with regard to payment of accrued sick leave upon retirement. Termination of employment must be by retirement to receive accumulated unpaid sick leave. Employees with a minimum of one year of service become vested in accumulated unpaid vacation time. Vacation time may not be accumulated for more than three years. Unused vacation time is payable upon termination of employment. In general, employees are eligible to be paid for unpaid overtime and unused compensatory time upon termination of employment. All sick, vacation, compensatory and overtime payments are made at the employee's current wage rate.

COUNTY OF CUYAHOGA, OHIO
NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2000

The accumulated unpaid sick, vacation, compensatory and overtime hours for which the \$21.2 million liability recorded in the General Long-Term Obligations Account Group at December 31, 2000 was based were as follows:

Type	Hours	Amount (in 000's)
Sick.....	13,981	\$ 240
Vacation.....	1,145,723	19,662
Overtime.....	<u>76,886</u>	<u>1,319</u>
Total.....	<u>1,236,590</u>	\$ <u>21,221</u>

Advance Refunding of General Obligation Bonds: On March 19, 1993, the County issued general obligation bonds amounting to \$140.7 million with interest rates ranging from 2.2% to 5.25%. The issues consisted of voted and unvoted refunding debt as well as new voted debt. The unvoted refunding debt amounted to \$75.4 million, the voted refunding debt amounted to \$49.4 million and the additional voted debt amounted to \$15.9 million. The refunding debt was used to retire outstanding debt of \$115.6 million which consisted of \$49.6 million and \$66 million of voted and unvoted debt, respectively. The County advance refunded the bonds to reduce its total debt service payments over the next 20 years by \$1.5 million and \$2.9 million on voted and unvoted debt, respectively, and to obtain an economic gain (difference between the present values of the debt service payments on the old and new debt) of \$1.2 million and \$2.2 million on voted and unvoted debt, respectively. The aggregate amount of the defeased General Obligation Bonds outstanding at December 31, 2000 is \$42.8 million. The remaining proceeds from the issuance were used to fund various capital projects.

Advance Refunding of Component Unit Bonds: Effective February 1, 1997, the County issued \$70 million of Hospital Improvement and Refunding Revenue Bonds Series 1997 (The MetroHealth System Project). The proceeds of the Series 1997 Bonds were used to refund \$20.9 million of Series 1989 Bonds scheduled to mature on February 15, 2007; to advance refund \$2.4 million, \$2.6 million and \$2.7 million of the Series 1989 Bonds stated to mature on February 15, 1999, February 15, 2000 and February 15, 2001, respectively; to finance the construction of various improvements and additions to the MetroHealth System; and to pay costs of issuance of the Series 1997 Bonds.

Effective November 1, 1997, the County issued \$77.5 million of Hospital Refunding Revenue Bonds, Series 1997A. The proceeds of the Series 1997A Bonds were used to refund \$73.7 million of Series 1989 Bonds scheduled to mature on February 15, 2019. The 1997 refunding resulted in a difference between the reacquisition price and the net carrying amount of the old debt of \$9.8 million. This unamortized difference (\$8.9 million at December 31, 2000) is reported in the accompanying financial statements as a deduction from long-term debt and is being charged to operations through the year 2019 using the effective interest method.

Other Financial Obligations

Operating Leases: During the year 2000, the County had approximately 80 operating leases for office space and equipment. At December 31, 2000, there were 55 remaining with future obligations. The operating lease agreements range in length from one month to five years. Total rental payments for 2000 amounted to \$7.2 million, of which \$1.1 million was expended from proprietary funds. Rental obligations for the years 2001 through 2005 are \$15.1 million of which \$2.1 million represents the amount to be paid from proprietary funds. Rental payments for the years 2001, 2002, 2003, 2004 and 2005 will be \$5.4 million, \$4.6 million, \$3.5 million, \$1.5 million and \$.1 million, respectively. Operating lease payments are recorded in the period they are paid.

The Hospital has entered into operating lease agreements for a parking facility, medical space and office space which expire through 2011. Certain leases contain rent escalation clauses and renewal options for additional periods ranging from two to five years. Rent expense totaled \$.9 million in 2000. Minimum rental commitments under operating leases extending beyond one year at December 31, 2000 are as follows: 2001 - \$1.2 million; 2002 - \$1.3 million; 2003 - \$1.3 million; 2004 - \$1.2 million; 2005 - \$11.4 million, thereafter - \$1 million.

COUNTY OF CUYAHOGA, OHIO
NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2000

Gateway Loan Guarantees: The County has guaranteed \$69.4 million of bonded debt issued by Gateway. The guarantee, subject to annual renewal, covers \$38.4 million in Subordinated Tax Bonds supported by an excise tax on cigarettes and alcohol products and \$31 million in Stadium Revenue Bonds supported by luxury seating revenues. As of December 31, 2000, the outstanding balance on the Gateway loan guarantees, including future interest payments, was \$26.4 million on the Subordinated Tax Bonds, due through September 1, 2005, and \$41.1 million on the Stadium Revenue Bonds, due through September 15, 2014. The County has not been required to make any payments on behalf of the Gateway bonds.

Conduit Debt Obligations: Periodically, the County has issued Industrial Development, Hospital Revenue and Mortgage Revenue Bonds to provide financial assistance to private-sector entities for the acquisition and construction of industrial, commercial and hospital facilities deemed to be in the public interest. These bonds are secured by the property financed and are payable solely from payment received on the underlying mortgage loans. The bonds do not constitute a debt or pledge of the full faith and credit of the County and, therefore, are not reported in the financial statements. Upon repayment of the bonds, ownership of the acquired facilities transfers to the private-sector entity served by the bond issuance.

As of December 31, 2000, the aggregate principal amounts outstanding for the Industrial Development, Hospital Revenue and Mortgage Revenue Bonds were \$207.4 million, \$1.4 billion and \$126.3 million, respectively.

COUNTY OF CUYAHOGA, OHIO
NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2000

NOTE H - Pension and Retirement Plans and Other Post-employment Benefits

Primary Government

PERS PLAN DESCRIPTION: All full-time employees of the County, except teachers employed by the County Board of Mental Retardation, participate in the Public Employees Retirement System of Ohio (PERS). It is a cost-sharing multiple-employer defined benefit pension plan. PERS provides retirement and disability benefits, annual cost of living adjustments, and death benefits to plan members and beneficiaries. Chapter 145 of the Ohio Revised Code assigns the authority to establish and amend benefits to the PERS Board of Trustees. PERS issues a stand-alone financial report. A copy of the report may be obtained by making a written request to the Public Employees Retirement System of Ohio, 277 East Town Street, Columbus, Ohio 43215-4642, or by calling (614) 466-2085.

PERS FUNDING POLICY: The Ohio Revised Code provides statutory authority for employee and employer contributions. Employees are required to contribute 8.5% of covered payroll, except for law enforcement employees, who are required to contribute 9%. The employer contribution rate is 13.55% of covered payroll except for law enforcement which is 16.70%. There was a temporary employer contribution rate rollback effective July 2000 through December 2000. The rates were 8.13% of covered payroll except for law enforcement personnel for which the contribution rate was 14.70%. The total employer contributions from the County to PERS for the years 2000, 1999 and 1998 were \$40.3 million, \$45.2 million and \$42.6 million, respectively, equal to the required contributions for each year.

OPEB BENEFITS PROVIDED THROUGH PERS: In addition to the pension benefits described previously, PERS provides postretirement health care coverage to age and service retirants with 10 or more years of qualifying Ohio service credit. Health care coverage for disability recipients and primary survivor recipients is also 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. The Ohio Revised Code provides statutory authority requiring public employers to fund postretirement health care through their contributions to PERS. The portion of the employer contribution rate used to fund health care for 2000 and 1999 was 4.3% and 4.2%, respectively, of covered payroll. During 2000 and 1999, \$15.7 million and \$14 million, respectively, of the County's total contribution to PERS was used for postretirement benefits. At December 31, 2000, the County was not responsible for paying premiums, contributions, or claims for OPEB under PERS for any retirees, terminated employees or other beneficiaries.

The OPEB is advance-funded on an actuarially determined basis through employer contributions and investment earnings thereon. The principal assumptions used for the 1999 actuarial computations (latest available) were as follows:

Funding Method: The entry age normal actuarial cost method of valuation is used in determining the present value of OPEB. The difference between assumed and actual experience (actuarial gains and losses) becomes part of the unfunded actuarial accrued liability.

Assets Valuation Method: For actuarial valuation purposes, a smoothed market approach is used. Under this approach assets are adjusted annually to reflect 25% of unrealized market appreciation or depreciation on investment assets.

Investment Return: The investment return assumption for 1999 was 7.75%.

Active Employee Total Payroll: An annual increase of 4.75%, compounded annually, is the base portion of the individual pay increase assumption. This assumes no change in the number of active employees. Additionally, annual pay increases, over and above the 4.75% base increase, were assumed to range from 0.54% to 5.1%.

Health Care: Health care costs were assumed to increase 4.75%.

COUNTY OF CUYAHOGA, OHIO

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At December 31, 1999, (latest information available), there were 401,339 active participants contributing to the plan. The County's actuarially required OPEB contribution for 1999 equaled the actual amount contributed to PERS by the County. In addition, at December 31, 1999, the actuarial value of the plan's net assets available for OPEB approximated \$10.8 billion and the actuarial accrued liability and the unfunded actuarial accrued liability, based on the actuarial method used, were \$12.5 billion and \$1.7 billion, respectively.

The contributions allocated to retiree health care, along with investment income on allocated assets and periodic adjustments in health care provisions, are expected to be sufficient to sustain the program indefinitely.

STRS PLAN DESCRIPTION: Teachers employed by the County Board of Mental Retardation (CBMR) participate in the State Teachers Retirement System Of Ohio (STRS). It is a cost-sharing multiple-employer defined benefit pension plan. STRS provides retirement and disability benefits, annual cost of living adjustments and death benefits to plan members and beneficiaries. Chapter 3307 of the Ohio Revised Code assigns the authority to establish and amend benefits to the STRS Board of Trustees. STRS issues a stand-alone financial report. A copy of the report may be obtained by making a written request to the State Teachers Retirement System of Ohio, 275 East Broad Street, Columbus, Ohio 43215-3771 or by calling (614) 227-4090.

STRS FUNDING POLICY: The Ohio Revised Code provides statutory authority for employee and employer contributions. Employees are required to contribute 9.3% of covered payroll. The employer contribution rate is 14% of annual covered payroll. The employer contributions from the County Board of Mental Retardation to STRS for the years 2000, 1999 and 1998 were \$1.9 million, \$1.8 million and \$1.7 million, respectively, equal to the required contributions for each year.

OPEB: STRS also provides other postemployment benefits (OPEB) to plan members. The qualifications required to receive benefits replicate PERS. STRS has established a Health Care Reserve fund to accumulate monies for OPEB. The portion of the employer contribution rate allocated to the Health Care Reserve fund was 8% of covered payroll through June 30, 2000 and 4.5% thereafter. The County's contributions for OPEB for the years 2000, 1999 and 1998 were \$1.1 million, \$1 million and \$.7 million, respectively, equal to the required contributions for each year.

The balance in the Health Care Reserve Fund was \$3.4 billion at June 30, 2000 (latest information available). For the year ended June 30, 2000, the net health care costs paid by STRS were \$283.1 million and there were 99,011 eligible recipients.

Component Unit

Retirement and OPEB benefits for Hospital employees are provided through PERS in the same manner as employees of the County's primary government. The Hospital's total contributions to PERS for the years 2000, 1999 and 1998 were \$24.3 million, \$28.8 million and \$26.8 million, respectively, equal to the required contributions for each year. The portion of the Hospital's total contribution to PERS which was used to fund OPEB for the years 2000 and 1999 was \$9.5 million and \$8.9 million, respectively.

COUNTY OF CUYAHOGA, OHIO
NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2000

NOTE I - Deficit Balances

At December 31, 2000, the County Airport, Cuyahoga County Information System and Communications funds had retained earnings deficits of \$.8 million, \$.1 million and \$1.1 million, respectively. The County Airport and County Information System funds are Enterprise funds and the Communications fund is an Internal Service fund. The deficits will be eliminated through adjustment of the related fee schedules and subsidies from the General fund, as necessary.

COUNTY OF CUYAHOGA, OHIO
NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2000

NOTE J - Fund Equity

Reserves and Designations: The County segregates fund balances using two different account categories; reserved and designated. Two general types of reserved fund balance accounts are used. The first type indicates the portion of fund balance which is legally segregated for a specific future use. The second type indicates the portion of fund balance which does not represent available, spendable resources and is, therefore, not eligible to fund current year expenditures. Designations indicate the portion of the unreserved fund balance which management has earmarked for a specific future use. Designations are not legal segregations.

Reserve accounts used by the County include:

Reserved for Restricted Assets: This account represents the portion of fund equity that includes grants and contributions made to the Hospital (Component Unit) which have been restricted by donors or grantees for specific purposes and assets for which the Hospital serves in a custodial nature. At December 31, 2000, the balance in this account was \$5.7 million. Earnings on investments of these assets are included in restricted assets unless such earnings are not restricted by donors.

This account also represents the portion of the General fund's equity that includes certificates of deposit that support the County's Housing Enhancement Loan Program (H.E.L.P.) and the unspent proceeds of the County's Brownfield Economic Redevelopment bonds. At December 31, 2000, the balance in this account was \$35.9 million of which \$23.4 million represents the fund equity related to the certificates of deposit and \$12.5 million represents the fund equity related to the Brownfield Redevelopment bond proceeds.

Reserved for Loans: This account is used to separate the portion of fund equity that pertains to long-term loans receivable and is not available for current expenditure. At December 31, 2000 \$15.3 million has been reserved for loan repayments.

Reserved for Debt Service: This account is used to separate the portion of fund equity that must be used to pay for the current portion of principal and interest on County bonds. At December 31, 2000 \$13.8 million has been reserved for debt service.

Designation accounts used by the County include:

Designated for Self-Insurance: This account is used to designate resources which management has earmarked to fund any claims or judgements against the County which are not covered by insurance. At December 31, 2000, \$1 million has been designated for self-insurance.

Designated for Proprietary Funds: This account is used to designate resources which management has earmarked to retire outstanding Enterprise and Internal Service funds' deficits. At December 31, 2000, \$2 million has been designated for future Enterprise and Internal Service funds' subsidies.

COUNTY OF CUYAHOGA, OHIO
NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2000

NOTE K - Risk Management and Other Contingencies

Primary Government

Litigation and Claims: There are certain pending and threatened lawsuits and other claims against the County. The County's management, after consultation with the County Prosecutor, is of the opinion that the potential uninsured claims against the County are not material to the County's combined financial statements.

Contingencies Under Grant Programs: The County participates in a number of Federal and State assisted grant programs. These programs are subject to financial and compliance audits by grantors or their representatives. The County believes that disallowed claims, if any, will not have a material adverse effect on the County's financial position.

Self-Insurance: The County has designated \$1 million of the fund balance of the General fund, pursuant to Ohio law, to provide monies for claims and judgements not covered by the various County insurance policies. Settled claims from risks covered by the County's insurance policies have not exceeded the insurance coverage for the past three fiscal years. Actual expenditures for claims and judgements against the County in 2000 and estimates for unsettled claims at December 31, 2000, including those incurred but not reported, were immaterial. The County is also self-insured with respect to unemployment and workers' compensation benefits. Self-insurance expenditures were immaterial for unemployment compensation in 2000. Since 1992, the County has maintained an Internal Service fund for its self-insured workers' compensation benefits administered through a retrospective rating plan with the State of Ohio. Prior to 1992, the County was fully insured for workers' compensation benefits. The County uses a payroll-based rate to charge its various funds for workers' compensation benefits. These charges are contributed into the Self-Funded Workers' Compensation fund and are based on estimates needed to pay current claims and establish a reserve for claims incurred but not reported. Changes to the estimated claims payable recorded in the Self-Funded Workers' Compensation fund during the years ended December 31, 2000 and 1999 were:

(Amounts in 000's)		
Estimated Claims Payable	2000	1999
Estimated claims payable beginning of year	\$ 33,252	\$ 31,805
Plus: Current year claims and changes in estimates	(13,047)	6,947
Less: Claim payments ⁽¹⁾	<u>1,378</u>	<u>5,500</u>
Estimated claims payable end of year	<u>\$ 18,827</u>	<u>\$ 33,252</u>
(1) The 2000 amount is net of a \$2 million one-time, state-wide dividend credit the Ohio Bureau of Workers' Compensation allowed the County to offset against its claim payments during that year only.		

Uncertainties associated with estimates of workers' compensation liabilities can often result in wide ranges of reasonably possible estimates. Estimates developed in the year a claim occurs can vary significantly. Normally, a finite estimate of cost for a specific claim does not become fixed and determinable until a determination of the benefit award is made by the Ohio Bureau of Workers' Compensation. This can occur several years after an injury occurs and a claim is filed. During 2000, the County reduced its estimated workers' compensation liability recorded in prior years by approximately \$17.6 million based on the recommendation of an independent actuary. Since the County entered the retrospective rating program in 1992, it had recorded its best estimate of the liability each year without the assistance of an actuary. The passage of time since the County's entry into the retrospective program has provided sufficient historical information to enable the County's previous liability estimates to be refined and an actuary was consulted to assist in this process. Nevertheless, there is no assurance that additional costs greater than the amount accrued at December 31, 2000 will not be incurred or that changes in workers' compensation laws or their interpretation will not require that additional amounts be spent.

COUNTY OF CUYAHOGA, OHIO
NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2000

Special Termination Benefits: The State of Ohio has granted statutory authority enabling Ohio public employers to establish early retirement incentive programs. In conjunction with this program, the County Board of Mental Retardation (CBMR) adopted a plan in 1999, which allows for participation by eligible CBMR employees in such a program. The plan is in effect for the period July 1, 2000 through June 30, 2002 during which time eligible employees may elect to retire in exchange for the County paying the necessary amount to PERS and STRS (see Note H) to enable the individuals to receive full retirements benefits under these plans. In 2000, \$.6 million was paid to PERS and STRS. Because CBMR pays these costs when incurred, there are no amounts recorded as a liability in the accompanying combined balance sheet.

Component Unit

Self-Insurance: The Hospital is self-insured for professional and patient care third party liability and workers' compensation benefits. For the professional and patient care liability, professional insurance consultants have been retained to determine funding requirements. Amounts funded for professional and patient care have been placed in an irrevocable, self-insurance trust account, which is being administered by a trustee.

Losses from asserted claims and from unasserted claims identified under the Hospital's incident reporting system are accrued based on estimates that incorporate the Hospital's past experience, as well as other considerations including the nature of each claim or incident and relevant trend factors. The reserve for estimated self-insured claims includes estimates of the ultimate costs for both reported claims and claims incurred but not reported, discounted at a rate of 6%. The changes in the reserve were as follows:

Estimated Claims Payable	(Amounts in 000's)	
	2000	1999
Estimated claims payable beginning of year	\$ 24,987	\$ 32,335
Plus: Current year claims and changes in estimates	16,577	1,643
Less: Claim payments	<u>11,879</u>	<u>8,991</u>
Estimated claims payable end of year	<u>\$ 29,685</u>	<u>\$ 24,987</u>

COUNTY OF CUYAHOGA, OHIO
NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2000

NOTE L - Encumbrances

Encumbrance accounting is employed in all County funds during the normal course of operations for purchase orders and contract-related expenditures/expenses. Encumbrances outstanding at year-end are closed to unreserved fund balance/retained earnings and are re-encumbered at the beginning of the succeeding year.

At December 31, 2000, encumbrances outstanding in Governmental funds and Proprietary funds which were reappropriated in the 2001 budget were:

Fund Type	(Amounts in 000's)
General fund	\$ 28,518
Special Revenue funds	141,162
Capital Projects fund.....	87,528
Enterprise funds	6,341
Internal Service funds	<u>14,932</u>
Total	<u>\$278,481</u>

On a GAAP basis, a portion of these encumbrances represented liabilities of the County. At December 31, 2000, encumbrances recorded as liabilities were:

Fund Type	(Amounts in 000's)
General fund	\$ 2,052
Special Revenue funds	16,832
Capital Projects fund.....	2,554
Enterprise funds	750
Internal Service funds	<u>2,678</u>
Total	<u>\$ 24,866</u>

COUNTY OF CUYAHOGA, OHIO
NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2000

NOTE M - Property Tax Revenues

Property taxes include amounts levied against real, tangible (used in business) and public utility property. The assessed value upon which the 2000 tax collection was based follows:

Property Type	(Amounts in 000's)
Real property	\$ 21,493,369
Personal tangible property.....	2,916,480
Tangible public utility property.....	<u>1,223,332</u>
Total assessed value	\$ <u>25,633,181</u>

Ohio law prohibits taxation of property from all taxing authorities in excess of 10 mills of assessed value without a vote of the people. Presently, the County levies 1.45 mills of the first 10 mills of assessed value of which .58 is designated for debt service and the remainder is credited to the County's General fund. In addition to the 1.45 mills, 9.37 mills have been levied based upon mills voted for debt service, mental retardation, health and human services and health and welfare. A summary of voted millage follows:

Purpose	Voter Authorized Rate (1)	Rates Levied for Current Year Collection (2)		Final Collection Year
		Agricultural/ Residential	Commercial/ Industrial	
Debt service	\$.27	\$.27	\$.27	2013
Mental retardation ⁽³⁾	3.00	2.76	2.91	2000
Health and human services	3.00	2.04	2.45	2004
Health and welfare	<u>3.10</u>	<u>3.09</u>	<u>3.09</u>	2003
Total voted millage	\$ <u>9.37</u>	\$ <u>8.16</u>	\$ <u>8.72</u>	

(1) In mills per \$1,000 of assessed valuation.
(2) Ohio law provides for a credit to certain voted levies to offset inflation in the value of real property. The mental retardation, health and human services and health and welfare levies are subject to this credit.
(3) The County's electors have voted to increase the mental retardation levy to 3.90 mills, which will be collected during the years 2001 through 2005.

Real property taxes are levied each December on the assessed values as of the preceding January 1st, the lien date. Assessed values are established the preceding year by the County Auditor at 35% of appraised market value. A revaluation of real property is required to be completed no less than every six years, with a statistical update every third year. The most recent revaluation was completed in 2000. Public utility property taxes are assessed on tangible personal property, as well as land and land improvements at true value, which is, in general, net book value. Tangible property is assessed at 25% of true value except for inventories which are assessed at 25% of average value. Personal property (other than public utility property) taxes are levied in October of the preceding calendar year based on tax rates determined in the preceding year and assessed values determined at the close of the most recent fiscal year of the taxpayer that ended on or before March 31 of the current calendar year. Under Ohio law, personal property taxes do not attach as a lien on the personal property. Public utility real and tangible personal property taxes collected in one calendar year are levied in October of the preceding calendar year on assessed values determined as of January 1 of that preceding year, the lien date.

The County Treasurer bills and collects property taxes on behalf of all taxing districts in Cuyahoga County including the County. Taxes are payable semi-annually. The County's practice is to extend the statutory due dates to January and July. Unpaid taxes become delinquent after December 31 of the year they are due. Foreclosure proceedings may be initiated by the County Prosecutor if delinquent taxes are not paid within one year.

COUNTY OF CUYAHOGA, OHIO
NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2000

The County Auditor periodically remits portions of the taxes collected to all taxing districts. The final settlements of real and public utility property taxes are made in June and November and tangible taxes in July and December for the first and second halves of the year, respectively.

The County accrues property taxes as receivables since they can be measured and recorded when levied. The receivables are also recorded as deferred revenue since they are collected in advance of the year for which they are levied. Property taxes are recognized as revenue in the year for which they are levied.

Property tax revenues were recorded in the following funds in 2000:

Fund Type	(Amounts in 000's)
General fund.....	\$ 19,328
Special Revenue funds	194,398
Debt Service fund.....	<u>18,958</u>
Total property tax revenues	\$ <u>232,684</u>

Property tax revenues include levies collected from both the current levy and delinquent levies. The cumulative delinquency as of December 31, 2000 for all county levies, which include the Metroparks, Cuyahoga Community College and the Port Authority, which are not in the County's reporting entity, was \$35 million. The cumulative delinquency as of December 31, 2000 for Cuyahoga County was \$25.5 million. The delinquent property tax revenue was not recorded in the financial statements due to the uncertainty of collection. Recording the delinquency would not have an impact on the fund balances of the County since it would be offset by a reserve for doubtful accounts.

The delinquent property taxes described above do not include certain receivables that have been sold to a third party. Since 1998, the County has sold, on a nonrecourse basis, certain qualifying, delinquent real estate tax receivables, along with the related liens, to a third party in exchange for cash payments that approximated the face value of the receivables. In connection with the sale of the receivables, the third party obtained the right to foreclose on the related properties, as well as charge interest and certain fees on the delinquent amounts. The cash payments received by the County were credited to the County's Undivided Tax Agency fund and distributed to the various taxing districts within the County (including the County) in the same manner as if the delinquent receivables had been collected directly from the taxpayers.

COUNTY OF CUYAHOGA, OHIO
NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2000

NOTE N - Segment Information for Enterprise Funds and Component Unit

The County maintains four Enterprise funds which provide sanitary sewer, airport, parking, and regional crime information services. The County also has a component unit which operates as a hospital (see Note A). Segment information for the year ended December 31, 2000, follows:

	(Amounts in 000's)					
	Sanitary Engineer	County Airport	Huntington Park Garage	Cuyahoga County Information System	Total Enterprise Funds	Component Unit
Operating revenues	\$ 9,668	\$ 880	\$ 2,479	\$ 1,997	\$ 15,024	\$ 405,020
Operating expenses						
before depreciation	7,541	1,145	1,443	3,827	13,956	434,191
Depreciation	<u>1,265</u>	<u>437</u>	<u>147</u>	<u>1</u>	<u>1,850</u>	<u>27,152</u>
Operating income(loss).....	862	(702)	889	(1,831)	(782)	(56,323)
Nonoperating revenues(expenses)						
other than grants-net	(244)				(244)	9,043
Operating grants.....		7			7	5,914
Operating transfers in						25,850
Operating transfers out	—	—	(922)	—	(922)	—
Net income(loss).....	618	(695)	(33)	(1,831)	(1,941)	(15,516)
Current capital contributions.....	2,486				2,486	
Property, plant and equipment:						
Additions	3,894	203	47		4,144	33,634
Dispositions	55				55	2,130
Net working capital	2,523	(79)	346	(99)	2,691	7,549
Total assets.....	44,743	9,192	2,208	242	56,385	574,568
Bonds and other long-term liabilities:						
Payable from operating revenues	9,142				9,142	243,173
Total fund equity	26,658	8,933	2,080	(94)	37,577	243,491

COUNTY OF CUYAHOGA, OHIO
NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2000

NOTE O – Other Intergovernmental Revenue

A summary of the principal components of other intergovernmental revenue for the year ended December 31, 2000 follows:

Fund Type	(Amounts in 000's)
General fund:	
State Public Defender reimbursement.....	\$ 6,305
State property tax reimbursement.....	3,150
Other	<u>443</u>
Total General fund.....	\$ <u>9,898</u>
Special Revenue funds:	
U.S. Department of Housing and Urban Development.....	\$ 17,975
U.S. Department of Justice.....	9,337
U.S. Department of Labor.....	3,037
Federal and State mental health and retardation	135,791
Ohio Department of Alcohol and Drug Addiction Services.....	23,835
Ohio Department of Job and Family Services	382,957
Ohio Department of Rehabilitation and Corrections	8,478
Ohio Department of Transportation	560
Ohio Department of Youth Services.....	807
State property tax reimbursement.....	14,887
Other	<u>3,447</u>
Total Special Revenue funds	\$ <u>601,111</u>
Debt Service fund:	
State property tax reimbursement.....	\$ <u>3,331</u>
Capital Projects fund:	
Ohio Department of Job and Family Services	\$ 1,575
Ohio Department of Mental Retardation.....	927
Ohio Department of Transportation	8,794
Other.....	<u>1,221</u>
Total Capital Projects fund.....	\$ <u>12,517</u>

COUNTY OF CUYAHOGA, OHIO
NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2000

NOTE P - Interfund Transactions

During the normal course of operations, the County has numerous transactions between funds which include operating and residual equity transfers. Operating transfers are transfers of resources from a fund receiving revenue to a fund through which those resources will be expended. Residual equity transfers are non-routine, non-recurring transfers of equity between funds, usually transfers of residual balances of discontinued funds.

Operating transfers are recorded as other financing sources (uses) in Governmental funds and as nonoperating revenues (expenses) in Proprietary funds. Residual equity transfers are recorded separately as an adjustment to beginning fund balance in Governmental funds and as an adjustment to contributed capital or retained earnings, as appropriate, for Proprietary funds.

A summary of interfund transfers by fund type follows for the year ended December 31, 2000:

Fund Type Transfer To	(Amounts in 000's) Transfer From					Total
	General	Special Revenue	Capital Projects	Enterprise	Internal Services	
Operating Transfers:						
General	\$	\$ 938	\$	\$	\$	\$ 938
Special Revenue	25,494	83,300				108,794
Debt Service	9,525			922		10,447
Capital Projects	11,351	5,013			130	16,494
Internal Service	214					214
Component Unit	<u>8,943</u>	<u>16,907</u>	-	-	-	<u>25,850</u>
Total Operating Transfers	\$ <u>55,527</u>	\$ <u>106,158</u>	\$ <u>0</u>	\$ <u>922</u>	\$ <u>130</u>	\$ <u>162,737</u>
Residual Equity Transfers:						
Special Revenue	\$	\$ 4,560	\$	\$	\$	\$ 4,560
Debt Service			14			14
Capital Projects	<u>245</u>	-	-	-	-	<u>245</u>
Total Residual Equity	\$ <u>245</u>	\$ <u>4,560</u>	\$ <u>14</u>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>4,819</u>

COUNTY OF CUYAHOGA, OHIO
NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2000

NOTE Q - Transactions with Gateway

In 1990, the County, the city of Cleveland and Gateway Economic Development Corporation of Greater Cleveland (Gateway) entered into a three party agreement which authorized Gateway to construct, own and provide for the operation of a sports facility which included a baseball stadium, an arena and a joint development site. Gateway was incorporated on May 31, 1990 and is a governmental not-for-profit corporation legally separate from any other entity.

The County and Gateway also entered into a revolving loan agreement whereby the County agreed to issue bonds and loan the bond proceeds to Gateway to pay arena construction costs. As part of this agreement, the County issued taxable Economic Development Revenue Bonds of \$75 million on September 24, 1992 and \$45 million on February 1, 1994. At December 31, 2000, the County has \$108.9 million of debt outstanding relating to these bond issues (See Note G).

The amount due from Gateway under the revolving loan agreement is \$168 million at December 31, 2000, including unpaid accrued interest. During 2000, Gateway repaid the County almost \$2 million and the remaining amount is fully reserved due to the uncertainty of the repayment from Gateway.

The County, Gateway and the Convention and Visitors Bureau of Greater Cleveland (the Bureau) entered into a cooperative agreement on September 15, 1992, which included a provision that allowed a credit to be given to Gateway for the incremental amount the Bureau receives from the County Transient Occupancy Tax to use as payment to the County for the bonds issued. This agreement was amended on December 22, 1998 to redefine the annual incremental credit and to provide for the deposit by the Bureau for the years 1994 through 1998. The County received \$1 million from this agreement during the year ended December 31, 1999. The County will receive \$.2 million during each subsequent year, subject to certain adjustments. The County received \$.2 million the year ended December 31, 2000.

The County has also guaranteed the repayment of certain bonds issued to Gateway. See Note G for the details of the County's guarantee.

COUNTY OF CUYAHOGA, OHIO
NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2000

NOTE R – Loans

Loans receivable represent economic development and property rehabilitation loans outstanding under the Federal Community Development Block Grant (CDBG) and various other grant and development programs. The loans are either non-interest bearing or have below market interest rates and are made to qualifying citizens and businesses for rehabilitation of real property within the County. The loans are secured by mortgages against the individual properties and generally have various repayment terms which may extend over several years.

COUNTY OF CUYAHOGA, OHIO
NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2000

NOTE S – Subsequent Event

In May 2001, the Board of County Commissioners authorized the purchase of additional service credit for certain employees close to retirement as incentive to retire early. The Early Retirement Incentive Program (ERIP) was approved for participating departments and agencies of the County by agreement with the County Commissioners. The program limits the amount of wages and benefits that can be paid to replacement employees to 40% of the funds previously expended for wages and benefits for the employees who participate in the buyout. It is estimated that up to 973 of the target group (employees with service of 20 years or more) will participate in the ERIP at a maximum cost of \$111 million with maximum anticipated net savings (in excess of the additional cost) of approximately \$44.9 million over 5 years.

CUYAHOGA COUNTY, OHIO

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS FOR THE YEAR ENDED DECEMBER 31, 2000

Federal Grantor/Pass-through Grantor/ Program Title	Federal CFDA Number	Pass-Through Grantor Number	Grant Expenditures
U.S. DEPARTMENT OF AGRICULTURE			
<i>Passed Through the Ohio Department of Education:</i>			
Food Distribution	10.550	None	\$ 6,887
National School Lunch Program	10.555	IRN66563	780,767
Total Child Nutrition Cluster			780,767
Total U.S. Department of Agriculture			<u>787,654</u>
U.S. DEPARTMENT OF EDUCATION			
<i>Passed Through the Ohio Department of Education:</i>			
CCBMR Title VI-B School Age Grant	84.027	066563-6B-SF-00P	178,538
CCBMR Title VI-B School Age Grant	84.027	066563-6B-SF-01P	183,363
Total			361,901
CCBMR Title VI-B Preschool Grant	84.173	066563-PG-S1-00P	55,638
CCBMR Title VI-B Preschool Grant	84.173	066563-PG-S1-01P	48,504
Total			104,142
Total Special Education Cluster			466,043
FY 99 Title VI-B Innovative Education Program	84.298	066563-C2-S1-99	388
FY 00 Title VI-B Innovative Education Program	84.298	066563-C2-S1-00	1,844
Total			2,232
Total			<u>468,275</u>
OFFICE FOR REHABILITATIVES SERVICES			
<i>Passed Through the Ohio Department of Rehabilitation Services Commission:</i>			
Rehabilitation Services - Vocational Rehabilitation Grants to States	84.126	Title I	1,324,614
Total			<u>1,324,614</u>
OFFICE OF ASSISTANT SECRETARY FOR ELEMENTARY EDUCATION			
<i>Passed Through the Ohio Department of Alcohol and Drug Addiction Services:</i>			
Drug Free Schools	84.186	None	435,944
Total			435,944
Total U.S. Department of Education			<u>2,228,833</u>
U.S. DEPARTMENT OF ENERGY			
<i>Passed Through the Ohio Department of Development:</i>			
Home Weatherization Assistance Program	81.042	D-98-109	3,820
Home Weatherization Assistance Program	81.042	D-99-109	113,365
Home Weatherization Assistance Program	81.042	D-00-109	219,489
Total			336,674
Stripper	(1)	MDL-378	96,334
Exxon	(1)	MDL-378	68,887
Total			165,221
Total U.S. Department of Energy			<u>501,895</u>

(1) Federal CFDA number could not be identified.

(Continued)

CUYAHOGA COUNTY, OHIO

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS FOR THE YEAR ENDED DECEMBER 31, 2000

Federal Grantor/Pass-through Grantor/ Program Title	Federal CFDA Number	Pass-Through Grantor Number	Grant Expenditures
FEDERAL EMERGENCY MANAGEMENT AGENCY			
<i>Passed Through the Ohio Disaster Services:</i>			
Emergency Management	83.503	34 - 6000.817	<u>522,123</u>
Total Federal Emergency Management Agency			<u>522,123</u>
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES			
<i>Direct Programs:</i>			
Post TANF Tracking Grant	93.239	N/A	141,613
Ryan White HIV Emergency Relief Project	93.914	N/A	183
Ryan White HIV Emergency Service Program	93.914	N/A	919,931
Ryan White HIV Emergency Service Program	93.914	N/A	<u>1,511,598</u>
Total HIV Cluster			<u>2,431,712</u>
Total			<u>2,573,325</u>
<i>Passed Through the Ohio Department of Job and Family Services:</i>			
Treatment Services PRC	93.558	None	<u>1,787</u>
<i>Passed Through the Ohio Department of Development:</i>			
Home Energy Assistance Program	93.568	H-99-109	80,359
Home Energy Assistance Program	93.568	H-00-109	<u>247,807</u>
Total			<u>328,166</u>
<i>Passed Through the Ohio Department of Alcohol and Drug Addiction Services:</i>			
Prevention & Treatment of Substance Abuse Block Grant	93.959	None	9,420,881
TASC FY01	93.959	18-2962-00-TASC-T-01-9196	<u>349,240</u>
Total			9,770,121
Target Cities	93.196	None	1,403,337
Medicaid Assistance Program - Title XIX	93.778	None	<u>4,892,654</u>
Total			<u>16,066,112</u>
<i>Passed Through the Ohio Department of Mental Health Services:</i>			
Social Services Block Grant - Title XX	93.667	MH12	1,327,722
Medicaid Assistance Program - Title XIX	93.778	None	28,093,272
Community Mental Health Services Block Grant	93.958	MH12	<u>699,965</u>
Total			<u>30,120,959</u>

(Continued)

CUYAHOGA COUNTY, OHIO

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS FOR THE YEAR ENDED DECEMBER 31, 2000

Federal Grantor/Pass-through Grantor/ Program Title	Federal CFDA Number	Pass-Through Grantor Number	Grant Expenditures
<i>Passed Through the Ohio Department of Mental Retardation and Developmental Disabilities:</i>			
Social Services Block Grant - Title XX	93.667	MR-18-01	1,268,156
Medicaid Assistance Program - Title XIX	93.778	None	13,675,252
Total			<u>14,943,408</u>
Total U.S. Department of Health & Human Services			<u>64,033,757</u>
U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT			
COMMUNITY PLANNING AND DEVELOPMENT			
<i>Direct Programs:</i>			
CDBG - Entitlement and (HUD-Administered)			
Small Cities Cluster	14.218	N/A	6,188,932
Emergency Shelter Grants Program	14.231	N/A	103,668
Supportive Housing Program	14.235	N/A	3,935,794
Shelter Plus Care Program	14.238	N/A	4,296,808
CDBG Home Investment Partnership Program	14.239	N/A	2,584,939
Youthbuild Grant Program	14.243	N/A	222,713
Special Initiative Grant - Project East	14.246	N/A	124,416
Lead-Based Paint Hazard Control in Privately-Owned Housing	14.900	N/A	879,565
Total U.S. Department of Housing and Urban Development			<u>18,336,835</u>
U.S. DEPARTMENT OF JUSTICE			
OFFICE OF JUVENILE JUSTICE AND DELINQUENCY			
PREVENTION - JUVENILE JUSTICE AND DELINQUENCY			
PREVENTION - ALLOCATION TO THE STATES			
<i>Passed Through the Office of Criminal Justice Services:</i>			
Juvenile Accountability Incentive Block Grant	16.523	98-JB-004-A082	128,861
Ohio Juvenile Accountability Incentive Block Grant	16.523	98-JB-D13-A053	124,111
Juvenile Accountability Incentive Block Grant	16.523	99-JB-013-0789	114,739
Total			<u>367,711</u>
Juvenile Justice and Delinquency Prevention FY '98 Admin	16.540	98-JJ-ADM-0320	7,827
Juvenile Justice and Delinquency Prevention Block Grant FY '98	16.540	98-JJ-RPU-0785	27,970
Juvenile Justice and Delinquency Prevention Grant FY '98	16.540	97-JJ-RPU-0775	52,912
Juvenile Justice and Delinquency Prevention			
Title V Block Subgrant FY'98	16.540	98-JV-RPU-0786	72,659
Juvenile Justice and Delinquency Prevention			
Title II Block Subgrant FY'99	16.540	99-JJ-RPU-0795	157,249
Total			<u>318,617</u>
Internet Crimes	16.542	2000MCCXK016	111,312
Total			<u>797,640</u>

(Continued)

CUYAHOGA COUNTY, OHIO

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS FOR THE YEAR ENDED DECEMBER 31, 2000

Federal Grantor/Pass-through Grantor/ Program Title	Federal CFDA Number	Pass-Through Grantor Number	Grant Expenditures
OFFICE OF JUSTICE PROGRAMS - DRUG CONTROL AND SYSTEM IMPROVEMENT ACT			
<i>Passed Through the Office of Criminal Justice Services:</i>			
Edward Byrne Memorial Administration FY '98	16.579	98-DG-ADM-7431	35,374
Children Who Witness Violence	16.579	98-DG-DO2-7472	19,429
Byrne Memorial Block Grant FY'96	16.579	96-DG-RPU-0767	45,524
Aggression Control Training Program	16.579	98-DG-FO2-7467	(12,733)
Education and Employment Grant FY '99	16.579	98-DG-FO2-7407	18,760
Education and Employment Grant FY '98	16.579	97-DG-FO2-7407	206
Batterer's Intervention Project FY '98	16.579	97-DG-FO2-7444	24
Byrne Memorial Block Grant FY'97	16.579	97-DG-RPU-0777	96,671
Felony Victim Assistance FY '98	16.579	97-DG-DO2-7445	171
Felony Victim Assistance FY '99	16.579	98-DG-DO2-7445	204
C3 JIS Planning Grant	16.579	95-RU-NCH-9030	53
Forensic Training FY '98	16.579	98-DG-GO3-7455	1,644
Cognitive Education Project FY '99	16.579	98-DG-GO2-7400	4,567
C3 JIS Planning Grant	16.579	96-97-DG-GD1-7471	86,422
DV Tracking Control	16.579	98-DG-FO2-7469	141
2000 Youth Violence Therapy	16.579	99-DG-FO2-7429	30,397
2000 Community Based Prosecution	16.579	99-DG-BO1-7415	91,164
2000 DV Survivors Project	16.579	99-DG-DO2-7426	1,906
FY '99 Byrne Administration	16.579	99-DG-ADM-7431	41,662
Narcotics Control Block Grant FY '98	16.579	98-DG-RPU-0787	155,455
Narcotics Control Block Grant FY '99	16.579	98-DG-RPU-0797	397,016
2000 Children Who Witness Violence	16.579	99-DG-DO2-7472	64,382
2000 Aggression Control Program	16.579	99-DG-DO2-7467	73,326
2000 Education and Employment	16.579	99-DG-DO2-7407	70,744
Forensic Training FY '99	16.579	99-DG-GO3-7455	36,136
Cognitive Education Project FY '00	16.579	99-DG-GO2-7400	32,041
Cuyahoga AFIS Upgrade	16.579	98-DG-GO1-7172	25,567
DV Tracking Control FY '00	16.579	99-DG-FO2-7469	88,437
Total			<u>1,404,690</u>
Violence Against Women Act - Coordinated Rape Crisis Center	16.588	98-WF-VA5-8676	6,332
Violence Against Women Act (VAWA)	16.588	96-WF-VA7-8673	532
Cleveland Prosecutor Violence Against Women Project	16.588	98-WF-VA2-8670	7,580
Cleveland Prosecutor Violence Against Women Project	16.588	96-WF-VA2-8670	1,856
VAWA Block Subgrant FY '97	16.588	97-WF-RPU-0778	31,870

(Continued)

CUYAHOGA COUNTY, OHIO

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS FOR THE YEAR ENDED DECEMBER 31, 2000

Federal Grantor/Pass-through Grantor/ Program Title	Federal CFDA Number	Pass-Through Grantor Number	Grant Expenditures
VAWA Block Subgrant FY '98	16.588	97-WF-RPU-0788	278,110
VAWA FY '98	16.588	98-WF-VAW-8668	8,355
VAWA Coordinated Response - Cleveland Rape Crisis	16.588	96-WF-VA5-8676	420
VAWA Inter-Jurisdictional	16.588	99-WF-VA1-8677	49,850
VAWA FY '96	16.588	99-WF-RPU-0768	66,373
VAWA Block Subgrant FY '99	16.588	99-WF-RPU-0798	94,890
VAWA Administration Funds	16.588	99-WF-VAW-8668	678
Total			<u>546,846</u>
OFFICE OF JUSTICE PROGRAMS - OTHER			
<i>Direct Programs:</i>			
Planning and Implementing Strategies in Community Prosecution	16.580	N/A	78,264
Federal Drug Court - Juvenile	16.585	N/A	169,004
Local Law Enforcement Block Grant FY '98	16.592	N/A	378,426
Protection Order Registry	16.858	N/A	118,402
			<u>744,096</u>
<i>Passed Through the Ohio Attorney General's Office:</i>			
Criminal History Upgrade	16.554	95-DG-G01-7450	(19,472)
Total U.S. Department of Justice			<u>3,473,800</u>
U.S. DEPARTMENT OF LABOR			
<i>Passed Through the Ohio Department of Job and Family Services:</i>			
JTPA EDWAA FY '97	17.246	A-97-21-00-00	52,668
JTPA EDWAA FY '98	17.246	A-98-21-00-00	97,041
JTPA EDWAA FY '99	17.246	A-99-21-00-00	496,089
Governor's Reserve	17.246	B-99-21-00-00	81,796
Total			<u>727,594</u>
OHIO ONE STOP GRANT	17.250	None	1,744
JTPA TITLE IIA 77% PY97	17.250	0-97-21-00-00	185,448
JTPA TITLE IIC 82% PY97	17.250	Y-97-21-00-00	3,144
JTPA STAFF/ OVERHEAD ACCOUNT PY 97	17.250	None	(65,242)
JTPA PIC OVERHEAD ACCOUNT PY 97	17.250	None	(3,142)
JTPA IIB PY97 OPERATING	17.250	5-97-21-00-01	200
JTPA IIB PY97 OPERATING	17.250	5-97-21-00-02	10,729
JTPA TITLE IIA 77% PY98	17.250	0-98-21-00-00	257,174
JTPA TITLE IIC 82% PY98	17.250	Y-98-21-00-00	31,622
JTPA STAFF/ OVERHEAD ACCOUNT PY 98	17.250	None	(72,114)

(Continued)

CUYAHOGA COUNTY, OHIO

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS FOR THE YEAR ENDED DECEMBER 31, 2000

Federal Grantor/Pass-through Grantor/ Program Title	Federal CFDA Number	Pass-Through Grantor Number	Grant Expenditures
JTPA PIC OVERHEAD ACCOUNT PY 98	17.250	None	(9,892)
JTPA TITLE IIA 5% PY98	17.250	1-98-21-00-00	17,751
JTPA TITLE IIA 77% PY 99	17.250	0-99-21-00-00	461,979
JTPA TITLE IIC 82% PY99	17.250	Y-99-21-00-00	204,627
JTPA TITLE IIA 5% PY99	17.250	1-99-21-00-00	12,845
JTPA STAFF/ OVERHEAD ACCOUNT PY 99	17.250	None	99,834
JTPA TITLE IIA 8% PY98	17.250	4-98-21-00-00	10,518
JTPA TITLE IIA 8% PY99	17.250	4-99-21-00-00	45,847
JTPA IIA 8% PY95	17.250	4-95-21-00-00	972
JTPA IIA 8% PY96	17.250	4-96-21-00-00	3
Total			<u>1,194,047</u>
Total JTPA Cluster			<u>1,921,641</u>
Workforce Investment Act Program	17.255	None	<u>622,999</u>
Total U.S. Department of Labor			<u>2,544,640</u>
U.S. ENVIRONMENTAL PROTECTION AGENCY			
<i>Passed Through the Ohio Environmental Protection Agency</i>			
Brownfield's Reclamation	66.802	V005944-01-9	<u>32,393</u>
Total U.S. Environmental Protection Agency			<u>32,393</u>
U.S. DEPARTMENT OF TRANSPORTATION			
<i>Direct Program:</i>			
Federal Aviation Administration	DTF-A-14-94- C-33457	N/A	7,135
<i>Passed Through the Ohio Department of Transportation:</i>			
ODOT - LPA/Cedar Road	20.205	G990529	2,620,472
ODOT - LPA/Cochran Road Relocation	20.205	G990326	1,160,186
ODOT - LPA/East 200th Street	20.205	G990484	1,677,874
ODOT - LPA/East 71st Street	20.205	G990653	1,230,285
ODOT - LPA/Lakewood Heights Blvd	20.205	G000194-95	377,268
ODOT - LPA/Richmond Road Bridge	20.205	G990427	692,366
ODOT - LPA/Turney Road Construction	20.205	G000190	851,843
ODOT - LPA/West 117th Street	20.205	G000015	<u>539,131</u>
Total Highway Planning & Construction Cluster			<u>9,149,425</u>
<i>Passed Through the Ohio Environmental Protection Agency:</i>			
Hazardous Materials Emergency Preparation Training	20.703	HMEOH8016060	<u>4,890</u>
Total U.S. Department of Transportation			<u>9,161,450</u>
TOTAL EXPENDITURES OF FEDERAL AWARDS			<u>\$ 101,623,380</u>

See notes to Schedule of Expenditures of Federal Awards.

(Concluded)

CUYAHOGA COUNTY, OHIO

NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS YEAR ENDED DECEMBER 31, 2000

1. BASIS OF PRESENTATION

The accompanying Schedule of Expenditures of Federal Awards (the "Schedule") reflects the expenditures of the primary government of Cuyahoga County, Ohio, (as defined by GASB Statement No. 14, *The Financial Reporting Entity*) under programs financed by the U.S. government for the year ended December 31, 2000. The Schedule has been prepared using the cash basis of accounting. For purposes of the Schedule, federal awards include the following:

- Direct federal awards
- Pass-through funds received from non-federal organizations made under federally sponsored programs conducted by those organizations.

The information presented in the Schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Catalog of Federal Domestic Assistance (CFDA) Numbers or Primary Grant Numbers are presented for those programs for which such numbers are available.

2. LOANS RECEIVABLE

As shown in the table below, the County had loans receivable outstanding at December 31, 2000 under the Community Development Block Grant ("CDBG") Entitlement and Home Investment Partnership programs. All of the loans outstanding at December 31, 2000 pertained to federal awards received by the County and provided as loans to eligible recipients in prior years. The loan balances detailed below were not included in federal expenditures presented in the accompanying Schedule because the provisions of the grant agreements pertaining to such loans do not require the repayment of the grant monies to the federal government. The loans outstanding at December 31, 2000 under federal grant programs were as follows:

Program Title	Federal CFDA No.	Loan Amounts Outstanding at December 31, 2000
CDBG - Entitlement and (HUD-Administered) Small Cities Cluster	14.218	\$ 9,929,767
CDBG Home Investment Partnership Program	14.239	<u>1,980,487</u>
		<u>\$ 11,910,254</u>

3. SUBRECIPIENTS

Certain funds are passed through to subgrantee organizations by the County. Expenditures incurred by the subgrantees and reimbursed by the County are included in the accompanying Schedule of Expenditures of Federal Awards.

4. MEDICAID ASSISTANCE PROGRAM - TITLE XIX

The total amount expended by the County during 2000 under the Title XIX Medicaid Assistance Program (CFDA No. 93.778) is summarized as follows:

Passed Through From	Amount Expended
Ohio Department of Alcohol and Drug Addiction Services	\$ 4,892,654
Ohio Department of Mental Health	28,093,272
Ohio Department of Mental Retardation and Developmental Disabilities	<u>13,675,252</u>
Total	<u>\$ 46,661,178</u>

In the prior year, the County excluded Title XIX Medicaid expenditures from its Schedule as the County did not consider itself a subrecipient of these funds. Instead, the County deemed itself a vendor which contracted to provide Medicaid program services. The County received notification from a pass-through entity that the County is deemed a subrecipient under the Title XIX Medicaid Program and that the program expenditures should be included on the County's Schedule.

5. TITLE XX SOCIAL SERVICES BLOCK GRANT

The total amount expended by the County during 2000 under the Title XX Social Services Block Grant (CFDA No. 93.667) is summarized as follows:

Passed Through From	Amount Expended
Ohio Department of Mental Health	\$ 1,327,722
Ohio Department of Mental Retardation and Developmental Disabilities	<u>1,268,156</u>
Total	<u>\$2,595,878</u>

* * * * *



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

The Honorable County Auditor,
County Treasurer and the
Board of County Commissioners
Cuyahoga County, Ohio

We have audited the general purpose financial statements of Cuyahoga County, Ohio (the "County") as of and for the year ended December 31, 2000, and have issued our report thereon dated June 8, 2001. We did not audit the financial statements of the discretely presented component unit, MetroHealth System. Those financial statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for the discretely presented component unit, MetroHealth System, is based solely on the report of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether the County's 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 that we have reported to the management of the County in the accompanying Schedule of Findings and Questioned Costs and a separate letter dated June 8, 2001.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the County's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the 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 the County in the accompanying Schedule of Findings and Questioned Costs and a separate letter dated June 8, 2001.

The comments and conclusions included in this report relate solely to the County's primary government (as defined by Government Accounting Standards Board Statement No. 14, *The Financial Reporting Entity*). We understand that the comments and conclusions of the other auditors pertaining to the County's component unit, MetroHealth System, regarding compliance and internal control over financial reporting have been separately communicated to you.

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

Deloitte & Touche LLP

June 8, 2001



INDEPENDENT AUDITORS' REPORT ON COMPLIANCE AND INTERNAL CONTROL OVER COMPLIANCE APPLICABLE TO EACH MAJOR FEDERAL AWARD PROGRAM

The Honorable County Auditor,
County Treasurer and the
Board of County Commissioners
Cuyahoga County, Ohio

Compliance

We have audited the compliance of Cuyahoga County, Ohio (the "County") with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended December 31, 2000. The County's major federal programs are identified in the summary of auditors' 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 the County's management. Our responsibility is to express an opinion on the County's compliance based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *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 the 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 the County's compliance with those requirements.

As described in finding 00-1 in the accompanying Schedule of Findings and Questioned Costs, the County did not comply with the Davis-Bacon Act requirements that are applicable to its Highway Planning & Construction Cluster. Compliance with such requirements is necessary, in our opinion, for the County to comply with requirements applicable to that program.

In our opinion, except for the noncompliance described in the preceding paragraph, the County, complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended December 31, 2000.

The results of our auditing procedures also disclosed other instances of noncompliance with those requirements that are required to be reported in accordance with OMB Circular A-133 and which are described in the accompanying Schedule of Findings and Questioned Costs as findings 99-1 and 99-2.

Internal Control Over Compliance

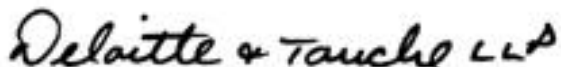
The management of the County is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the County's internal control over compliance 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.

We noted a matter involving the internal control over compliance and its operation that we consider to be a reportable condition. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control over compliance that, in our judgment, could adversely affect the County's ability to administer a major federal program in accordance with applicable requirements of laws, regulations, contracts, and grants. The reportable condition is described in the accompanying Schedule of Findings and Questioned Costs as finding 00-1.

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. Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses. However, we consider finding 00-1 to be a material weakness.

The comments and conclusions included in this report relate solely to the County's primary government (as defined by Government Accounting Standards Board Statement No. 14, *The Financial Reporting Entity*). We did not audit the financial statements of the County's discretely presented component unit, MetroHealth System. Those financial statements were audited by other auditors whose report has been furnished to us, and our opinion on the County's general purpose financial statements, insofar as it relates to the amounts included for the discretely presented component unit, is based solely on the report of the other auditors. We understand that the comments and conclusions of the other auditors pertaining to the component unit regarding compliance and internal control over compliance applicable to the major federal award programs of the component unit have been separately communicated to you.

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

The image shows a handwritten signature in dark ink that reads "Deloitte & Touche LLP". The signature is written in a cursive, flowing style.

June 8, 2001

CUYAHOGA COUNTY, OHIO

SCHEDULE OF FINDINGS AND QUESTIONED COSTS YEAR ENDED DECEMBER 31, 2000

Summary of Auditors' Results

- Type of Report Issued on the Financial Statements as of and for the Year Ended December 31, 2000 - Unqualified.
 - Reportable Conditions in Internal Control Disclosed by the Audit of the Financial Statements - N/A (none reported).
 - Noncompliance Noted that is Material to the Financial Statements - N/A (none reported).
 - A Reportable Condition in Internal Control Over Major Federal Award Programs was Disclosed by the Audit of the Financial Statements - see Finding 00-1, which was also considered to be a material weakness in internal control.
 - Type of Report Issued on Compliance with Requirements Applicable to Major Federal Award Programs - Qualified.
 - The audit disclosed three audit findings which are required to be reported under Section .510(a) of OMB Circular A-133.
 - Major Federal Award Programs Identified for the Year Ended December 31, 2000:
 - CFDA #93.778 Medicaid Assistance Program (*)
 - CFDA #20.205 Highway Planning & Construction Cluster
 - CFDA #93.959 Block Grants for Prevention and Treatment of Substance Abuse
 - CFDA #93.667 Social Services Block Grant
 - CFDA #84.126 Rehabilitation Services - Vocational Rehabilitation Grants to States
 - CFDA #14.900 Lead-Based Paint Hazard Control in Privately-Owned Housing
 - Dollar Threshold Used to Distinguish Between Type A and Type B Programs - \$3,000,000.
 - The County was not considered to be a Low Risk Auditee as defined under OMB Circular A-133.
- * In the prior year, the County excluded expenditures related to the Title XIX Medicaid Assistance Program from the Schedule of Expenditures of Federal Awards as the County did not consider itself a subrecipient of these funds. Instead, the County deemed itself a vendor which contracted to provide Medicaid program services. The County received notification from a pass-through entity that the County is deemed a subrecipient under the Title XIX Medicaid Program and that the program expenditures should be included on the County's Schedule. See Footnote 4 to the Schedule of Expenditures of Federal Awards for information regarding the total Title XIX Medicaid Assistance Program expenditures in the current year

Findings Related to the Financial Statements that are Required to be Reported Under *Government Auditing Standards*:

None

CUYAHOGA COUNTY, OHIO

SCHEDULE OF FINDINGS AND QUESTIONED COSTS YEAR ENDED DECEMBER 31, 2000

Findings and Questioned Costs Relating to Federal Awards

Finding No: 99-1

Program Name: Byrne Formula Grant
Social Services Block Grant

CFDA #: 16.579
93.667

Compliance Area: Monitoring Subrecipients

Condition: The subrecipients of the Department of Justice Affairs and the Board of Mental Health are not submitting their monthly reports timely to the respective agencies. The Board of Mental Health also is not receiving the yearly Single Audit Reports from the subrecipients within six months after year-end.

Criteria: As stipulated in the Fiscal Guidelines of the Byrne Formula Grant and the Social Services Block Grant, all monthly reports are to be received by the 10th day of the following month to enable the Department of Justice Affairs and the Board of Mental Health to prepare an accurate quarterly report by the 15th day following the end of the quarter. According to the Social Services Block Grant requirements, subrecipients' Single Audit Reports are to be received by the granting agency within six months of year-end for proper monitoring of the subrecipients' activities. Additionally, OMB Circular A-133 (Part 3 Section M) specifies that the primary recipient is responsible for determining whether a subrecipient expends the federal award in accordance with the applicable federal laws and regulations. Additionally, the primary recipient is responsible for ensuring audits are performed and prompt corrective action is taken on any audit findings.

Cause and Effect: There is no effective monitoring of the submission of monthly reports of the subrecipients. Failure to receive these reports results in inaccurate quarterly reports submitted to the State and insufficient monitoring of the subrecipients.

Questioned Costs: None

Recommendation: The Department of Justice Affairs and the Board of Mental Health need to promptly follow-up delinquent submissions to ensure that all reports are received according to the guidelines.

Management’s Response and Corrective Action Plan:

Board of Mental Health - The Cuyahoga County Mental Health Board (“CCCMHB” or “Board of Mental Health”) has identified that contract agencies continue to be delinquent in submitting their audit reports by the due date. The number of delinquent reports for 2000 has been reduced due to the CCCMHB’s implementation of the following:

- The provider agency contract now requires that the audit report be submitted 30 days after completion or five months after the end of the contract service provider’s fiscal year being reported, whichever is sooner.
- The CCCMHB has established a Quality Improvement and Monitoring Committee. This committee is made up of a group of the Board of Trustees. Contract service providers that are delinquent must come before this committee to present the reasons for their delinquent submission. The Quality Improvement and Monitoring Committee meets the second Monday of the month.
- The CCCMHB also reserves the right via its service provider contract to suspend agency funds based upon the contract service provider’s failure to submit the required audit within the required timelines.

The CCMHB staff has also implemented a process of notifying agencies 30 days before their audit report is due as a reminder of the due date and what they are required to submit.

County Contact Person: Mark Jones, Finance Director

Anticipated Completion Date: June 27, 2001

Department of Justice Affairs - The Department of Justice Affairs will continue to send certified late notification letters to subrecipients who have failed to submit their monthly financial reports by the 10th day of each month. In addition, a request will be made to the Cuyahoga County Criminal Justice Services Supervisory Board to determine whether further sanctions are necessary to ensure that all reports are received according to the guidelines.

County Contact Person: Greg Dickerhoof, Business Services Manager

Anticipated Completion Date: December 31, 2001

CUYAHOGA COUNTY, OHIO

SCHEDULE OF FINDINGS AND QUESTIONED COSTS YEAR ENDED DECEMBER 31, 2000

Finding No: 99-2

Program Name: Rehabilitation Services

CFDA No: 84.126

Compliance Area: Equipment and Real Property Management

Condition: Currently, representatives of Work and Training Rehabilitation Services do not visit subrecipients of grant funds to test the existence of fixed assets acquired with such monies.

Criteria: As stated in 34 CFR 80.32 and the A-102.32 (Common Rule), a physical inventory of equipment should be taken at least once every two years and reconciled to the records of all acquisitions and dispositions of property acquired with federal funds.

Cause and Effect: Work and Training Rehabilitation Services is at risk of unauthorized disposal of equipment.

Questioned Costs: None

Recommendation: Site visits of subrecipients should be regularly performed to test the existence of fixed assets.

Management's Response and Corrective Action Plan: Work and Training Rehabilitation Services will do a complete physical inventory of equipment within thirty days and reconcile to the equipment records of all acquisitions. This will be completed annually.

County Contact Person: David Fifelski, Budget Analyst III

Anticipated Completion Date: July 31, 2001

CUYAHOGA COUNTY, OHIO

SCHEDULE OF FINDINGS AND QUESTIONED COSTS YEAR ENDED DECEMBER 31, 2000

Finding No: 00-1
Program Name: Highway Planning and Construction Cluster
CFDA No: 20.205
Compliance Area: Davis-Bacon Act

Condition: The County Engineer's Department does not request payrolls from contractors to determine if contractors are paying prevailing wages.

Criteria: In accordance with 40 USC 276a through 276a-7, all laborers and mechanics employed by contractors or subcontractors to work on construction contracts in excess of \$2,000 financed by Federal assistance funds must be paid prevailing wage rates.

Cause and Effect: Even though the County included a prevailing wage rate clause and the prevailing wage rates for laborers and mechanics in construction contracts, the County did not request payroll submissions from contractors to ensure that prevailing wages were being paid.

Questioned Costs: None

Recommendation: For appropriate monitoring, the County should request contractors to submit payroll records for construction projects. The County should designate appropriate personnel to review the payroll submissions and compare the contractor wage rates to prevailing wage rates.

Management's Response and Corrective Action Plan: At one time, the County received and reviewed contractor payroll submissions. However, that practice was inadvertently stopped. The County has designated a prevailing wage coordinator and is in the process of reinstating the required practice of monitoring contractor payroll submissions to ensure that prevailing wage rates are being paid.

County Contact Person: Mike Bryne, Prevailing Wage Coordinator

Anticipated Completion Date: December 31, 2001

CUYAHOGA COUNTY, OHIO

STATUS OF PRIOR YEAR COMMENTS ON INTERNAL CONTROL AND LEGAL COMPLIANCE

Prior Year Finding (99-1) - Under the Byrne Formula Grant and the Social Services Block Grant programs, the subrecipients of grants provided by the Department of Justice Affairs and the Board of Mental Health, respectively, are not submitting their monthly reports timely to the respective agencies. The Board of Mental Health is also not receiving the yearly Single Audit Reports from subrecipients within six months after year-end.

Current Year Status - During 2000, the Department of Justice Affairs sent letters by certified mail to subrecipients who had not submitted their monthly reports to the agency; however, the subrecipients are still failing submit monthly reports on a timely basis. The Board of Mental Health revised its subrecipient contract to require audit reports to be received within 30 days of completion or five months after the subrecipient's year-end, whichever is earlier. The Board of Mental Health is not receiving subrecipient audit reports within this timeframe. This finding is repeated in this Single Audit Report.

Prior Year Finding (99-2) - Work and Training Rehabilitation Services does not maintain a fixed asset inventory listing for items purchased by the subrecipients of the grant funds. In addition, no site visits occur to test the existence of these assets.

Current Year Status - Work and Training Rehabilitation Services obtained fixed asset inventory listings for subrecipients during 2000 and reviewed the listings noting no disposals of fixed assets; however, no site visits were conducted. This finding is repeated in this Single Audit Report.

Prior Year Finding (99-3) - The Board of Mental Retardation ("CCBMR") does not have sufficient documentation of its participants' eligibility under the Social Services Block Grant.

Current Year Status - Under this grant, the Board of Mental Retardation revised its eligibility criteria. To be eligible for assistance under the Social Services Block Grant, an individual must be eligible for CCBMR services as outlined in 5123:2-1-02 of the Ohio Administrative Code, which requires the preparation of an individual action plan annually. In addition, the individual must be receiving employment services, including transportation services, and must be not eligible for reimbursement of services through the Community Alternate Funding System ("CAFS"). During the current year, CCBMR maintained appropriate documentation to support eligibility.

Prior Year Finding (99-4) - The Auditors' Office did not include a large U. S. Department of Transportation ("DOT") grant in its Schedule of Federal Awards which resulted in the recall of the issued 1999 Single Audit Report and additional audit work to test the grant.

Current Year Status - The Auditors' Office has included the expenditures related to the DOT grant in the Schedule of Federal Awards for the year ended December 31, 2000. This program has also been audited as a major program for the year ended December 31, 2000 under OMB Circular A-133.

Prior Year Finding (99-5) - Under the JTPA cluster program, the Work & Training Agency records were not reconciled with the Auditors' Office records, resulting in a significant difference for the program.

Current Year Status - Final expenditures and reimbursements of the program have been closed out and reconciled by the Work & Training Agency as the program was discontinued in 2000.

COMPREHENSIVE ANNUAL FINANCIAL REPORT

For The Year Ended December 31, 2000

COUNTY OF CUYAHOGA OHIO

COUNTY COMMISSIONERS



Jimmy Dimora



Jane Campbell



Tim McCormack



Prepared by
Cuyahoga County Auditor
Frank Russo

COUNTY OF CUYAHOGA,
OHIO

**COMPREHENSIVE
ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED
DECEMBER 31, 2000**



FRANK RUSSO
CUYAHOGA COUNTY AUDITOR

Prepared by:

Steven C. Letsky, CPA
Director of Accounting

Cheryl A. Arslanian, CPA
Manager-Financial Reporting

**COUNTY OF CUYAHOGA, OHIO
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 FOR THE YEAR ENDED DECEMBER 31, 2000**

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**COUNTY OF CUYAHOGA, OHIO
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 FOR THE YEAR ENDED DECEMBER 31, 2000**

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FRANK RUSSO
CUYAHOGA COUNTY AUDITOR

June 12, 2001

TO: The Citizens Of The County Of Cuyahoga

We are pleased to present the 2000 Comprehensive Annual Financial Report of the County of Cuyahoga. This report provides a full and complete disclosure of the financial position and operations of the County for the year ended December 31, 2000. My office believes that the data herein is accurate in all respects and that all disclosures necessary to enable the reader to gain a maximum understanding of the County's financial affairs have been included.

Preparation of this report represents a renewed commitment to the prudent financial management of Cuyahoga County. The annual report provides Cuyahoga County's elected officials and managers with accurate and reliable financial information for making the important decisions affecting the quality and level of service provided to residents of the County.

We are proud that Cuyahoga County has received the Certificate of Achievement for Excellence in Financial Reporting 16 times from the Government Finance Officers Association. Attainment of this prestigious award is an annual goal of our office.

I thank Steven C. Letsky, Director of Accounting, and his staff for their efforts in this endeavor.

Respectfully submitted,

Frank Russo
Cuyahoga County Auditor



FRANK RUSSO
CUYAHOGA COUNTY AUDITOR

June 12, 2001

Honorable Frank Russo
Cuyahoga County Auditor

Honorable Jane L. Campbell
Honorable Jimmy Dimora
Honorable Tim McCormack
Cuyahoga County Commissioners

Honorable James Rokakis
Cuyahoga County Treasurer

We are pleased to present the Comprehensive Annual Financial Report of the County of Cuyahoga for the year ended December 31, 2000. This report contains the financial statements and other financial and statistical data that provide a complete and full disclosure of all material financial aspects of the County. The responsibility for the accuracy of all data presented, its completeness and fairness of presentation rests with the County Auditor's Office (specifically the Financial Reporting Section), the Board of County Commissioners and the County Treasurer's Office.

This is the eighteenth consecutive year that the County has issued a Comprehensive Annual Financial Report (CAFR). This report, which is prepared in accordance with generally accepted accounting principles, is indicative of the commitment by County management to provide quality financial information to the citizens of the County and all other interested parties.

The CAFR is organized in three sections: The Introductory Section, the Financial Section and the Statistical Section. The Introductory Section contains a table of contents, letters of transmittal, the Certificate of Achievement for Excellence in Financial Reporting for 1999, a list of elected officials and an organization chart. The Financial Section is subdivided in two parts. The first part is the General Purpose Financial Statements (GPFS). The GPFS include the Auditor's opinion letter, the combined financial statements and the notes to these statements. The second part of the Financial Section contains supplemental financial statements and schedules for the various funds of the County. The Statistical Section provides selected financial, economic and demographic information, which may be used to indicate trends for comparative fiscal periods.

REPORTING ENTITY

The County of Cuyahoga is a political subdivision of the State of Ohio. It encompasses 59 municipalities, villages and townships, of which Cleveland is the largest. The County includes 459 square miles and has a population of 1,393,978, making it one of the largest counties in the United States. The County provides general governmental services to its citizens which include: Social services including drug and alcohol abuse programs and programs for the mentally retarded, health and community assistance related services, civil and criminal justice system services, road and bridge maintenance and other general administrative support services. The County operates several enterprise activities including a sewer system, an airport, a parking garage and a crime information system. The County also operates a hospital, which is presented in the financial statements as a Discretely Presented Component Unit.

For financial reporting purposes, the entity consists of the primary government, organizations for which the primary government is financially accountable and other organizations for which the nature and significance of their relationship with the primary government are such that exclusion could cause the County's General Purpose Financial Statements to be misleading or incomplete. Financial accountability was defined as the appointment of a voting majority of the component unit's board and either the County's ability to impose its will over the component unit or the possibility that the component unit will provide a financial benefit to or impose a financial burden on the County.

ECONOMIC OUTLOOK

In 2000, Cuyahoga County Auditor Frank Russo performed his state mandated sexennial role as assessor of all county properties. Owners of commercial and industrial properties saw their proposed market value for tax purposes jump an average of 20%. Market values for commercial properties rose an average of 26% while industrial properties rose 14%. Property owners could appeal tax values to the Board of Revision from mid December 2000 through March 31, 2001. Of 38,000 commercial and industrial parcels in the County, 8,000 complaints were filed.

An examination of payroll data for businesses in Cuyahoga County was not as encouraging. Payroll data for the 2nd quarter 2001 compared to the 2nd quarter 2000 showed earnings fell .3%. The last time Cuyahoga County had a quarter when real aggregate employment earnings fell was 1994.

The Rock and Roll Hall of Fame and Museum, which opened in 1995, is proposing a new library and archives as the centerpiece of an expansion which would connect the Rock Hall to the Great Lakes Science Center. The 40,000 square foot expansion would include public spaces, classrooms, a restaurant and a multipurpose area. The original area slated to house a library was taken over by the special events, marketing and accounting departments. Groundbreaking dates have not been determined nor have costs. The New York based Rock and Roll Hall of Fame Foundation, which oversees the museum in conjunction with the Cleveland Board, has raised unspecified funds for the library and archives. Additional funding is expected to be both private and public with the hall likely to seek state monies. The goal is to not incur additional debt.

The Civic Vision 2000 and Beyond report, a comprehensive plan that will serve as a blueprint for transforming downtown Cleveland in the 21st century was completed in 1998. The Steering Committee, consisting of over 20 community leaders, met over 15 months starting in December 1996. The report calls for spending upwards of \$2.7 billion in public and private funds over 10 years on 5 initiatives of major importance: Dramatically change the lakefront, develop a new and competitive downtown convention center, restore and beautify Euclid Avenue, double the number of downtown residents and develop attractive and user-friendly systems of connectivity. In addition, the Steering Committee recommended supporting the Greater Cleveland Growth Association task force review of Northeast Ohio's required air service needs, improvement of the Cleveland public schools and building inter-relationships with adjoining neighborhoods. Most of the Euclid Avenue projects are under construction. Civic Vision's goal is 3,000 new housing units with 1,200 having already been added and 7,000 new downtown hotel rooms with 617 currently in place. The Old Arcade linking Euclid and Superior avenues reopened May 2001 with a new Hyatt Hotel and retail stores.

In 1999, Cleveland Mayor Michael R. White picked 30 business leaders and politicians to find a location for a new downtown convention center and develop a funding plan. The proposal was delivered in April 2000 which calls for spending \$560 million for a convention center with up to 550,000 square feet of exhibit space and a 600 room hotel. Funding is to be provided by the State, the City and the County as well as private sources. A county-wide restaurant meal tax and an increased or reallocated hotel tax would be the main sources. The facility would be built on the current site expanding north and west, take 4 years to complete and would include a walkway to lakefront museums. It also calls for a new transit center for buses and light rail. A consensus with the County Commissioners and City Council could not be reached with the Mayor's proposal. The Port Authority commissioned another study to radically alter the lakefront and pave the way for a separate proposal to build a convention center next to the Cleveland Browns Stadium. The \$658 million proposal would raise a mile-long man-made island in Lake Erie and

move much of Cleveland's port to it. A causeway with a road would connect the island to the mainland. Funding has not been identified for the project and the Mayor of Cleveland has stated neighborhoods and dilapidated city schools are a higher priority.

The expansion of Cleveland Hopkins International Airport has been debated and disputed for over 10 years. The cities of Cleveland and Brook Park have disagreed on the direction of the expansion and whether the I-X Center, an exposition hall, needs to be demolished in order to accommodate future airport runway expansion. In 1999, the city of Cleveland paid \$66.5 million for the I-X Center and Brook Park filed suit in Probate Court to acquire the I-X Center by eminent domain. The cities of Cleveland and Brook Park ended their long dispute concerning the Airport and the I-X Center in February 2001. Under the settlement, the city of Cleveland would receive the I-X Center and 90 acres of neighboring land. The I-X Center would continue to remain open for trade shows until a third runway is needed in 15 years. The city of Brook Park will receive NASA Glenn Research Center and two tracts of land, one 11 acres and the other 34 acres and will receive one-half of the revenues of the Emerald Corporate Park, a Cleveland industrial park north of the airport. Cleveland will purchase up to 300 homes in Brook Park to make way for the new runway. The deal is subject to approval by the city councils of Cleveland and Brook Park. While the dispute continued, a second runway was planned with a third to follow later. Mayor White proposed a plan to issue \$750 million in airport bonds to be repaid over 30 years with airport revenue. The City will use \$75 million to reduce current debt and the remaining \$675 million would go to runway projects. Cleveland City Council has proposed breaking the project up into individual projects. The City received the necessary permits to begin the second runway in 2001.

In March 1999, Primary Health Systems, Inc. (PHS), the parent of three Cleveland hospitals and one suburban hospital, filed for Chapter 11 bankruptcy. In February 2000, one of the three hospitals, Mt. Sinai Medical Center, was closed and there was a proposed sale of St. Michael's and Mt. Sinai East to the Cleveland Clinic for the purpose of closing the facilities. The Clinic also proposed to purchase a medical campus which it intended to operate. Public outcry over the closing of St. Michael's along with local congressional and Cleveland City Council support helped convince the bankruptcy judge to rescind the proposed sale. A public auction led to the sale of St. Michael's and Mt. Sinai East to University Hospitals for the purpose of remaining open as functional facilities and to the Cleveland Clinic purchasing the medical campus. UHHS St. Michael Hospital is in the midst of a \$2 million expansion of its emergency room. The expansion will allow the hospital to increase patient capacity to 30,000 annually and create more treatment areas for trauma patients. Construction is currently scheduled to be completed by July 2001. An additional \$500,000 project renovating the lobby and main entrance will begin in 2001. In December 2000, the hospital opened a 20 bed inpatient gero-psychiatric unit for seniors.

Scott Technologies Inc. (formerly Figgie International Incorporated) agreed in 1989 to relocate its headquarters from Richmond, Virginia to an area known as Chagrin Highlands on land owned by the city of Cleveland. A number of financial and procedural problems kept the project from moving forward. There were legal disputes between the city of Cleveland and Scott over this project which delayed development. A trial date of Spring 1996 had been set, but an out of court settlement was reached and construction was to begin once an interchange was completed off the freeway. Financing for the interchange was in dispute, but an agreement was reached between the City and the developer to fund their respective shares of the exit as required by the Ohio Department of Transportation (ODOT). ODOT awarded contracts for the interchange and work was completed in Summer 2000 at a cost of \$9 million. The development on 650 acres will include a 3.5 million square foot office complex and 250,000 square feet of retail space as well as 1,000 hotel rooms. Developers expect six hotels with one 300 room full service inn and the rest in the 80 to 120 room range to be constructed. The project is expected to take 15 to 20 years to complete and will provide 16,000 to 20,000 permanent jobs when completed, generating \$44 million yearly in income taxes among five communities and \$8 million in income taxes from construction jobs over the project life. Ground was broken in June 1998 on the \$14 million four story 110,000 square foot office building and was completed in Fall 1999. Scott occupies 15,000 square feet of the multi-tenant building which is 83% leased. University Hospitals Health System constructed a 100,000 square foot, 4 story technology advanced outpatient specialty medical center in the Chagrin Highlands at an estimated cost of \$29.2 million which opened in February 2001. A complex of 3 restaurants with a total of 810 seats has been proposed for the project. A controversy has developed over the use of the Chagrin Highlands' land. Although the developers promised to build a campus for corporate

headquarters, a plan was also formulated to include a mall. Expansion by a nearby mall killed the mall plan, but a new proposal calls for a "big-box" store on the land. While Cleveland City Council is reviewing the proposed amendment to the development contract, the Mayor of Cleveland, Michael White, has vowed to veto such a proposal. It is also opposed by the mayors of Beachwood, Orange, Warrensville Heights and the Trustees of Highland Hills on whose land the development is located.

The Greater Regional Transit Authority (RTA) proposed a scaled down version of an earlier rejected transportation system now called the Euclid Corridor Improvement Project. The Euclid Corridor Improvement Project would consist of a dedicated electric trolley bus line between Tower City and University Circle and would relocate 3 stations and renovate 3 others at an estimated cost of \$292 million to be completed in 2006. A preliminary engineering study began during the first quarter of 1997 and is in the final stages of completion. The RTA hopes to obtain \$168.5 million of the cost of the Euclid Corridor makeover from the Federal government with \$70 million from the State and \$53.6 million from RTA and the City. Final design began in late 2000 with the full funding agreement to be in place by 2001 and final design completed at approximately the same time. A late design change has the RTA switching from wire-guided, trolley-style coaches to a wire-free hybrid system using aerodynamic diesel/electrical powered vehicles at a savings of \$53 million. RTA hopes to receive \$135 million from the federal government. The Federal Transit Authority will review the proposal in summer 2001.

A downturn in the economy and competition from imported steel has forced LTV Corporation to shut down its west-side steel making and rolling operations and reduce employment by 900. The steelmaker is operating under Chapter 11 bankruptcy. LTV hopes to save \$700 million over 5 years after losses last year of \$668 million. The steel company would still employ 3,000 hourly and salaried workers at its east-side operations and 4,000 jobs in Cleveland.

The largest development in the greater downtown area concerns a baseball stadium, basketball arena and private development of land surrounding the area called the Gateway project. Gateway is a private nonprofit entity formed by an agreement between the city of Cleveland and Cuyahoga County for the purpose of constructing and operating the baseball and arena facilities. The County Commissioners authorized by resolution a public vote on an excise tax on liquor, beer, wine and cigarettes. The tax amounts to 16¢ on a gallon of beer, 32¢ on a gallon of wine, \$3 on a gallon of liquor and 4.5¢ on a pack of cigarettes imposed at the wholesale level throughout the County. The tax will remain in existence for a period of 15 years. The citizens passed the tax ordinance in the May 1990 primary election. Upon completion of the facilities, Gateway revealed a cost overrun of \$21.5 million. The cost overruns represented monies owed to contractors. Cuyahoga County agreed to loan Gateway \$11.5 million to pay contractor claims. The \$11.5 million interest free loan was to be repaid with 10 year commitments from the city of Cleveland for \$250,000 per year, the Convention and Visitor's Bureau for \$500,000 per year and Gateway for \$400,000 per year. None of the proposed repayment sources have agreed to their respective contributions except the city of Cleveland which has agreed to repay the County with interest earned on future sin tax monies, if any, supporting debt for the new Cleveland Browns stadium beginning in the year 2006. The remaining \$10 million was loaned to Gateway by a local bank. Repayment was to come from a grant from the State of Ohio capital budget. However, the state legislature agreed to provide a \$10 million interest free loan to be repaid by both the County and the city of Cleveland equally over 20 years from State Local Government monies. Also, the owner of the Cleveland Indians, Richard Jacobs, announced in May 1999 his intent to sell the Cleveland Indians. He vowed to sell to an owner who would maintain the team in Cleveland. The lease between the team and Gateway has 14 years remaining. He stated the team would not be sold in the event a suitable owner could not be found. Lawrence Dolan, a local lawyer and businessman, finalized the purchase of the Cleveland Indians in February 2000 for \$323 million.

In December 1991, a lawsuit was filed in Perry County seeking a determination that the current method of funding public education was unconstitutional. The local court found for the plaintiffs. The trial court ordered the Superintendent of Public Instruction and the State Board of Education to prepare proposals for the General Assembly to eliminate disparities among Ohio's public school districts. The Ohio Attorney General appealed the decision to the Fifth District Court of Appeals. The Court of Appeals reversed the trial court and determined the current system of school funding was constitutional. The decision of the Appeals Court was appealed by the plaintiffs to the Ohio Supreme Court. In March 1997, the Supreme Court ruled for the plaintiffs and overturned the Court of Appeals. While the Supreme Court found the

funding system to be unconstitutional, the court gave no specific instructions on remedy. Instead, the court instructed the General Assembly to enact legislation to correct the funding disparity and submit it to the original trial court judge for approval consistent with the court's decision. Due to the complexity of the issue, a stay of twelve months was granted the General Assembly in order to allow adequate study and drafting of the legislation. The General Assembly placed a 1% sales tax on the ballot to raise over \$1 billion of which approximately \$500 million was to be earmarked for property tax relief and the remaining for public education. The ballot issue was overwhelmingly defeated 80% to 20% in the May 1998 primary. The issue was back in the hands of the trial court judge to determine if the State was in compliance with the court decision and, if not, what the remedies are. The trial court judge ruled the State was not in compliance and required the Superintendent of Public Instruction and the State Board of Education to prepare a report setting forth steps for compliance with previous orders of the Court. The proposals were to be presented to the State Legislature after the 1999 session, setting steps to resolve the issue. The Ohio Supreme Court on a vote of 5-4 ordered the state to change the school funding formula to rely less on property taxes. The Court gave the General Assembly until June 2001 to craft a new funding system.

In Summer 1995, the city of Cleveland passed a council resolution authorizing the imposition and collection of an 8% parking tax on all public parking in Cleveland and a 2% admission tax on all entertainment events. The County agreed to fund a portion of the cost of the project by extending the excise tax on beer, wine, alcohol and tobacco (sin tax) from the year 2005 through 2015. The sin tax was originally approved to repay bonds used to build the baseball stadium. Its life would have expired in the year 2005, when the sin tax bonds are retired. The County Commissioners placed the 10 year tax extension on the ballot. During the fall campaign to pass the tax, the owner of the Cleveland Browns, Art Modell, announced he was moving the team to Baltimore. The tax passed with 75% of the vote in favor as a show of fan support for keeping the Browns in Cleveland. The City sued Art Modell over a specific performance clause in the stadium lease, which required the Browns to play in the stadium during the life of the lease which expired after the 1998 season. In January 1996, during National Football League (NFL) meetings in Chicago, a compromise was reached whereby Art Modell was allowed to take his team to Baltimore but the team name and colors would remain in Cleveland with a promise from the NFL that a new or existing team would be located in Cleveland by the year 1999, and Modell would be required to pay \$9.3 million in damages. In return, the City agreed to build a new stadium with city and county taxes passed for this purpose. Since the county and city taxes would not support the full cost of a new stadium, the NFL agreed to loan up to \$48 million to the project with repayment to come from the sale of private seat licenses. A 30-year lease between the city of Cleveland and the NFL was negotiated which gave the NFL the right to assign the lease to the new team. The NFL owners agreed that an expansion team would be granted to the City. An ownership group headed by local billionaire Al Lerner was granted the expansion franchise at a fee of \$530 million. A plan for the dispersal of players from the other 30 teams was established as well as additional choices in the college player draft. Demolition of Municipal Stadium began in fall 1996. Groundbreaking on the new stadium commenced in May 1997 with the project originally estimated to cost \$247 million. The stadium opened in August 1999 but cost overruns increased the price to almost \$300 million. The NFL agreed to provide an additional \$15 million toward any overruns and the City has stated it has sufficient funding to cover the remainder.

CURRENT YEAR REVIEW

The County began renovating and adding additional elevators to the Justice Center, the County Courthouse, Huntington Park Garage and the County Administration Building Annex to be completed in phases at a cost of \$20.9 million to be funded with bonded debt. Phase I, which is complete, cost \$3 million while Phase II estimated at \$13 million began in 2000. Phase IV will begin in 2001 while Phase III, which includes elevator improvements to Jail II, the annex and juvenile court, has not begun.

The County is addressing state mandates in the area of solid waste management. The Cuyahoga County Solid Waste Management Plan Update was prepared by the Cuyahoga County Solid Waste District, approved by the Ohio Environmental Protection Agency and ratified by local governments in 2000. This plan is now being implemented by the Solid Waste District which was created in 1994 and is controlled by the County Commissioners as trustees, with the County Auditor as fiscal officer and the County Treasurer as treasurer.

The plan implementation activities, which include assuring adequate landfill disposal capacity and conducting recycling awareness and collections activities, are paid for by a \$1 per ton waste generation fee. Cuyahoga County is currently in compliance with Ohio EPA's recycling requirements by recycling 25.3% of its residential, commercial and institutional waste and 65.3% of its industrial waste.

The Solid Waste District provided recycling education resources to county residents through its web site, publications and speakers bureau. In 2000, the District received over 54,000 visitors to its web site, distributed 88,700 publications, and responded to 4,349 information requests from the public. The District also implemented collection programs for materials that are difficult to manage through community recycling programs. As a result, in 2000, the District collected 462 tons of telephone books, 535 tons of hazardous household waste, 238,000 scrap tires, 100 tons of computers and 21,252 bags of litter.

Other major initiatives include funding of a Brownfield Redevelopment Fund, an energy savings program and setting up neighborhood service centers for the Ohio Works First program. The Brownfield Redevelopment Fund consists of \$22 million, of which the County contributed \$15.5 million and the private sector has committed \$6.5 million, for the purpose of loaning the proceeds to municipalities and private entities for environmental cleanup. The County issued \$15.5 million in economic redevelopment revenue bonds for this purpose to be repaid by the borrowers and County non-tax revenues. The County has reserved a portion of fund balance for the purpose of future loans from bond proceeds. As of December 31, 2000, the County has distributed \$4.4 million. The energy saving program is a result of State of Ohio House Bill 300. The County spent \$23.6 million in 15 county owned buildings for the program with the money to be recovered over 11 years through energy cost savings. The eleven neighborhood service centers are an attempt to bring job training closer to the clients they service in an effort to reduce entitlement programs and move the clients into the work force. The program will be funded by bonded debt. Seven of the sites are under various stages of renovation while some of the others may no longer go forward.

A number of County projects had activity during the year. The Huntington Park Garage repair project which began during the fourth quarter of 1997 was completed in the second quarter of 2000 at a cost of \$2.9 million. The garage repairs are funded by a 1995 bond issue to be repaid from an increase in user fees, which were imposed in 1995 and 1996. The County completed some correction center renovations costing \$5.6 million which include renovation of administrative offices and re-programming of lunchroom, training and sub-kitchen areas to provide space for an additional 120 inmates. The County also constructed a new County Kennel located in Valley View at a cost of \$7.5 million with work near completion by year-end. The County was engaged in the process of upgrading all its computer systems for compliance with the year 2000. The County spent over \$26 million through 2000 for resources necessary to bring all software and hardware up to compliance. The County's Y2K preparation resulted in no interruption of services or data.

FUTURE PROJECTS

An agreement has been reached between the Juvenile Corrections Advisory Committee, the Board of County Commissioners and Juvenile Court to construct a new Youth Intervention Center to replace the existing Detention Center. The new facility will house 120 youths in the detention center with an additional 180 beds in the new shelter care and assessment center. A Youth Intervention Center would cost an estimated \$50 million and be completed in 3 to 4 years. A site for the Intervention Center has been chosen and an environmental assessment of the property is underway. The campus style facility will consist of 3 programs. Level I will be for shelter care and assessment housing, Level II will be for medium secure housing and Level III will consist of maximum secure housing. A number of functional program areas will be shared by each of the housing facilities such as recreation, food service, laundry, storage and housekeeping/trades workspace. The Ohio Youth Services Department has committed \$13.5 million and the County will fund its portion from a bond issue. Also, currently under review is the Jail III facility. Jail III would be a 200 bed community based corrections facility of which 40 beds would be set aside for female nonviolent felons and a 500 bed misdemeanor facility. The Ohio Department of Rehabilitation has pledged a \$9.6 million grant and the County would be responsible for the cost of the site acquisition. Total estimated cost of the project is \$20.7 million. A site has not yet been finalized.

ACCOUNTING SYSTEM AND BUDGETARY CONTROL

The County utilizes an automated accounting system, which provides the capability to prepare financial information based on Generally Accepted Accounting Principles (GAAP) for governments. Financial Accounting and Management Information System, known by the acronym FAMIS, is the basis for the County's accounting and budgetary controls. All operations of the County, with the exception of the Hospital, use FAMIS. Adequate internal accounting controls are an integral part of this system and are designed to achieve the fundamental objectives of safeguarding assets and providing reasonable assurance that financial transactions are properly recorded.

The County's day-to-day accounting and budgetary records are maintained on a basis other than GAAP. For financial reporting purposes, the accounting records are converted to the modified accrual basis for all Governmental and Fiduciary funds and the accrual basis for Proprietary funds. A further discussion of the two bases of accounting and their reconciliation can be found in Note B of the notes to the financial statements.

GENERAL GOVERNMENT REVIEW

General Government Review highlights the revenues and expenditures in numeric and narrative form for all Governmental funds including the General fund, Special Revenue funds, Debt Service fund and Capital Projects fund.

Financial Highlights/Revenues

	Revenues (in 000's)	Percentage of Total	Increase (Decrease) From Prior Year (in 000's)	Percentage of Increase (Decrease)
Property taxes	\$ 232,684	19.0%	\$ 1,251	.5%
Sales and use tax	161,910	13.2	10,606	7.0
Other tax	29,130	2.4	(204)	(.7)
State local government fund	40,967	3.3	1,126	2.8
Licenses and permits	1,581	.1	382	31.9
Charges for services	72,366	5.9	10,094	16.2
Fines and forfeitures	6,311	.5	(224)	(3.4)
Investment earnings	41,567	3.4	20,984	101.9
Other intergovernmental	626,857	51.1	131,436	26.5
Miscellaneous	14,014	1.1	5,663	67.8
Total Revenues	<u>\$1,227,387</u>	<u>100.0%</u>	<u>\$181,114</u>	<u>17.3%</u>

Revenues increased \$181.1 million with most of the increase related to sales and use tax, charges for services, investment earnings and other intergovernmental. The sales and use tax increase was due primarily to continued improvement in the economic health in the area. The \$10.1 million increase in charges for services was due primarily to an increase in indirect cost reimbursements totaling \$8.2 million. The remainder is related to increased reimbursement from the State for child support expenditures. The increased effort to collect delinquent child support resulted in greater child support collections and additional reimbursement to the County. Investment earnings grew \$21 million with \$11.8 million related to changes in the fair value of the County's investments. In 1998, there were unrealized gains of \$4.2 million, in 1999 there were unrealized losses of \$4.7 million while there were unrealized gains in 2000 of \$2.9 million. In addition, interest earnings were up approximately \$4.3 million due to a higher yield and a higher year-end investment balance due to bond proceeds of \$96.6 million received in the 4th quarter 2000. Other intergovernmental revenue grew \$131.4 million. The largest components were related to Human Services and Health and Community Services. Human Services increases amounted to \$108 million due primarily to the work and training programs. The State mandates on "welfare to work" require

additional training and day care programs to enable able bodied adults to work. The growth in Health and Community Services intergovernmental revenue was related to a children's services program being shifted from the Human Services area with higher program levels. Also, the Mental Health Board has taken over responsibility for many of the state run facilities which have been closed and are facilitating after care programs post institutionalization.

Financial Highlights/Expenditures

	Expenditures (in 000's)	Percentage of Total	Increase (Decrease) From Prior Year (in 000's)	Percentage of Increase (Decrease)
General government	\$ 65,886	5.6%	\$ 6,963	11.8%
Judicial	263,619	22.3	17,881	7.3
Development	29,910	2.5	6,755	29.2
Social services	587,963	49.8	120,002	25.6
Health and safety	121,977	10.3	19,550	19.1
Public works	46,023	3.9	9,223	25.1
Miscellaneous	1,235	.1	(315)	(20.3)
Capital outlay	34,032	2.9	(4,557)	(11.8)
Principal retirement	17,909	1.5	1,658	10.2
Interest	12,528	1.1	(1,409)	(10.1)
Total Expenditures	\$ 1,181,082	100.0%	\$ 175,751	17.5%

Governmental expenditures increased 17.5% with most of the increase due to judicial, social services, health and safety and public works. Judicial spending growth was related to a variety of programs from an increase in assigned counsel, greater number of cases being prosecuted versus plea bargained and an increase in housing of juveniles in shelter care. Social Services increases were due primarily to work and training and children and family programs. The State mandates on "welfare to work" require additional training and day care programs to enable able bodied adults to work. The increase in health and safety was related primarily to increases of \$13.6 million in spending by the Mental Health Board and \$6 million by the Alcohol and Drug Board. The expenditure growth corresponds to the additional revenue and was used for after care programs and other responsibilities post institutionalization. The public works increase in the Capital Projects fund was due to major construction projects on roads and bridges in the County.

Results of operations for governmental funds during 2000 revealed an increase in fund balance of \$137.2 million with much of the increase related to unspent proceeds from a bond issue.

PROPRIETARY AND DISCRETELY PRESENTED COMPONENT UNIT REVIEW

A review of Proprietary funds and the Discretely Presented Component Unit financial data reveals operating revenues and expenses increased \$13.8 million and \$10.6 million, respectively. Enterprise funds experienced losses of \$1.9 million. Internal Service fund revenue increased \$2 million while expenses dropped \$19.1 million and had a net increase of \$24.4 million with most of the increase related to Central Custodial Services and Self-Funded Workers' Compensation. The Central Custodial Services department increased charges to capital projects by allocating employee costs to various projects which allowed the agency to eliminate its deficit balance. The Self-Funded Workers' Compensation fund had an actuary review and analyze the workers' compensation claims liability for all open claim years to assure management that major fluctuations in claims liabilities which resulted in a substantially reduced liability was accurate. This change in estimate resulted in reduced expenses of \$17.6 million. The Hospital had a net loss of \$15.5 million due primarily to a decrease in the fair value of investments of \$1.7 million and

an increase in the amount of charity care. Combined net income for all Proprietary funds and the Discretely Presented Component Unit was \$7 million.

DEBT ADMINISTRATION

Certain debt related ratios and information are useful indicators of the County's debt position. Data for the County at December 31, 2000 follows:

Bond Rating - General Obligations Bonds	
Moody's Investors Service	Aa1 (October 2000)
Bond Rating - General Obligations Bonds	
Standard & Poor's	AA+ (October 2000)
Bond Rating - General Obligations Bonds	
Fitch IBCA	AAA (October 2000)
Bond Rating - Economic Development Revenue Bonds	
Moody's Investors Service	
Variable rate	Aa3/VMIG 1 (August 2000)
Fixed rate	Aa3 (August 2000)
Note Rating - Bond Anticipation Notes	
Moody's Investors Service	MIG 1(March 2001)
Net general bonded debt	\$216.6 million
Ratio of net debt to assessed value	.76%
Net direct bonded debt per capita	\$155.40

CASH MANAGEMENT

The Investment Advisory Committee, comprised of three County Commissioners, the Clerk of Courts and the County Treasurer, establishes investment policies and monitors all investment activity. Public Financial Management, Inc. (PFM) provides investment advisory services. Amendments to Ohio Revised Code Section 135 (Senate Bill 81) now restrict the type and length of investments and provide for ongoing investment training for County Treasurers.

The County Treasurer, through a change in State statute, contracted for the sale of delinquent property tax receivables. A portion of the receivables for tax years 1996 and prior were sold at a discount, and the buyer agreed to purchase future delinquencies on the same parcels at full value for tax years 1997-2000 and also purchase new qualified delinquencies on other parcels for the years 1997-1999. The delinquent sale which occurred in 2000 resulted in an additional \$7.6 million of delinquent tax collection. In addition, there was an increase in overall delinquent tax collections by taxpayers wishing to settle past due taxes with the County rather than deal with a private owner of the receivable. The effect of this transaction is to reduce the County's outstanding delinquent receivables, whose collection is uncertain, and to bring in additional tax monies for the benefit of all taxing districts in the County.

The County Treasurer has established a linked deposit loan program for the purpose of enhancing housing in participating cities. The County has entered into agreements with certain eligible lending institutions and local communities to provide loans at below market interest rates to owners of real property located in the contracting community for certain housing repairs and improvements. After a linked deposit loan is made to an eligible borrower, the Treasurer will use monies from the County's portfolio of inactive funds to place a certificate of deposit with the lending institution at below market rates. The contracting community is responsible for inspecting the improvements to ensure their compliance with local building codes. More than 4,000 homeowners have borrowed over \$32 million since the program's inception in July 1999. The County feels increases in property values resulting from the loan program will eventually bring additional revenues to the County.

It is the policy of the County Treasurer that all deposits be either covered by insurance or collateralized. The collateral is held by the pledging institution's agent in the name of the depository or the Federal Reserve Bank of Cleveland in pooled securities accounts consisting of government securities. The County's investment policy objectives consider safety, liquidity and yield. Before a security is purchased, the cash flow needs of the County and the cash flow forecast is analyzed. Key factors of decision making on the purchase of securities include type, term to maturity, principal value and rate of return.

RISK MANAGEMENT

The County has designated \$1 million of General fund balance to provide reserves for claims and judgements not covered by various County insurance policies. Settled claims from risks covered by the County's insurance policies have not exceeded the insurance coverage for the past three fiscal years. Actual expenditures for claims and judgements against the County and estimates for claims including those incurred but not reported, were immaterial in 2000. The County is also self-insured with respect to the Ohio Unemployment Compensation program. Self-insurance expenditures for unemployment compensation were not material in 2000. The County maintains an Internal Service fund for the self-insurance of workers compensation through a retrospective rating plan with the State of Ohio. All payroll funds in the County contribute to the Self-Funded Workers' Compensation fund based on estimates needed to pay claims and to establish a reserve for claims incurred but not reported. A change in estimates provided by an actuary has substantially reduced the County's liability during 2000 (see Note K to the general purpose financial statements for details).

THE INDEPENDENT AUDIT

Included in this report is an unqualified audit opinion rendered on the County's financial operations as well as its assets and liabilities at year-end 2000 by our independent auditors, Deloitte & Touche LLP. County management will continue to subject the financial statements to an annual independent audit as part of the preparation of the CAFR. An annual audit serves to help maintain and strengthen the County's accounting and budgetary controls.

The County participates in the Federal "Single Audit" program, which consists of a single audit of all federal and federal flow-through funded programs administered by the County. As a requirement for continued federal funding eligibility, congressional legislation has made participation in the single audit program mandatory for a majority of local governments including Cuyahoga County.

GFOA CERTIFICATE OF ACHIEVEMENT

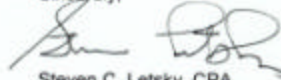
The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the County of Cuyahoga, Ohio for its comprehensive annual financial report (CAFR) for the fiscal year ended December 31, 1999. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

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

ACKNOWLEDGEMENTS

Preparation of this report could not have been accomplished without the dedicated work of the entire financial reporting staff of the County Auditor's Office. We would like to express appreciation to each member of the financial reporting staff, the support staff in General Accounting, the staffs of the Budget Commission, the County Treasurer, the Information Services Center and the Office of Budget and Management. We would also like to thank Frank Russo, County Auditor, who has continued the tradition of Auditor's sound fiscal management and the County's other elected officials and managers for their assistance in this project.

Sincerely,



Steven C. Letsky, CPA
Director of Accounting

Certificate of Achievement for Excellence in Financial Reporting

Presented to

County of Cuyahoga,
Ohio

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
December 31, 1999

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



Anne Spray Kinney
President

Jeffrey L. Essler
Executive Director

COUNTY OF CUYAHOGA, OHIO
ELECTED OFFICIALS
DECEMBER 31, 2000

Board of County Commissioners

Jane L. Campbell, President
Jimmy Dimora
Tim McCormack

Frank Russo
Gerald E. Fuerst
Elizabeth K. Balraj, M.D.
Robert Klaiber Jr.
William D. Mason
Patrick J. O'Malley
Gerald T. McFaul
James Rokakis

Auditor
Clerk of Courts
Coroner
Engineer
Prosecutor
Recorder
Sheriff
Treasurer

Common Pleas Court Judges

General Division

Richard J. McMonagle, Presiding Judge
Christopher A. Boyko
Mary Jane Boyle
Janet R. Burnside
Anthony O. Calabrese, Jr.
Kenneth R. Callahan
Frank D. Celebrezze Jr.
Patricia A. Cleary
Brian J. Corrigan
Daniel O. Corrigan
William J. Coyne
Thomas Patrick Curran
Carolyn B. Friedland
Stuart A. Friedman
Nancy A. Fuerst
Eileen Gallagher
Daniel Gaul

Lillian J. Greene
Burt W. Griffin
Peggy Foley Jones
Judith Kilbane Koch
Ann T. Mannen
David T. Matia
Bridget McCafferty
Timothy P. McCormick
Nancy R. McDonnell
Timothy J. McGinty
Christine T. McMonagle
Thomas J. Pokorny
Nancy M. Russo
Shirley Strickland-Saffold
Ronald Suster
Kathleen Ann Sutula
Jose A. Villanueva

Domestic Relations Division

Timothy M. Flanagan, Administrative Judge
James P. Celebrezze
Cheryl S. Karner

Kathleen O'Malley
Anthony J. Russo

Probate Court Division

John J. Donnelly, Presiding Judge

John E. Corrigan

Juvenile Court Division

Peter M. Sikora, Administrative Judge
Janet Burney
Patrick F. Corrigan

Robert A. Ferreri
John W. Gallagher
Joseph Russo

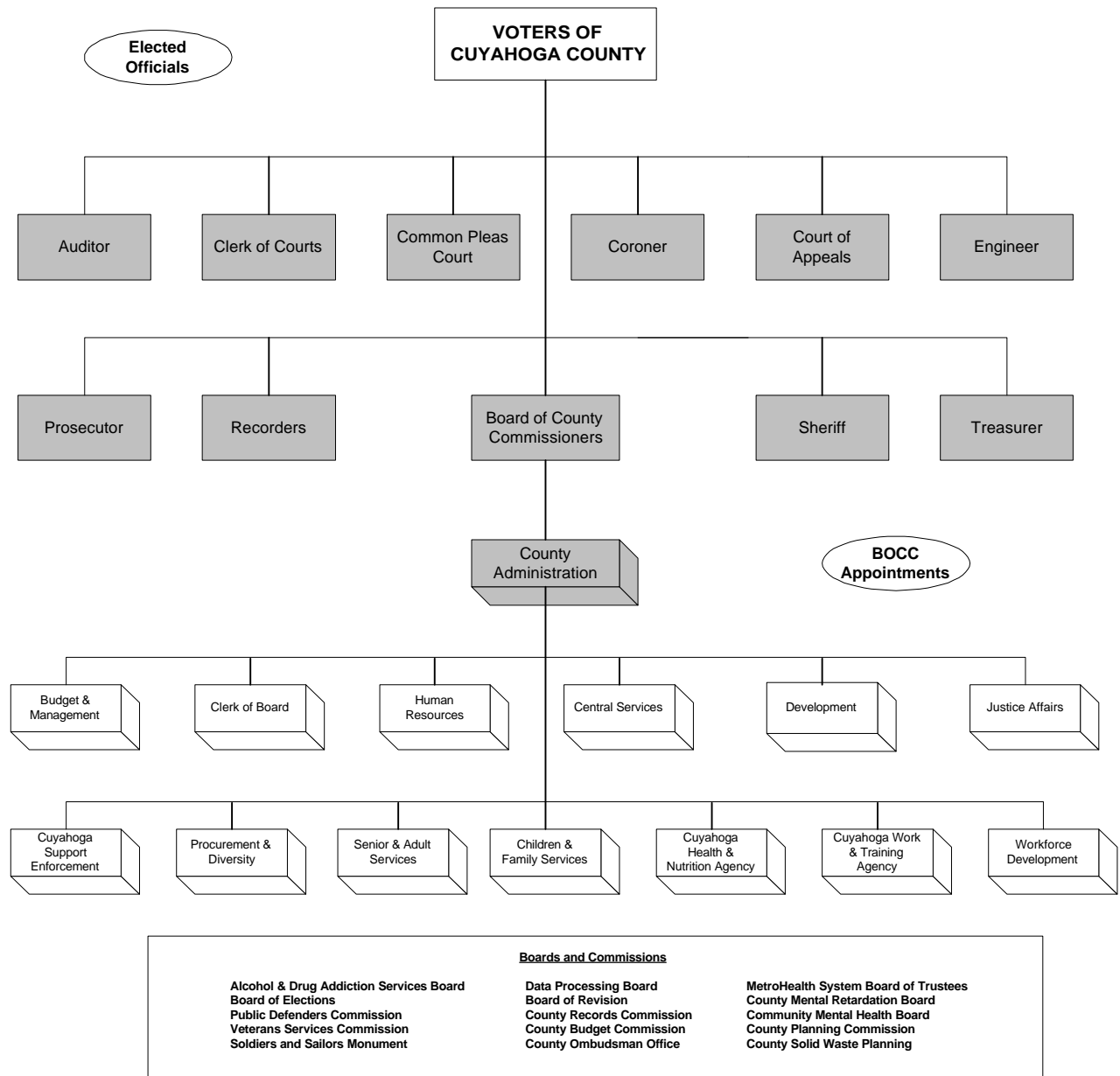
Ohio Court of Appeals Eight District

Ann Dyke, Chief Justice
Patricia Blackmon
Michael J. Corrigan
Diane Karpinski
Ann L. Kilbane
Timothy E. McMonagle

Terrence O'Donnell
John T. Patton
James M. Porter
Kenneth A. Rocco
Leo M. Spellacy
James D. Sweeney

COUNTY OF CUYAHOGA, OHIO ORGANIZATION CHART

DECEMBER, 2000



Financial Section

PART I

GENERAL PURPOSE FINANCIAL STATEMENTS AND NOTES

The general purpose financial statements (GPFS) provide the combined overview of the financial position of all funds, account groups and the discretely presented component unit and of the operating results of all funds and the discretely presented component unit. Notes to the financial statements provide disclosures essential to the fair presentation of the GPFS. The independent audit opinion is rendered on the GPFS and accompanying notes.



INDEPENDENT AUDITORS' REPORT

The Honorable County Auditor,
County Treasurer and the
Board of County Commissioners
Cuyahoga County, Ohio

We have audited the accompanying general purpose financial statements of the County of Cuyahoga, Ohio (the "County") as of December 31, 2000, and for the year then ended, listed in the foregoing table of contents. These general purpose financial statements are the responsibility of the management of the County. Our responsibility is to express an opinion on these general purpose financial statements based on our audit. We did not audit the financial statements of the discretely presented component unit, MetroHealth System. Those financial statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for the discretely presented component unit, MetroHealth System, is based solely on the report of the other auditors.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the general purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the general purpose financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit and the report of other auditors provide a reasonable basis for our opinion.

In our opinion, based on our audit and the report of other auditors, such general purpose financial statements present fairly, in all material respects, the financial position of the County at December 31, 2000, and the results of its operations and the cash flows of its proprietary fund types for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Our audit was made for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The combining and individual fund and account group financial statements and schedules listed in the foregoing table of contents, are presented for purposes of additional analysis and are not a required part of the general purpose financial statements of the County. These financial statements and schedules are also the responsibility of the management of the County. Such additional information has been subjected to the auditing procedures applied in our audit of the general purpose financial statements and, in our opinion, based upon our audit and the report of other auditors, is fairly presented in all material respects when considered in relation to the general purpose financial statements taken as a whole.

The statistical schedules listed in the foregoing table of contents are presented for purposes of additional analysis and are not a required part of the general purpose financial statements of the County. Such additional information has not been subjected to the auditing procedures applied in the audit of the general purpose financial statements, and, accordingly, we express no opinion on it.

A handwritten signature in black ink that reads "Deloitte & Touche LLP". The signature is written in a cursive, flowing style.

June 8, 2001

**COUNTY OF CUYAHOGA, OHIO
COMBINED BALANCE SHEET
ALL FUND TYPES, ACCOUNT GROUPS
AND DISCRETELY PRESENTED COMPONENT UNIT**

**DECEMBER 31, 2000
(Amounts in 000's)**

	Governmental Fund Types				Proprietary Fund Type
	General	Special Revenue	Debt Service	Capital Projects	Enterprise
ASSETS AND OTHER DEBITS					
Equity in pooled cash and investments	\$ 78,657	\$ 93,892	\$	\$ 42,676	\$ 11,561
Cash and investments - segregated accounts			4,044		
Receivables:					
Taxes	26,132				
Accounts	1,219	595			3,379
Accrued interest					
Loans	1,000	14,251			
Less: Allowance for doubtful accounts					(631)
Net Receivables	<u>28,351</u>	<u>14,846</u>			<u>2,748</u>
Due from other funds	86,805	269,953	20,041	217	25
Due from other governments	7,277	128,813		1,360	389
Inventory of supplies					8
Prepaid expenses and other assets					
Board designated investments					
Deferred bond financing cost					40
Restricted assets:					
Cash and investments	35,880				
Other receivables					
Total Restricted Assets	<u>35,880</u>				
Fixed assets:					
Land					5,802
Land improvements					9,660
Utility plant					42,099
Buildings, structures and improvements					11,010
Furniture, fixtures and equipment					3,171
Vehicles					3,901
Less: Accumulated depreciation					(42,868)
Construction in progress					8,839
Net Fixed Assets					<u>41,614</u>
Amount available for debt service					
Amount to be provided for retirement of general long-term obligations:					
Debt					
Other					
TOTAL ASSETS AND OTHER DEBITS	<u>\$ 236,970</u>	<u>\$ 507,504</u>	<u>\$ 24,085</u>	<u>\$ 44,253</u>	<u>\$ 56,385</u>

See notes to financial statements.

Proprietary Fund Type	Fiduciary Fund Type	Account Groups		2000 Totals Primary Government (Memorandum Only)	MetroHealth System (Component Unit)	2000 Totals Reporting Entity (Memorandum Only)
		General Fixed Assets	General Long-Term Obligations			
Internal Service	Agency					
\$ 50,943	\$ 136,627	\$	\$	\$ 414,356	\$	\$ 414,356
	37,951			41,995	12,577	54,572
	1,377,979			1,404,111		1,404,111
15	7,326			5,208	57,014	62,222
				7,326		7,326
				15,251		15,251
				(631)	(6,924)	(7,555)
15	1,385,305			1,431,265	50,090	1,481,355
6,021	845			383,907		383,907
4,634				142,473		142,473
49				57	5,206	5,263
					15,403	15,403
					107,993	107,993
				40	2,737	2,777
				35,880	150,972	186,852
					226	226
				35,880	151,198	187,078
		29,879		35,681	8,877	44,558
		1,570		11,230	8,113	19,343
				42,099		42,099
		387,745		398,755	346,958	745,713
24,261		18,270		45,702	166,397	212,099
4,312		12,922		21,135	7,485	28,620
(19,707)				(62,575)	(331,428)	(394,003)
		100,490		109,329	22,962	132,291
8,866		550,876		601,356	229,364	830,720
			13,844	13,844		13,844
			333,881	333,881		333,881
			27,551	27,551		27,551
<u>\$ 70,528</u>	<u>\$ 1,560,728</u>	<u>\$ 550,876</u>	<u>\$ 375,276</u>	<u>\$ 3,426,605</u>	<u>\$ 574,568</u>	<u>\$ 4,001,173</u>

(Continued)

**COUNTY OF CUYAHOGA, OHIO
COMBINED BALANCE SHEET
ALL FUND TYPES, ACCOUNT GROUPS
AND DISCRETELY PRESENTED COMPONENT UNIT**

**DECEMBER 31, 2000
(Amounts in 000's)**

	Governmental Fund Types				Proprietary Fund Type
	General	Special Revenue	Debt Service	Capital Projects	Enterprise
LIABILITIES					
Accounts payable.....	\$ 4,450	\$ 53,677	\$ 20,041	\$ 3,069	\$ 1,682
Deferred revenue	23,935	227,617			
Due third-party payors					
Due to other funds.....	2,923	93,972		1	203
Due to other governments					547
Accrued wages and benefits.....	5,627	8,619		2	644
Other liabilities					329
Loans payable.....					6,818
Short-term notes payable.....				1,820	
Matured bonds payable			34		
Accrued self-insurance					
Capital lease obligations.....					
Debt:					
Notes payable					5,820
Bonds payable					2,765
Total Debt.....					8,585
TOTAL LIABILITIES.....	36,935	383,885	20,075	4,892	18,808
FUND EQUITY AND OTHER CREDITS					
Investment in general fixed assets					
Contributed capital					20,193
Retained earnings:					
Reserved for restricted assets					
Unreserved.....					17,384
Fund balance:					
Reserved for restricted assets	35,880				
Reserved for loans	1,000	14,251			
Reserved for debt service.....	9,834		4,010		
Unreserved:					
Designated for self-insurance.....	1,000				
Designated for proprietary funds	1,998				
Undesignated	150,323	109,368		39,361	
TOTAL FUND EQUITY AND OTHER CREDITS.....	200,035	123,619	4,010	39,361	37,577
TOTAL LIABILITIES, FUND EQUITY AND OTHER CREDITS.....	\$ 236,970	\$ 507,504	\$ 24,085	\$ 44,253	\$ 56,385

See notes to financial statements.

Proprietary Fund Type	Fiduciary Fund Type	Account Groups		2000 Totals Primary Government (Memorandum Only)	MetroHealth System (Component Unit)	2000 Totals Reporting Entity (Memorandum Only)
		General Fixed Assets	General Long-Term Obligations			
Internal Service	Agency					
\$ 3,299	\$	\$	\$	\$ 66,177	\$ 20,610	\$ 86,787
				271,593		271,593
					33,523	33,523
2,693	284,115			383,907		383,907
18,827	1,233,250			1,252,624		1,252,624
4,057			21,221	40,170	40,077	80,247
	43,363			43,692	7,803	51,495
			4,165	10,983		10,983
				1,820		1,820
				34		34
					29,685	29,685
718			2,165	2,883	12,278	15,161
				5,820		5,820
			347,725	350,490	187,101	537,591
			347,725	356,310	187,101	543,411
29,594	1,560,728		375,276	2,430,193	331,077	2,761,270
		550,876		550,876		550,876
				20,193		20,193
					5,660	5,660
40,934				58,318	237,831	296,149
				35,880		35,880
				15,251		15,251
				13,844		13,844
				1,000		1,000
				1,998		1,998
				299,052		299,052
40,934		550,876		996,412	243,491	1,239,903
<u>\$ 70,528</u>	<u>\$ 1,560,728</u>	<u>\$ 550,876</u>	<u>\$ 375,276</u>	<u>\$ 3,426,605</u>	<u>\$ 574,568</u>	<u>\$ 4,001,173</u>

(Continued)

**COUNTY OF CUYAHOGA, OHIO
COMBINED STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
ALL GOVERNMENTAL FUND TYPES**

**FOR THE YEAR ENDED DECEMBER 31, 2000
(Amounts in 000's)**

	Governmental Fund Types		
	General	Special Revenue	Debt Service
REVENUES			
Property taxes	\$ 19,328	\$ 194,398	\$ 18,958
Sales and use tax.....	161,910		
Other tax.....	10	29,113	7
State local government fund	40,967		
Licenses and permits	124	1,457	
Charges for services	56,050	16,316	
Fines and forfeitures	5,804	507	
Investment earnings.....	38,077	2,499	262
Other intergovernmental	9,898	601,111	3,331
Miscellaneous	<u>5,288</u>	<u>7,886</u>	<u>460</u>
TOTAL REVENUES.....	337,456	853,287	23,018
EXPENDITURES			
Current:			
General government	49,033	16,853	
Judicial	199,330	64,289	
Development.....	5,845	24,065	
Social services	9,650	578,313	
Health and safety	1,307	120,670	
Public works		33,811	
Miscellaneous	1,235		
Capital outlay			
Debt service:			
Principal retirement.....			17,909
Interest			<u>12,528</u>
TOTAL EXPENDITURES	<u>266,400</u>	<u>838,001</u>	<u>30,437</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	71,056	15,286	(7,419)
OTHER FINANCING SOURCES (USES)			
Operating transfers in	938	108,794	10,447
Operating transfers out:			
Component unit.....	(8,943)	(16,907)	
Debt retirement	(9,525)		
Other	(37,059)	(89,251)	
Proceeds from bonds			
Other		<u>16,437</u>	
NET OTHER FINANCING SOURCES (USES)	<u>(54,589)</u>	<u>19,073</u>	<u>10,447</u>
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	16,467	34,359	3,028
FUND BALANCE (DEFICIT) AT BEGINNING OF YEAR	183,813	89,260	968
RESIDUAL EQUITY TRANSFERS IN (OUT).....	<u>(245)</u>		<u>14</u>
FUND BALANCE AT END OF YEAR	<u>\$ 200,035</u>	<u>\$ 123,619</u>	<u>\$ 4,010</u>

See notes to financial statements.



Capital Projects	2000 Totals (Memorandum Only)
-----------------------------	--

\$	\$ 232,684
	161,910
	29,130
	40,967
	1,581
	72,366
	6,311
729	41,567
12,517	626,857
<u>380</u>	<u>14,014</u>
13,626	1,227,387

	65,886
	263,619
	29,910
	587,963
	121,977
12,212	46,023
34,032	1,235
	34,032
	17,909
	<u>12,528</u>
<u>46,244</u>	<u>1,181,082</u>

(32,618)	46,305
----------	--------

16,494	136,673
	(25,850)
	(9,525)
	(126,310)
99,470	99,470
	<u>16,437</u>
<u>115,964</u>	<u>90,895</u>

83,346	137,200
(44,216)	229,825
<u>231</u>	<u> </u>
<u>\$ 39,361</u>	<u>\$ 367,025</u>

**COUNTY OF CUYAHOGA, OHIO
COMBINED SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
ALL ANNUALLY BUDGETED GOVERNMENTAL FUND TYPES
(NON-GAAP BUDGETARY BASIS)**

**FOR THE YEAR ENDED DECEMBER 31, 2000
(Amounts in 000's)**

	General Fund			Annually Budgeted Special Revenue Funds		
	Revised Budget	Actual	Variance- Favorable (Unfavorable)	Revised Budget	Actual	Variance- Favorable (Unfavorable)
REVENUES						
Property taxes.....	\$ 19,104	\$ 19,328	\$ 224	\$ 194,405	\$ 194,398	\$ (7)
Sales and use tax.....	159,300	160,664	1,364			
Other tax.....	1,364	10	(1,354)	30,153	29,259	(894)
State local government fund.....	40,004	40,922	918			
Licenses and permits.....	154	124	(30)	1,272	1,457	185
Charges for services.....	50,225	55,070	4,845	21,011	16,001	(5,010)
Fines and forfeitures.....	6,050	5,458	(592)	521	443	(78)
Investment earnings.....	23,200	26,325	3,125	2,223	2,251	28
Other intergovernmental.....	9,744	10,257	513	673,065	518,310	(154,755)
Miscellaneous.....	3,782	3,783	1	12,085	6,089	(5,996)
TOTAL REVENUES.....	312,927	321,941	9,014	934,735	768,208	(166,527)
EXPENDITURES						
Current:						
General government.....	64,106	49,100	15,006	20,585	16,873	3,712
Judicial.....	209,990	199,371	10,619	46,778	40,859	5,919
Development.....	2,301	2,169	132	3,609	3,127	482
Social services.....	10,557	9,473	1,084	653,168	565,293	87,875
Health and safety.....	1,643	1,376	267	125,474	109,961	15,513
Public works.....				51,251	34,243	17,008
Miscellaneous.....	8,728	978	7,750			
Debt service:						
Principal retirement.....						
Interest.....						
TOTAL EXPENDITURES.....	297,325	262,467	34,858	900,865	770,356	130,509
EXCESS(DEFICIENCY) OF REVENUES OVER EXPENDITURES.....	15,602	59,474	43,872	33,870	(2,148)	(36,018)
OTHER FINANCING SOURCES(USES)						
Operating transfers in.....		938	938	149,704	147,250	(2,454)
Operating transfers out:						
Component unit.....	(8,943)	(8,943)		(16,907)	(16,907)	
Debt retirement.....	(9,540)	(9,525)	15			
Other.....	(36,941)	(36,742)	199	(128,657)	(127,421)	1,236
Other.....					(1,184)	(1,184)
NET OTHER FINANCING SOURCES(USES).....	(55,424)	(54,272)	1,152	4,140	1,738	(2,402)
EXCESS(DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES.....	(39,822)	5,202	45,024	38,010	(410)	(38,420)
FUND BALANCE AT BEGINNING OF YEAR.....	148,046	148,046		45,828	45,828	
RESIDUAL EQUITY TRANSFERS IN(OUT).....		(245)	(245)		(3,850)	(3,850)
FUND BALANCE AT END OF YEAR.....	\$ 108,224	\$ 153,003	\$ 44,779	\$ 83,838	\$ 41,568	\$ (42,270)

See notes to financial statements.

Debt Service Fund			2000 Totals (Memorandum Only)		
Revised Budget	Actual	Variance-Favorable (Unfavorable)	Revised Budget	Actual	Variance-Favorable (Unfavorable)
\$ 18,675	\$ 18,959	\$ 284	\$ 232,184	\$ 232,685	\$ 501
4	7	3	159,300	160,664	1,364
			31,521	29,276	(2,245)
			40,004	40,922	918
			1,426	1,581	155
			71,236	71,071	(165)
			6,571	5,901	(670)
4	261	257	25,427	28,837	3,410
3,040	3,331	291	685,849	531,898	(153,951)
1,650	460	(1,190)	17,517	10,332	(7,185)
<u>23,373</u>	<u>23,018</u>	<u>(355)</u>	<u>1,271,035</u>	<u>1,113,167</u>	<u>(157,868)</u>
			84,691	65,973	18,718
			256,768	240,230	16,538
			5,910	5,296	614
			663,725	574,766	88,959
			127,117	111,337	15,780
			51,251	34,243	17,008
			8,728	978	7,750
17,924	17,924		17,924	17,924	
16,152	12,529	3,623	16,152	12,529	3,623
<u>34,076</u>	<u>30,453</u>	<u>3,623</u>	<u>1,232,266</u>	<u>1,063,276</u>	<u>168,990</u>
(10,703)	(7,435)	3,268	38,769	49,891	11,122
10,462	10,447	(15)	160,166	158,635	(1,531)
			(25,850)	(25,850)	
			(9,540)	(9,525)	15
			(165,598)	(164,163)	1,435
				(1,184)	(1,184)
<u>10,462</u>	<u>10,447</u>	<u>(15)</u>	<u>(40,822)</u>	<u>(42,087)</u>	<u>(1,265)</u>
(241)	3,012	3,253	(2,053)	7,804	9,857
1,018	1,018		194,892	194,892	
	14	14		(4,081)	(4,081)
<u>\$ 777</u>	<u>\$ 4,044</u>	<u>\$ 3,267</u>	<u>\$ 192,839</u>	<u>\$ 198,615</u>	<u>\$ 5,776</u>

**COUNTY OF CUYAHOGA, OHIO
 COMBINED STATEMENT OF REVENUES, EXPENSES
 AND CHANGES IN RETAINED EARNINGS
 ALL PROPRIETARY FUND TYPES
 AND DISCRETELY PRESENTED COMPONENT UNIT**

**FOR THE YEAR ENDED DECEMBER 31, 2000
 (Amounts in 000's)**

	Proprietary Fund Types		2000 Totals Primary Government (Memorandum Only)
	Enterprise	Internal Service	
OPERATING REVENUES			
Charges for services	\$ 14,907	\$ 83,927	\$ 98,834
Patient service revenue-net			
Other revenue	117	4,394	4,511
TOTAL OPERATING REVENUES	15,024	88,321	103,345
OPERATING EXPENSES			
Personal services	6,616	38,038	44,654
Contractual services and claims (Note K)	1,684	(528)	1,156
Commodities	810	10,363	11,173
Depreciation	1,850	2,957	4,807
Other expenses	4,846	13,079	17,925
TOTAL OPERATING EXPENSES	15,806	63,909	79,715
OPERATING INCOME(LOSS)	(782)	24,412	23,630
NONOPERATING REVENUES(EXPENSES)			
Interest income	170		170
Interest expense	(449)	(51)	(500)
Grants	7		7
Gain(loss) on disposal of fixed assets	35	(2)	33
NET NONOPERATING REVENUES(EXPENSES)	(237)	(53)	(290)
INCOME(LOSS) BEFORE OPERATING TRANSFERS	(1,019)	24,359	23,340
Operating transfers in		214	214
Operating transfers in - primary government			
Operating transfers out:			
Debt retirement	(922)		(922)
Other		(130)	(130)
NET OPERATING TRANSFERS	(922)	84	(838)
NET INCOME(LOSS)	(1,941)	24,443	22,502
DEPRECIATION ON FIXED ASSETS ACQUIRED BY CONTRIBUTED CAPITAL			
	1,174		1,174
RETAINED EARNINGS AT BEGINNING OF YEAR			
	18,151	16,491	34,642
RETAINED EARNINGS AT END OF YEAR			
	\$ 17,384	\$ 40,934	\$ 58,318

See notes to financial statements.



<u>MetroHealth System (Component Unit)</u>	<u>2000 Totals Reporting Entity (Memorandum Only)</u>
\$	\$
389,202	98,834
15,818	389,202
<u>405,020</u>	<u>20,329</u>
	508,365
287,683	332,337
11,147	12,303
49,279	60,452
27,152	31,959
86,082	<u>104,007</u>
<u>461,343</u>	541,058
(56,323)	(32,693)
17,588	17,758
(8,545)	(9,045)
5,914	5,921
<u>14,957</u>	<u>33</u>
	14,667
(41,366)	(18,026)
25,850	214
	25,850
	(922)
<u>25,850</u>	<u>(130)</u>
	25,012
(15,516)	6,986
	1,174
<u>259,007</u>	<u>293,649</u>
<u>\$ 243,491</u>	<u>\$ 301,809</u>

**COUNTY OF CUYAHOGA, OHIO
 COMBINED STATEMENT OF CASH FLOWS
 ALL PROPRIETARY FUND TYPES
 AND DISCRETELY PRESENTED COMPONENT UNIT**

**FOR THE YEAR ENDED DECEMBER 31, 2000
 (Amounts in 000's)**

	Proprietary Fund Types		2000 Totals Primary Government (Memorandum Only)
	Enterprise	Internal Service	
CASH FLOWS FROM OPERATING ACTIVITIES:			
Cash receipts from customers.....	\$ 15,541	\$ 307	\$ 15,848
Cash receipts from quasi-external operating transactions.....		86,542	86,542
Other operating cash receipts.....	117		117
Cash payments to suppliers for goods and services.....	(6,147)	(38,489)	(44,636)
Cash payments to employees for services.....	(6,725)	(38,636)	(45,361)
NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES.....	2,786	9,724	12,510
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:			
Operating transfers in from other funds.....		214	214
Operating transfers in from primary government.....			
Operating transfers out to other funds.....	(922)	(130)	(1,052)
Receipts from noncapital grants.....	110		110
Proceeds from short-term interfund loan-net.....		712	712
NET CASH PROVIDED BY (USED FOR) NONCAPITAL FINANCING ACTIVITIES.....	(812)	796	(16)
CASH FLOW FROM CAPITAL AND RELATED FINANCING ACTIVITIES:			
Proceeds from bonds - net of fees.....	1,027		1,027
Deposits in project fund.....			
Proceeds from notes.....	5,820		5,820
Proceeds from sale of capital assets.....	35	29	64
Acquisition and construction of capital assets.....	(3,970)	(1,855)	(5,825)
Principal paid on capital leases.....		(394)	(394)
Interest paid on capital leases.....		(51)	(51)
Principal paid on long-term debt.....			
Interest paid on long-term debt.....			
Principal paid on notes.....	(1,100)		(1,100)
Interest paid on notes.....	(5)		(5)
Principal paid on loans.....	(303)		(303)
Interest paid on loans.....	(115)		(115)
Principal paid on bonds.....	(95)		(95)
Interest paid on bonds.....	(116)		(116)
Contributed capital.....	684		684
NET CASH PROVIDED BY (USED FOR) CAPITAL AND RELATED FINANCING ACTIVITIES.....	1,862	(2,271)	(409)
CASH FLOWS FROM INVESTING ACTIVITIES:			
Interest received on investments.....	148		148
Change in investments.....			
NET CASH PROVIDED BY (USED FOR) INVESTING ACTIVITIES.....	148		148
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS.....	3,984	8,249	12,233
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR.....	7,577	42,694	50,271
CASH AND CASH EQUIVALENTS AT END OF YEAR.....	\$ 11,561	\$ 50,943	\$ 62,504

See notes to financial statements.

MetroHealth System (Component Unit)	2000 Totals Reporting Entity (Memorandum Only)
\$ 375,288	\$ 391,136
28,070	86,542 28,187
(117,198)	(161,834)
<u>(287,459)</u>	<u>(332,820)</u>
(1,299)	11,211
25,850	214 25,850
5,914	(1,052)
<u>31,764</u>	<u>6,024</u> <u>712</u>
13,160	31,748
(31,504)	1,027 13,160
(6,212)	5,820
(7,927)	64
	(37,329)
	(394)
	(51)
	(6,212)
	(7,927)
	(1,100)
	(5)
	(303)
	(115)
	(95)
	(116)
	<u>684</u>
<u>(32,483)</u>	<u>(32,892)</u>
11,454	11,602
<u>(13,996)</u>	<u>(13,996)</u>
(2,542)	(2,394)
(4,560)	7,673
<u>8,542</u>	<u>58,813</u>
<u>\$ 3,982</u>	<u>\$ 66,486</u>

(Continued)

**COUNTY OF CUYAHOGA, OHIO
 COMBINED STATEMENT OF CASH FLOWS
 ALL PROPRIETARY FUND TYPES
 AND DISCRETELY PRESENTED COMPONENT UNIT**

**FOR THE YEAR ENDED DECEMBER 31, 2000
 (Amounts in 000's)**

	<u>Proprietary Fund Types</u>		<u>2000 Totals Primary Government (Memorandum Only)</u>
	<u>Enterprise</u>	<u>Internal Service</u>	
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES:			
Operating income (loss).....	\$ (782)	\$ 24,412	\$ 23,630
ADJUSTMENTS TO RECONCILE OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES:			
Depreciation	1,850	2,957	4,807
(Increase) decrease in accounts receivable-net.....	238	(6)	232
(Increase) decrease in due from other funds.....	11	3,123	3,134
(Increase) decrease in due from other governments	167	(4,594)	(4,427)
(Increase) decrease in inventory of supplies.....	1	(2)	(1)
(Increase) decrease in other current assets			
Increase (decrease) in accounts payable.....	927	(1,299)	(372)
Increase (decrease) in due to other funds.....	(68)	(179)	(247)
Increase (decrease) in due to other governments.....	459	(14,425)	(13,966)
Increase (decrease) in accrued wages and benefits.....	(17)	(263)	(280)
Increase (decrease) in other liabilities			
TOTAL ADJUSTMENTS.....	<u>3,568</u>	<u>(14,688)</u>	<u>(11,120)</u>
NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES.....	<u>\$ 2,786</u>	<u>\$ 9,724</u>	<u>\$ 12,510</u>
SUPPLEMENTAL SCHEDULE OF NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES:			
Fixed assets acquired through capital lease.....	\$	\$ 143	\$ 143
Unrealized appreciation in fair value of investments			
TOTAL NONCASH TRANSACTIONS	<u>\$ 0</u>	<u>\$ 143</u>	<u>\$ 143</u>

See notes to financial statements.



<u>MetroHealth System (Component Unit)</u>	<u>2000 Totals Reporting Entity (Memorandum Only)</u>
\$ (56,323)	\$ (32,693)
27,152	31,959
11,162	11,394
	3,134
	(4,427)
	(1)
6,472	6,472
	(372)
	(247)
	(13,966)
	(280)
<u>10,238</u>	<u>10,238</u>
55,024	43,904
<u>\$ (1,299)</u>	<u>\$ 11,211</u>
\$	\$ 143
<u>6,134</u>	<u>6,134</u>
<u>\$ 6,134</u>	<u>\$ 6,277</u>

COUNTY OF CUYAHOGA, OHIO

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2000

NOTE A - Description of Cuyahoga County and Basis of Presentation

The County: Cuyahoga County operates as a political subdivision of the State of Ohio. The County was formed by an act of the Ohio General Assembly in 1810. The three member Board of County Commissioners is the legislative and executive body of the County. The County Auditor is the chief fiscal officer. In addition, there are seven other elected administrative officials, each of whom is independent as set forth in Ohio law. These officials are Clerk of Courts, Coroner, Engineer, Prosecuting Attorney, Recorder, Sheriff and Treasurer. There are also thirty-four Common Pleas Court Judges, five Domestic Relations Court Judges, six Juvenile Court Judges, two Probate Court Judges and twelve Court of Appeals Judges elected on a County-wide basis to oversee the County's justice system.

The County applies the provisions of Governmental Accounting Standards Board (GASB) Statement No. 14, "The Financial Reporting Entity," under which the financial statements include all the organizations, activities, functions and component units for which the County (Primary Government) is financially accountable. Financial accountability is defined as the appointment of a voting majority of the component unit's board, and either (1) the County's ability to impose its will over the component unit, or (2) the possibility that the Component Unit will provide a financial benefit to or impose a financial burden on the County.

Discretely Presented Component Unit Disclosure: In accordance with GASB Statement No. 14, the MetroHealth System (the Hospital or Component Unit) is included as a discretely presented Component Unit in the County's financial statements. The Hospital provides health care and hospitalization to the general public and care for the County's indigents. The County appoints the majority of the Hospital's Board of Trustees. The Hospital's annual operating budget and investment policy are both approved by the County. The Component Unit is included in the County's reporting entity because of the significance of its operational and financial relationships with the County. The financial information of the Hospital is presented in a separate column to emphasize that it is legally separate from the government. Complete financial statements for the Hospital can be requested from the County Auditor.

Basis of Presentation: The accounts of the County are organized on the basis of funds or account groups, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures or expenses, as appropriate. The various funds are summarized by type in the general purpose financial statements.

Amounts in the "totals (memorandum only)" columns in the financial statements represent a summation of the combined financial statement line items of the fund types and account groups and are presented for analytical purposes only. The summation includes fund types and account groups that use different bases of accounting, both restricted and unrestricted amounts. Interfund transactions have not been eliminated, and the caption "amount to be provided" is not an asset in the usual sense. Consequently, amounts shown in the "totals (memorandum only)" columns are not comparable to a consolidation and do not represent the total resources available or total revenues and expenditures/expenses of the County.

The County uses the following fund types and account groups:

Governmental Funds:

General Fund: This fund accounts for the general operating revenues and expenditures of the County not recorded elsewhere. The primary revenue sources are sales and use tax, property taxes, state local government fund receipts, investment earnings and various service fees.

Special Revenue Funds: These funds are used to account for specific governmental revenues (other than major capital projects) requiring separate accounting because of legal or regulatory provisions or administrative action. Revenues are derived primarily from property taxes, other taxes, and federal and state grant programs.

Debt Service Fund: The Debt Service fund is used to account for revenues received and used to pay principal and interest on all long-term bonded debt except those payable from Enterprise funds. Revenues are derived primarily from property taxes.

Capital Projects Fund: This fund is used to account for the acquisition or construction of capital assets (other than those financed by Proprietary funds). Revenues and financing resources are derived from the issuance of debt, operating transfers from the General and Special Revenue funds and capital grant programs.

COUNTY OF CUYAHOGA, OHIO

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2000

Proprietary Funds:

Enterprise Funds: These funds are used to account for operations that provide services which are financed primarily by user charges, or activities where periodic measurement of income is appropriate for capital maintenance, public policy, management control or other purposes.

Internal Service Funds: These funds are used to account for the goods or services provided by certain County departments to other County departments and funds on a cost-reimbursement basis.

Fiduciary Funds:

Agency Funds: These funds are used to account for assets held by the County as an agent for other governments, other funds and individuals. These assets include property and other taxes as well as other intergovernmental resources which have been collected by the County and which will be distributed to other taxing districts located within the County.

Account Groups:

General Fixed Asset Account Group: This account group is used to present the general fixed assets of the County utilized in its general operations, exclusive of those used in Proprietary funds. General fixed assets include land, land improvements, buildings, structures and improvements, furniture, fixtures and equipment and vehicles owned by the County.

General Long-Term Obligations Account Group: This account group is used to record all long-term obligations of the County except for those of Proprietary funds.

NOTE B - Summary of Significant Accounting Policies

The accompanying financial statements of the County are prepared in conformity with generally accepted accounting principles for local government units as prescribed in statements and interpretations issued by the GASB.

Basis of Accounting: All financial transactions for Governmental and Fiduciary funds are reported on the modified accrual basis of accounting. Under this accounting method, revenues are recognized when they become susceptible to accrual, that is, when they are measurable and available to finance County operations. Revenues accrued at the end of the year consist of reimbursements from other governments for grant expenditures and amounts receivable from sales and use taxes collected in December and received within sixty days after year-end. Property taxes are recorded as revenue when measurable and available within a period, which does not exceed sixty days after year-end. Governmental fund expenditures are accrued when the related fund liability is incurred, except interest on long-term debt, which is recorded when due. Proprietary fund financial transactions are recorded on the accrual basis of accounting; revenues are recognized when earned and expenses are recognized as incurred. The County currently follows GASB Statement No. 20, "Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities That Use Proprietary Fund Accounting" using the guidance established in Alternative No. 1, which requires the County to comply with all Financial Accounting Standard Board (FASB) standards issued on or before November 30, 1989, unless they conflict with GASB Statements. The County has chosen not to apply FASB Standards issued after November 30, 1989.

Measurement Focus: All Governmental funds are accounted for on a flow of current financial resources measurement focus. Only current assets and current liabilities are included on the balance sheets. Operating statements present increases and decreases in net current assets.

All Proprietary funds are accounted for on a flow of economic resources measurement focus. All assets and liabilities whether current or long-term are included on the balance sheets. Fund equity is separated into contributed capital and retained earnings and operating statements present increases and decreases in total net assets.

COUNTY OF CUYAHOGA, OHIO

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2000

Budgetary Accounting and Control: The County is required by state law to adopt annual budgets for the General fund, certain Special Revenue funds and the Debt Service fund. Special Revenue funds which are budgeted annually include Human Services, Health and Human Services Levies, Motor Vehicle Gas Tax, County Board of Mental Retardation and Health and Community Services. The County Administrator prepares the budget, which is approved by the Board of County Commissioners. The Office of Budget and Management prepares a separate budgetary report. The Board of County Commissioners approves amendments to the original budget throughout the year as allowed by state statute. The budget amendments are approved by legal category but identified as additional appropriation measures. During 2000, supplemental budgetary appropriations amounted to approximately \$287 million. The County maintains budgetary control within an organizational unit and fund by not permitting expenditures/expenses and encumbrances to exceed appropriations for personnel, capital purchases and other costs. Elected officials and managers may amend the budget without approval of the County Commissioners as long as amendments are within legal categories. Unencumbered and unexpended appropriations lapse at year-end. Encumbrances are closed to unreserved fund balance/retained earnings at year-end and are re-encumbered and reappropriated at the start of the following year.

The accompanying budget basis financial schedules, comparing budget to actual results of operations, are presented to demonstrate the County's compliance with legally adopted budgets and reflect only budget revisions formally adopted by the Board of County Commissioners. The Commissioners and their staff throughout the year monitor the level of revenues and expenditures, and policy decisions are made based on the available current information. Formal revisions to previous budgets may not be processed if actual results are within previously budgeted levels. Consequently, large variances may appear on the budget and actual comparisons in the accompanying financial schedules.

The budgetary process does not include annual budgeting for certain grants (including Job Training Partnership Act, Community Development and Other) and the Capital Projects fund. Appropriations are made on a multi-year basis with the free balance and encumbrances being reappropriated annually. The administrative control is on a grant/project basis and, therefore, comparisons with annually appropriated funds do not provide meaningful data. The County adopts annual budgets for Proprietary funds, however, budgetary data is not presented for Proprietary funds due to the nature of the funds where demand for goods and services largely determines the level of revenues and expenses. There is no legal requirement to report on such budgets.

The County's budgetary process accounts for certain transactions on a basis other than generally accepted accounting principles (GAAP basis).

The major differences between the budget basis and the GAAP basis are:

- (1) Revenues are recorded when received in cash (budget) as opposed to when susceptible to accrual (GAAP).
- (2) Expenditures are recorded when paid in cash (budget) as opposed to when susceptible to accrual (GAAP).

The actual results of operations compared to the revised appropriation passed by the Board of County Commissioners for all annually budgeted Governmental funds are presented in the Combined Schedule of Revenues, Expenditures and Changes in Fund Balance-Budget and Actual (Non-GAAP Budgetary Basis).

COUNTY OF CUYAHOGA, OHIO
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A reconciliation of the results of operations for the year on the GAAP basis to the budget basis follows:

Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures and Other Financing Uses (Amounts in 000's)			
	General Fund	Special Revenue Funds	Debt Service Fund
GAAP basis.....	\$ 16,467	\$ 34,359	\$ 3,028
Multi-Year Budgeted		<u>(8,679)</u>	
GAAP basis for annually budgeted funds.....	<u>16,467</u>	<u>25,680</u>	<u>3,028</u>
Increase (Decrease):			
Accrued receivables at 12/31/00 not recognized in the 2000 budget	(122,433)	(392,851)	(20,041)
Accrued receivables at 12/31/99 recognized in the 2000 budget	153,270	283,810	19,203
Expenditures accrued as liabilities at 12/31/00 not recognized in the 2000 budget	36,935	326,706	20,075
Expenditures accrued as liabilities at 12/31/99 recognized in the 2000 budget	(32,396)	(243,755)	(19,253)
Other GAAP adjustments ⁽¹⁾	<u>(46,641)</u>		
Budget basis	<u>\$ 5,202</u>	<u>\$ (410)</u>	<u>\$ 3,012</u>

(1) Change in the amount of short-term interfund loans by the General fund, prior year unrealized loss on investments, current year unrealized gain on investments and net program revenue expensed for Brownfield project.

Statement of Cash Flows: The County utilizes the direct method with respect to the combined statement of cash flows as defined by the GASB Statement No. 9. For purposes of the combined statement of cash flows, the Proprietary funds and Component Unit consider all highly liquid debt instruments with a maturity of three months or less when purchased to be cash equivalents. The amount of cash and cash equivalents reported on the accompanying combined statement of cash flows at the end of the year for the Component Unit differs from the amount of cash and investments reported on the accompanying combined balance sheet by \$267.6 million due to certain investments that are not considered to be cash equivalents.

Pooled Cash and Cash Equivalents: Cash resources of a majority of individual funds are combined to form a pool of cash and investments, which is managed by the County Treasurer. Investments in the pooled cash and cash equivalents accounts consist of U.S. Treasury Notes and other Federal Government securities, bankers acceptances, certificates of deposit, commercial paper, revenue anticipation bonds and the State Treasurer's Investment Pool.

Investments: The County adopted the provisions of GASB Statement No. 31, "Accounting and Financial Reporting for Certain Investments and for External Investment Pools," which established accounting and financial reporting standards for government investments and investment pools, requiring most investments to be recorded at fair value and the recognition of unrealized gains and losses in the financial statements. The County has the ability and intent to hold all investments to maturity. Interest on investments is accrued as earned and distributed to appropriate funds utilizing a formula based on the average month-end balance of cash and cash equivalents of appropriate funds. County policy requires interest earned on investments to be credited to the General fund except where there is a legal requirement such as the Motor Vehicle Gas Tax Special Revenue fund or where there are bond proceeds for capital improvements such as the Capital Projects fund.

Inventory of Supplies: Inventory is valued at the lower of cost (determined using the first-in first-out method) or net realizable value. Costs are expensed when inventory is consumed for Proprietary funds and for the Discretely Presented Component Unit. Costs are expensed when inventory is purchased for Governmental funds.

COUNTY OF CUYAHOGA, OHIO

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2000

Board Designated Investments: Board designated investments are investments of the Hospital set aside by the board of trustees for future capital improvements and for research and development. These assets are invested primarily in government securities with original maturities not greater than five years.

Restricted Assets: The primary government's restricted assets are composed of the unspent proceeds of certain borrowings that are restricted for use in specified economic development activities and capital projects, as well as deposits and investments held at certain financial institutions throughout the County to support the County's Housing Enhancement Loan Program, which allows homeowners in County communities to borrow money from participating financial institutions to repair or remodel their homes or rental property at below market interest rates. Included in the Discretely Presented Component Unit column are restricted assets consisting of investments restricted by donors, assets under the control of the bond trustee that are used for payment of principal and interest on the Hospital's bonds when due and assets administered by a trustee for the Hospital's self-insurance and workers' compensation trust accounts.

Fixed Assets and Depreciation: Fixed assets are stated on the basis of historical cost or, if contributed, at fair market value at the date received. Infrastructure assets are capitalized only if applicable to Proprietary funds. Infrastructure assets including streets, bridges and sidewalks are not capitalized in the General Fixed Assets Account Group. Depreciation is not provided for the General Fixed Assets Account Group. Depreciation for the Proprietary funds and Hospital is determined by allocating the cost of fixed assets over the estimated useful lives of the assets on a straight-line basis.

The estimated useful lives are as follows:

Land improvements	5 to 20 years
Utility plant	20 to 50 years
Buildings, structures and improvements	5 to 40 years
Furniture, fixtures and equipment	6 to 22 years
Vehicles	4 to 9 years

Capitalization of Interest: The County's policy is to capitalize interest on Proprietary fund and Discretely Presented Component Unit construction projects until substantial completion of the project. Capitalized interest is amortized on the straight-line basis over the estimated useful life of the asset. During 2000, the County capitalized interest amounting to \$.2 million.

Compensated Absences: The County records accumulated unpaid sick, vacation and overtime pay benefits as accrued wages and benefits payable when earned by employees. For Governmental funds, the portion of the liability, which is not currently due and payable, is recorded in the General Long-Term Obligations Account Group. The County utilizes the termination payments method to determine the liabilities for compensated absences as defined in GASB Board Statement No. 16.

Ohio law requires that vacation time not be accumulated for more than three years. Normally, all vacation time is to be taken in the year available unless administrative approval for carry-over is obtained. Sick time not taken may be accumulated until retirement. Employees with a minimum of ten years of service are paid one-fourth of accumulated sick time at the employee's current wage rate upon retirement up to a maximum of thirty days. Certain agencies of the County that are not under the control of the Board of County Commissioners may have slightly different policies for compensated absences.

Contributed Capital: Contributed capital represents Federal and State capital grants and other financing resources provided by the County to Proprietary funds. These contributions are not subject to repayment as long as all grant conditions are met. An amount equivalent to depreciation charges for assets acquired with the portion of contributions that was externally restricted for capital acquisitions or construction is transferred annually to retained earnings from contributed capital.

Net Patient Service Revenue: Net patient service revenue of the Hospital is reported at the estimated net realizable amounts from patients, third-party payors, and others for services rendered, including estimated retroactive adjustments under reimbursement agreements with third-party payors. Retroactive adjustments are accrued on an estimated basis in the period the related services are rendered and adjusted in future periods as final settlements are determined.

COUNTY OF CUYAHOGA, OHIO

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Net revenue from the Medicare and Medicaid programs accounted for approximately 24% and 33%, respectively, of the Hospital's net patient service revenue for the year ended December 31, 2000. Laws and regulations governing the Medicare and Medicaid programs are complex and subject to interpretation. Compliance with such laws and regulations can be subject to future government review and interpretation as well as significant regulatory action including fines, penalties and exclusion from the Medicare and Medicaid programs. As a result, there is at least a reasonable possibility that recorded estimates could change by a material amount in the near term. Management believes that adequate provision has been made in the financial statements for any adjustments that may result from final settlements.

Grants and Other Intergovernmental Revenues: State local government fund revenues are recorded as receivables and revenues when measurable and available. Other Federal and State grants and assistance awards made on the basis of entitlement are recorded as intergovernmental receivables and revenues when entitlement occurs. Federal and State reimbursement-type grants for the acquisition or construction of fixed assets in Proprietary funds are recorded as receivables and contributed capital when the related expenses occur. All other Federal and State reimbursement-type grants are recorded as receivables and revenues when the related expenditures/expenses are incurred.

Encumbrances: Encumbrance accounting allows for the reservation of appropriations to provide for purchase commitments pertaining to purchase orders, contracts and other commitments. Encumbrances are closed to unreserved fund balance/retained earnings at year-end and are re-encumbered at the beginning of the following year.

Interfund Transactions: During the normal course of operations, the County has numerous transactions between funds including transfers of resources to provide services and construct assets. Interfund transactions are generally classified as operating transfers in the accompanying financial statements. Operating transfers out are further categorized as transfers to the Component Unit, for debt retirement or other purposes. Component unit transfers represent monies transferred to the MetroHealth System. Transfers for debt retirement represent monies transferred to the Debt Service fund and other transfers represent all other operating transfers out. Residual equity transfers are non-routine, non-recurring transfers of fund balances between funds.

Fund Balance: The County records reservations of portions of fund balance which are legally segregated for specific future uses or which do not represent available, spendable resources and, therefore, cannot be appropriated for expenditures. Designations of fund balance are amounts that have been designated by management for a specific future use, but are not legally segregated. Undesignated fund balance represents the portion of fund equity that is not reserved or designated for a specific purpose.

Risk Management: The County has implemented GASB Statement No. 10, "Accounting and Financial Reporting for Risk Financing and Related Insurance Issues". Employees' health insurance is provided through a commercial insurance program. The County pays a premium to the insurance providers without additional risk to the County. The County maintains an Internal Service fund to account for the self-insurance of workers' compensation benefits through a retrospective rating plan with the State of Ohio. The County has designated a portion of the fund balance of its General fund, pursuant to Ohio law, to provide for claims and judgements not covered by the various County insurance policies.

New Accounting Standards: The GASB has issued GASB Statement No. 33, "Accounting and Financial Reporting for Non-Exchange Transactions," (as amended by GASB Statement No. 36 "Recipient Reporting for Certain Shared Non-Exchange Revenues an Amendment of GASB Statement No. 33") and GASB Statement No. 34, "Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments". These statements establish accounting standards for non-exchange transactions such as grants and other assistance provided to the County by other governmental units and revise accounting and reporting standards for general purpose external financial reporting by governmental units. GASB Statement No. 33 is effective for the County's year ending December 31, 2001 and GASB Statement No. 34 is effective for the year ending December 31, 2002. The County has not completed an analysis of the impact of these two statements on its reported financial condition and results of operations.

**COUNTY OF CUYAHOGA, OHIO
NOTES TO FINANCIAL STATEMENTS**

DECEMBER 31, 2000

NOTE C - Cash and Investments

Cash and Investments:

Pooled Cash: Monies for the Debt Service fund, certain Agency funds and the Hospital are deposited and maintained in individual segregated bank accounts or invested in specifically segregated investments. Monies of all other funds of the County are held in a common group of bank accounts and investments. Collectively, these bank accounts and investments represent the Pooled Cash and Investments account. Amounts reported as cash and investments for the segregated funds and the pooled funds principally consist of bank balances, certificates of deposit, United States Treasury Notes, mortgage-backed securities, commercial paper, bankers acceptances, municipal obligations of political subdivisions of the State of Ohio and the State Treasurer's Investment Pool.

Certain funds have made disbursements from the pooled cash account in excess of their individual equity in the pooled cash account. These amounts are reported in the combined balance sheet as "Due to other funds."

A summary of the Pooled Cash and Investments account balance by fund type at December 31, 2000, follows:

Fund Type	(Amounts in 000's)	
	Due To	Equity In
General	\$	\$ 132,545
Due From:		
Special Revenue.....	51,941	
Internal Service.....	<u>1,947</u>	<u>(53,888)</u>
Net General		78,657
Special Revenue.....		93,892
Capital Projects		42,676
Enterprise.....		11,561
Internal Service.....		50,943
Agency		<u>136,627</u>
Total Equity in Pooled Cash and Investments		\$ <u>414,356</u>

Amounts due to other funds by Special Revenue funds will be paid from collection of reimbursements under grant programs from the Federal and State governments. Amounts owed by the Internal Service funds will be paid through collection of charges for services and General fund subsidies, if necessary.

Deposits and Investments:

Primary Government

Deposits: At year-end, the carrying amount of the County's deposits, including certificates of deposit, was \$56.8 million and the bank balances were \$101.6 million. Of the bank balances, \$.1million was covered by federal depository insurance and \$101.5 million was uncollateralized as defined by the GASB. These deposits were, however, covered by collateral held by the pledging institution's agent in the name of the depository or the Federal Reserve Bank of Cleveland in pooled securities accounts which were not in the County's name, as permitted under Ohio law. The pooled securities serve as collateral for all public deposits held by the banks, including the County's deposits. The Ohio Revised Code requires that the market value of securities held in the pool be at least equal to 110% of the public deposits held by the banks. Ohio law requires that deposits be placed in eligible banks or savings and loan associations located in Ohio. County policy is to utilize federally insured banks and savings institutions located in the County.

COUNTY OF CUYAHOGA, OHIO NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2000

Component Unit

Deposits: At December 31, 2000, the financial statement carrying amount of the Hospital's deposits was \$1.5 million. The actual bank balances, including accrued interest, totaled \$1.1 million and the difference from the carrying amount represented outstanding checks and normal reconciling items. Federal depository insurance covered approximately \$.1 million of the Hospital's deposits at year-end and are thus a category (1) deposit risk in accordance with the provisions of GASB Statement No. 3. The remainder was uncollateralized as defined by the GASB as it was secured by collateral pools of U.S. Government and municipal securities held by the pledging institution's agent or the Federal Reserve Bank of Cleveland in the name of the depository.

Investments: The County's Statement of Investment Policy, approved by the County's Investment Advisory Committee, authorizes investment by the County in investments permitted under the Ohio Revised Code. Eligible investments include U. S. Treasury Bills and Notes, backed by the full faith and credit of the U.S. government, obligations of U.S. government agencies, commercial paper, bankers acceptances, obligations of political subdivisions of the State of Ohio, certificates of deposit or savings or deposit accounts in an eligible institution defined in the Ohio Revised Code, State Treasurer's Investment Pool, shares in open-end no-load money market mutual funds registered under the Federal Investment Act of 1940 and repurchase agreements. Ohio statute prohibits the use of reverse repurchase agreements. County investment policy restricts repurchase agreements to durations of 30 days or less and all investments to maturities of not more than 5 years.

GASB Statement No. 3 "*Deposits with Financial Institutions, Investments (including Repurchase Agreements), and Reverse Repurchase Agreements*" requires the County to categorize its deposits and investments into one of three credit risk categories. Category 1 includes investments that are insured or registered or for which the securities are held by the County or its agent in the County's name. Risk category 2 includes uninsured and unregistered investments for which the securities are held by the counterparty's trust department or agent in the County's name. Category 3 includes uninsured and unregistered investments for which the securities are held by the counterparty's trust department or agent but not in the County's name.

At December 31, 2000, the County's Primary Government investments were as follows:

Investment Type	Category 1	(Amounts in 000's)	
		Category 2	Fair Value/Carrying Value
U.S. Treasury Notes	\$ 10,056	\$	\$ 10,056
Mortgage-backed Securities	312,298		312,298
Commercial Paper.....	80,115		80,115
Municipal Revenue Anticipation Bonds	1,400		1,400
Repurchase Agreements	18,400		18,400
Investments held by trustees (primarily U.S. government securities)		<u>12,483</u>	<u>12,483</u>
	<u>\$ 422,269</u>	<u>\$ 12,483</u>	434,752
Star Ohio.....			<u>700</u>
Total Primary Government Investments			<u>\$ 435,452</u>

At December 31, 2000, the County's Component Unit investments were as follows:

Investment Type	Category 1	(Amounts in 000's)	
		Category 3	Fair Value/Carrying Value
U.S. Treasury Notes	\$ 41,752	\$	\$ 41,752
U.S. Agency Obligations	123,442		123,442
Repurchase Agreements		<u>8,589</u>	<u>8,589</u>
.....	<u>\$ 165,194</u>	<u>\$ 8,589</u>	173,783
Money Market Funds.....			<u>96,283</u>
Total Hospital Investments.....			<u>\$ 270,066</u>

**COUNTY OF CUYAHOGA, OHIO
NOTES TO FINANCIAL STATEMENTS**

DECEMBER 31, 2000

Amounts invested in the State Treasurer's Investment Pool (Star Ohio) and money market funds are not classified by risk category because they are not evidenced by securities that exist in physical or book entry form. Star Ohio is rated AAAM by Standard & Poor's. It is the objective of the fund to stabilize the net asset value per unit at \$1.00 for the purpose of sale and redemption of units of the fund, but it is not guaranteed. Star Ohio is not a registered fund subject to regulatory oversight as the fund is only offered to Ohio public subdivisions with investment authority. Star Ohio is authorized under Section 135.45 of the Ohio Revised Code and has been used by Ohio public entities since its inception in 1986 as a short-term investment vehicle to meet daily liquidity needs.

NOTE D - Interfund Receivables and Payables

Individual interfund receivable and payable balances as of December 31, 2000 follow:

Fund Types	(Amounts in 000's)	
	Interfund Receivables	Interfund Payables
General Fund.....	\$ 86,805	\$ 2,923
Special Revenue Funds:		
Human Services		78,126
Health and Human Services Levies	162,803	136
Motor Vehicle Gas Tax.....	1,811	155
County Board of Mental Retardation.....	92,504	898
Health and Community Services.....	11,694	11,254
Job Training Partnership Act		38
Community Development.....	1,141	3,322
Other.....		43
Total Special Revenue Funds.....	<u>269,953</u>	<u>93,972</u>
Debt Service Fund	20,041	
Capital Projects Fund.....	217	1
Enterprise Funds:		
Sanitary Engineer	23	160
County Airport		4
Huntington Park Garage.....		10
Cuyahoga County Information System.....	<u>2</u>	<u>29</u>
Total Enterprise Funds.....	<u>25</u>	<u>203</u>
Internal Service Funds:		
Central Custodial Services	87	583
Maintenance Garage.....	103	844
Data Processing Center	165	44
Printing, Reproduction and Supplies	555	8
Communications.....	332	1,214
Self-Funded Workers' Compensation	<u>4,779</u>	
Total Internal Service Funds.....	<u>6,021</u>	<u>2,693</u>
Agency Funds:		
Payroll.....	843	
Undivided Tax.....		271,481
Other.....	<u>2</u>	<u>12,634</u>
Total Agency Funds	<u>845</u>	<u>284,115</u>
Totals	<u>\$ 383,907</u>	<u>\$ 383,907</u>

**COUNTY OF CUYAHOGA, OHIO
NOTES TO FINANCIAL STATEMENTS**

DECEMBER 31, 2000

A summary of interfund receivables/payables of the General fund follows:

Fund Types	(Amounts in 000's)	
	Receivables	Payables
Special Revenue Funds:		
Human Services	\$ 48,495	\$
Health and Human Services Levies	136	
Community Development	<u>3,310</u>	_____
Total Special Revenue Funds.....	51,941	
Enterprise Funds:		
Cuyahoga County Information System		2
Internal Service Funds:		
Maintenance Garage.....	840	41
Data Processing Center		94
Printing, Reproduction and Supplies		263
Communications	1,107	228
Self-Funded Workers' Compensation		<u>1,452</u>
Total Internal Service Funds.....	<u>1,947</u>	2,078
Agency Funds:		
Payroll.....		843
Undivided Tax.....	23,936	
Other.....	<u>8,981</u>	_____
Total Agency Funds	32,917	843
Totals	\$ <u>86,805</u>	\$ <u>2,923</u>

The receivables from Special Revenue and Internal Service funds represent amounts overdrawn from the pooled cash account which are owed to the General fund. The receivable from the Undivided Tax Agency fund represents property taxes levied in 2000 to be received in the General fund in 2001. The receivable from Other Agency funds represents investment earnings and fees deposited in various outside bank accounts.

The amount payable to the Cuyahoga County Information System is for computer charges from various General fund agencies. The amounts payable to Internal Service funds represent unpaid charges at December 31, 2000. The amounts payable to the Payroll Agency funds represent charges for employee medical benefits.

**COUNTY OF CUYAHOGA, OHIO
NOTES TO FINANCIAL STATEMENTS**

DECEMBER 31, 2000

NOTE E - Contributed Capital - Proprietary Fund Types

A summary of additions and reductions to contributed capital during 2000 for the County's Enterprise funds follows:

(Amounts in 000's)				
Enterprise Funds	Contributed Capital At Beginning of Year	Add: Grants and Contributed Assets	Less: Depreciation and Disposition of Fixed Assets Acquired by Contributed Capital	Contributed Capital At End of Year
Enterprise Funds:				
Sanitary Engineer	\$ 7,206	\$ 2,486	\$ 677	\$ 9,015
County Airport	10,163		393	9,770
Huntington Park Garage.....	<u>1,512</u>	<u> </u>	<u>104</u>	<u>1,408</u>
Total	\$ <u>18,881</u>	\$ <u>2,486</u>	\$ <u>1,174</u>	\$ <u>20,193</u>

NOTE F - General Fixed Assets

A summary of changes in general fixed assets follows:

(Amounts in 000's)				
Asset Type	Balance January 1, 2000	Additions	Deductions	Balance December 31, 2000
Land.....	\$ 29,829	\$ 154	\$ 104	\$ 29,879
Land improvements	1,534	36		1,570
Buildings, structures and improvements	384,193	3,552		387,745
Furniture, fixtures and equipment.....	17,206	1,782	718	18,270
Vehicles.....	12,202	1,718	998	12,922
Construction in progress	<u>81,461</u>	<u>21,698</u>	<u>2,669</u>	<u>100,490</u>
Totals	\$ <u>526,425</u>	\$ <u>28,940</u>	\$ <u>4,489</u>	\$ <u>550,876</u>

**COUNTY OF CUYAHOGA, OHIO
NOTES TO FINANCIAL STATEMENTS**

DECEMBER 31, 2000

A summary of construction commitments at December 31, 2000 follows:

Function	Authorized Project Amount	(Amounts in 000's)	
		Expended as of December 31, 2000	Future Commitments
General government	\$ 16,913	\$ 9,166	\$ 7,747
Judicial	136,863	77,639	59,224
Social services.....	22,251	7,231	15,020
Health and safety.....	7,500	2,023	5,477
Public works	<u>5,474</u>	<u>4,431</u>	<u>1,043</u>
Totals	<u>\$ 189,001</u>	<u>\$ 100,490</u>	<u>\$ 88,511</u>

The future construction commitments are expected to be financed primarily through bonded debt.

COUNTY OF CUYAHOGA, OHIO

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2000

NOTE G - Debt and Other Obligations

Notes Payable and Long-Term Liabilities:

A summary of the County's notes payable and long-term liabilities at December 31, 2000 is provided below:

Year Issued	Interest Rate	Balance January 1	(Amounts in 000's)		Balance December 31
			Additions	Reductions	
Capital Projects Fund:					
2000	Bond Anticipation Notes				
	Orange Place Extension – Due in 2001	\$ <u> </u>	\$ <u>1,820</u>	\$ <u> </u>	\$ <u>1,820</u>
Enterprise Funds:					
Various	Loans Payable	\$ <u>7,121</u>	\$ <u> </u>	\$ <u>303</u>	\$ <u>6,818</u>
Notes Payable:					
1999	Bond Anticipation Notes				
	Chagrin Highlands Project.....	1,100		1,100	
2000	Bond Anticipation Notes				
	Olmsted Township and Shady Road Improvements				
	–Due in 2001	4.75%	5,560		5,560
2000	Bond Anticipation Notes				
	Chagrin Falls Waterline – Due in 2001.....	5.00%	260		260
	Total Notes Payable	<u>1,100</u>	<u>5,820</u>	<u>1,100</u>	<u>5,820</u>
Self-Supporting Bonds Payable:					
1992	Sewer Improvement-Due thru 2012	3.50%-6.50%	1,820	95	1,725
2000	Sewer Improvement-Due thru 2020	4.55%-5.55%	<u>1,040</u>	<u>1,040</u>	<u>1,040</u>
	Total Self-Supporting Bonds Payable	<u>1,820</u>	<u>1,040</u>	<u>95</u>	<u>2,765</u>
	Total Enterprise Funds	<u>\$ 10,041</u>	<u>\$ 6,860</u>	<u>\$ 1,498</u>	<u>\$ 15,403</u>
Internal Service Funds:					
Various	Equipment Capital Lease Obligation				
	- Due through 2005.....	\$ <u>970</u>	\$ <u>143</u>	\$ <u>395</u>	\$ <u>718</u>
General Long-Term Obligations Account Group:					
	Accrued Wages and Benefits	\$ <u>20,220</u>	\$ <u>1,001</u>	\$ <u> </u>	\$ <u>21,221</u>
Loans Payable:					
1989	Environmental Protection Agency–Due thru 2007	None	192	27	165
1997	Ohio Department of Development Loan.....	None	4,250	250	4,000
	Total Loans Payable.....	<u>4,442</u>	<u> </u>	<u>277</u>	<u>4,165</u>
Various	Capital Lease Obligations				
	–Due thru 2023.....	<u>2,507</u>	<u> </u>	<u>342</u>	<u>2,165</u>
General Obligation Bonds - Unvoted:					
1983	Building Improvements-Due thru 2004.....	9.375%	4,375	875	3,500
1983	Health Service Facilities-Due thru 2004.....	9.375%	1,850	370	1,480
1983	Auditorium-Due thru 2004	9.375%	875	175	700
1983	Street Improvements-Due thru 2004.....	9.375%	250	50	200
1983	Sanitary Improvements-Due thru 2004.....	9.375%	1,000	200	800
1993	Various Purpose Refunding Bonds-Due thru 2012.....	2.20%-5.25%	42,690	4,675	38,015
1993	Rock and Roll Hall of Fame-Due thru 2018	2.75%-5.65%	10,295	325	9,970
1995	Various Purpose Improvements-Due thru 2015.....	3.75%-5.50%	27,515	2,105	25,410
2000	Capital Improvements-Due thru 2020	4.30%-5.75%	<u>88,850</u>	<u>96,615</u>	<u>96,615</u>
	Total General Obligation Bonds - Unvoted		<u>96,615</u>	<u>8,775</u>	<u>176,690</u>
General Obligation Bonds - Voted:					
1991	Jail II Series – Due thru 2006.....	6.95%-7.05%	5,086		5,086
1993	Jail Facilities and Various Purpose Refunding Bonds				
	–Due thru 2013.....	2.20%-5.25%	<u>43,839</u>	<u>5,130</u>	<u>38,709</u>
	Total General Obligation Bonds - Voted		<u>48,925</u>	<u>5,130</u>	<u>43,795</u>
	Total Tax Supported Bonds.....		<u>137,775</u>	<u>96,615</u>	<u>220,485</u>
Self-Supporting Bonds:					
1976	Sewer Improvement 615A-Due thru 2001.....	6.50%	310	155	155
	Total Self-Supporting Bonds		<u>310</u>	<u>155</u>	<u>155</u>

(CONTINUED)

**COUNTY OF CUYAHOGA, OHIO
NOTES TO FINANCIAL STATEMENTS**

DECEMBER 31, 2000

Year Issued	Interest Rate	Balance January 1	(Amounts in 000's)		Balance December 31	
			Additions	Reductions		
General Long-Term Obligations Account Group (Concluded):						
Revenue Bonds:						
1992	Gateway Economic Development-Due thru 2022.....	Variable	\$ 36,800	\$	\$ 1,600	\$ 35,200
1992	Gateway Economic Development-Due thru 2022.....	8.625%	35,000			35,000
1994	Gateway Economic Development-Due thru 2023.....	4.45%-7.60%	39,875		1,200	38,675
1994	Cleveland Foundation Economic Development					
	-Due thru 2002.....	3.00%	1,379		609	770
1998	Brownfield Economic Redevelopment					
	-Due thru 2018.....	4.91%-6.75%	15,025		440	14,585
2000	Shaker Square Redevelopment-Due thru 2030.....	6.75%		2,855		2,855
	Total Revenue Bonds.....		<u>128,079</u>	<u>2,855</u>	<u>3,849</u>	<u>127,085</u>
	Total Bonds Payable.....		<u>266,164</u>	<u>99,470</u>	<u>17,909</u>	<u>347,725</u>
	Total General Long-Term Obligations Account Group.....		<u>\$293,333</u>	<u>\$100,471</u>	<u>\$18,528</u>	<u>\$ 375,276</u>
Component Unit						
Capital Lease Obligation:						
Various	Equipment Obligations-Due thru 2007.....	4.958%-4.96%	\$ <u>14,640</u>	\$	\$ <u>2,362</u>	\$ <u>12,278</u>
Bonds:						
1997	Hospital Improvement and Refunding					
	Revenue Bonds-Due Thru 2027.....	3.90%-5.80%	65,593	187	3,635	62,145
1997	Hospital Refunding Revenue Bonds-Due thru 2019	4.10%-5.50%	68,078	310	215	68,173
1999	Hospital Improvement Revenue Bonds-Due thru 2029 ..	6.125%-6.15%	<u>56,775</u>	<u>8</u>		<u>56,783</u>
	Total Bonds.....		<u>190,446</u>	<u>505</u>	<u>3,850</u>	<u>187,101</u>
	Total Component Unit.....		<u>\$205,086</u>	<u>\$ 505</u>	<u>\$ 6,212</u>	<u>\$ 199,379</u>

Capital Lease Information: The following summarizes future minimum lease payments under the capital leases, and the present values of net minimum lease payments for the Primary Government at December 31, 2000:

Year	(Amounts in 000's)	
	General Long-Term Obligations Account Group	Internal Service funds
2001.....	\$ 465	\$ 317
2002.....	435	307
2003.....	373	100
2004.....	320	33
2005.....	249	24
2006-2010.....	1,035	
2011-2015.....	654	
2016-2020.....	88	
2021-2023.....	<u>8</u>	
Total Minimum Lease Payments.....	<u>3,627</u>	<u>781</u>
Amount Representing Interest.....	<u>(1,462)</u>	<u>(63)</u>
Present Value of Net Minimum Lease Payments....	\$ <u>2,165</u>	\$ <u>718</u>

**COUNTY OF CUYAHOGA, OHIO
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The following summarizes future minimum payments and the present values of net minimum lease payments for the Component Unit's equipment capital leases at December 31, 2000:

Year	(Amounts in 000's) Equipment Obligation
2001	\$ 3,035
2002	3,035
2003	3,035
2004	2,441
2005	779
Thereafter	<u>1,559</u>
Total Minimum Lease Payments	13,884
Amount Representing Interest	<u>(1,606)</u>
Present Value of Net Minimum Lease Payments	\$ <u>12,278</u>

As of December 31, 2000, the carrying value of the fixed assets recorded as capital leases under the General Fixed Assets Account Group, Internal Service funds and Component Unit were \$27.8 million, \$3 million and \$14.3 million, respectively.

Future Debt Service Requirements: A summary of the County's future debt service requirements for its outstanding long-term bonds, notes and loans payable at December 31, 2000 are as follows:

Due In	Enterprise Funds		General Long-Term Obligations Account Group	
	Principal	Interest	Principal	Interest
2001	\$ 6,928	\$ 835	\$ 19,510	\$ 21,049
2002	459	331	20,086	19,376
2003	477	317	20,738	18,303
2004	490	298	19,257	19,491
2005	510	279	18,561	19,245
2006-2010	2,867	1,087	87,296	85,382
2011-2015	2,609	493	71,672	60,071
2016-2020	1,063	108	71,215	21,631
2021-2025			22,925	3,030
2026-2030			<u>630</u>	<u>122</u>
Totals	\$ <u>15,403</u>	\$ <u>3,748</u>	\$ <u>351,890</u>	\$ <u>267,700</u>

**COUNTY OF CUYAHOGA, OHIO
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Due In	(Amounts in 000's) Component Unit Principal and Interest
2001	\$ 14,774
2002	14,782
2003	14,770
2004	14,769
2005	14,768
Thereafter	<u>306,611</u>
Total	380,474
Amounts representing interest	(182,269)
Unamortized difference between reacquisition price and the net carrying amount of previously defeased debt	(8,850)
Unamortized discount	<u>(2,254)</u>
Present value of net minimum payments	\$ <u>187,101</u>

Component Unit Swap Agreement: In 1999, the Component Unit entered into a 15 year interest rate swap agreement for a notional amount of \$56 million of its fixed rate general obligation bonds. Based on the swap agreement, the Component Unit makes payments calculated at a variable rate equal to the BMA Swap Index to the counterparty to the swap. In return, the counterparty makes payments to the Component Unit based on the fixed rate of 5.41%. Only the net difference in payments is exchanged with the counterparty. The \$56 million in bond principal is not exchanged; it is only the basis on which the interest payments are calculated. The net interest savings for 2000 was \$.7 million. At December 31, 2000, the fair value of the swap agreement based on its current settlement value is \$1.2 million due from the counterparty. No amounts are recorded on the Component Unit's balance sheet for the swap agreement.

Long-Term Bonds: All long-term bonded debt of the Primary Government is retired from the Debt Service fund, except bonds payable from Enterprise funds which will be paid from cash flows generated by these funds. General obligation bonds are secured by the County's ability to levy a voted or unvoted property tax within limitations of Ohio law. Self-supporting bonds, except revenue bonds, are secured by an unvoted property tax levy; however, each appropriate bond indenture provides for principal and interest to be paid from user charges. The revenue bonds are secured by non-tax revenue of the County.

Under the Uniform Bond Act of the Ohio Revised Code, the County has the capacity to issue approximately \$109 million of additional unvoted general obligation debt.

Accrued Wages and Benefits: County employees become eligible to receive one-fourth of their accumulated unpaid sick leave upon retirement after a minimum of ten years of service. Certain agencies may have policies that vary with regard to payment of accrued sick leave upon retirement. Termination of employment must be by retirement to receive accumulated unpaid sick leave. Employees with a minimum of one year of service become vested in accumulated unpaid vacation time. Vacation time may not be accumulated for more than three years. Unused vacation time is payable upon termination of employment. In general, employees are eligible to be paid for unpaid overtime and unused compensatory time upon termination of employment. All sick, vacation, compensatory and overtime payments are made at the employee's current wage rate.

**COUNTY OF CUYAHOGA, OHIO
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The accumulated unpaid sick, vacation, compensatory and overtime hours for which the \$21.2 million liability recorded in the General Long-Term Obligations Account Group at December 31, 2000 was based were as follows:

Type	Hours	Amount (in 000's)
Sick.....	13,981	\$ 240
Vacation.....	1,145,723	19,662
Overtime.....	<u>76,886</u>	<u>1,319</u>
Total.....	<u>1,236,590</u>	\$ <u>21,221</u>

Advance Refunding of General Obligation Bonds: On March 19, 1993, the County issued general obligation bonds amounting to \$140.7 million with interest rates ranging from 2.2% to 5.25%. The issues consisted of voted and unvoted refunding debt as well as new voted debt. The unvoted refunding debt amounted to \$75.4 million, the voted refunding debt amounted to \$49.4 million and the additional voted debt amounted to \$15.9 million. The refunding debt was used to retire outstanding debt of \$115.6 million which consisted of \$49.6 million and \$66 million of voted and unvoted debt, respectively. The County advance refunded the bonds to reduce its total debt service payments over the next 20 years by \$1.5 million and \$2.9 million on voted and unvoted debt, respectively, and to obtain an economic gain (difference between the present values of the debt service payments on the old and new debt) of \$1.2 million and \$2.2 million on voted and unvoted debt, respectively. The aggregate amount of the defeased General Obligation Bonds outstanding at December 31, 2000 is \$42.8 million. The remaining proceeds from the issuance were used to fund various capital projects.

Advance Refunding of Component Unit Bonds: Effective February 1, 1997, the County issued \$70 million of Hospital Improvement and Refunding Revenue Bonds Series 1997 (The MetroHealth System Project). The proceeds of the Series 1997 Bonds were used to refund \$20.9 million of Series 1989 Bonds scheduled to mature on February 15, 2007; to advance refund \$2.4 million, \$2.6 million and \$2.7 million of the Series 1989 Bonds stated to mature on February 15, 1999, February 15, 2000 and February 15, 2001, respectively; to finance the construction of various improvements and additions to the MetroHealth Medical Center; and to pay costs of issuance of the Series 1997 Bonds.

Effective November 1, 1997, the County issued \$77.5 million of Hospital Refunding Revenue Bonds, Series 1997A. The proceeds of the Series 1997A Bonds were used to refund \$73.7 million of Series 1989 Bonds scheduled to mature on February 15, 2019. The 1997 refunding resulted in a difference between the reacquisition price and the net carrying amount of the old debt of \$9.8 million. This unamortized difference (\$8.9 million at December 31, 2000) is reported in the accompanying financial statements as a deduction from long-term debt and is being charged to operations through the year 2019 using the effective interest method.

Other Financial Obligations

Operating Leases: During the year 2000, the County had approximately 80 operating leases for office space and equipment. At December 31, 2000, there were 55 remaining with future obligations. The operating lease agreements range in length from one month to five years. Total rental payments for 2000 amounted to \$7.2 million, of which \$1.1 million was expended from proprietary funds. Rental obligations for the years 2001 through 2005 are \$15.1 million of which \$2.1 million represents the amount to be paid from proprietary funds. Rental payments for the years 2001, 2002, 2003, 2004 and 2005 will be \$5.4 million, \$4.6 million, \$3.5 million, \$1.5 million and \$.1 million, respectively. Operating lease payments are recorded in the period they are paid.

The Hospital has entered into operating lease agreements for a parking facility, medical space and office space which expire through 2011. Certain leases contain rent escalation clauses and renewal options for additional periods ranging from two to five years. Rent expense totaled \$.9 million in 2000. Minimum rental commitments under operating leases extending beyond one year at December 31, 2000 are as follows: 2001- \$1.2 million; 2002 - \$1.3 million; 2003 - \$1.3 million; 2004 - \$1.2 million; 2005 - \$11.4 million, thereafter – \$1 million.

COUNTY OF CUYAHOGA, OHIO

NOTES TO FINANCIAL STATEMENTS

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Gateway Loan Guarantees: The County has guaranteed \$69.4 million of bonded debt issued by Gateway. The guarantee, subject to annual renewal, covers \$38.4 million in Subordinated Tax Bonds supported by an excise tax on cigarettes and alcohol products and \$31 million in Stadium Revenue Bonds supported by luxury seating revenues. As of December 31, 2000, the outstanding balance on the Gateway loan guarantees, including future interest payments, was \$26.4 million on the Subordinated Tax Bonds, due through September 1, 2005, and \$41.1 million on the Stadium Revenue Bonds, due through September 15, 2014. The County has not been required to make any payments on behalf of the Gateway bonds.

Conduit Debt Obligations: Periodically, the County has issued Industrial Development, Hospital Revenue and Mortgage Revenue Bonds to provide financial assistance to private-sector entities for the acquisition and construction of industrial, commercial and hospital facilities deemed to be in the public interest. These bonds are secured by the property financed and are payable solely from payment received on the underlying mortgage loans. The bonds do not constitute a debt or pledge of the full faith and credit of the County and, therefore, are not reported in the financial statements. Upon repayment of the bonds, ownership of the acquired facilities transfers to the private-sector entity served by the bond issuance.

As of December 31, 2000, the aggregate principal amounts outstanding for the Industrial Development, Hospital Revenue and Mortgage Revenue Bonds were \$207.4 million, \$1.4 billion and \$126.3 million, respectively.

NOTE H - Pension and Retirement Plans and Other Post-employment Benefits

Primary Government

PERS PLAN DESCRIPTION: All full-time employees of the County, except teachers employed by the County Board of Mental Retardation, participate in the Public Employees Retirement System of Ohio (PERS). It is a cost-sharing multiple-employer defined benefit pension plan. PERS provides retirement and disability benefits, annual cost of living adjustments, and death benefits to plan members and beneficiaries. Chapter 145 of the Ohio Revised Code assigns the authority to establish and amend benefits to the PERS Board of Trustees. PERS issues a stand-alone financial report. A copy of the report may be obtained by making a written request to the Public Employees Retirement System of Ohio, 277 East Town Street, Columbus, Ohio 43215-4642, or by calling (614) 466-2085.

PERS FUNDING POLICY: The Ohio Revised Code provides statutory authority for employee and employer contributions. Employees are required to contribute 8.5% of covered payroll, except for law enforcement employees, who are required to contribute 9%. The employer contribution rate is 13.55% of covered payroll except for law enforcement which is 16.70%. There was a temporary employer contribution rate rollback effective July 2000 through December 2000. The rates were 8.13% of covered payroll except for law enforcement personnel for which the contribution rate was 14.70%. The total employer contributions from the County to PERS for the years 2000, 1999 and 1998 were \$40.3 million, \$45.2 million and \$42.6 million, respectively, equal to the required contributions for each year.

OPEB BENEFITS PROVIDED THROUGH PERS: In addition to the pension benefits described previously, PERS provides postretirement health care coverage to age and service retirants with 10 or more years of qualifying Ohio service credit. Health care coverage for disability recipients and primary survivor recipients is also 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. The Ohio Revised Code provides statutory authority requiring public employers to fund postretirement health care through their contributions to PERS. The portion of the employer contribution rate used to fund health care for 2000 and 1999 was 4.3% and 4.2%, respectively, of covered payroll. During 2000 and 1999, \$15.7 million and \$14 million, respectively, of the County's total contribution to PERS was used for postretirement benefits. At December 31, 2000, the County was not responsible for paying premiums, contributions, or claims for OPEB under PERS for any retirees, terminated employees or other beneficiaries.

COUNTY OF CUYAHOGA, OHIO

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The OPEB is advance-funded on an actuarially determined basis through employer contributions and investment earnings thereon. The principal assumptions used for the 1999 actuarial computations (latest available) were as follows:

Funding Method: The entry age normal actuarial cost method of valuation is used in determining the present value of OPEB. The difference between assumed and actual experience (actuarial gains and losses) becomes part of the unfunded actuarial accrued liability.

Assets Valuation Method: For actuarial valuation purposes, a smoothed market approach is used. Under this approach assets are adjusted annually to reflect 25% of unrealized market appreciation or depreciation on investment assets.

Investment Return: The investment return assumption for 1999 was 7.75%.

Active Employee Total Payroll: An annual increase of 4.75%, compounded annually, is the base portion of the individual pay increase assumption. This assumes no change in the number of active employees. Additionally, annual pay increases, over and above the 4.75% base increase, were assumed to range from 0.54% to 5.1%.

Health Care: Health care costs were assumed to increase 4.75%.

At December 31, 1999, (latest information available), there were 401,339 active participants contributing to the plan. The County's actuarially required OPEB contribution for 1999 equaled the actual amount contributed to PERS by the County. In addition, at December 31, 1999, the actuarial value of the plan's net assets available for OPEB approximated \$10.8 billion and the actuarial accrued liability and the unfunded actuarial accrued liability, based on the actuarial method used, were \$12.5 billion and \$1.7 billion, respectively.

The contributions allocated to retiree health care, along with investment income on allocated assets and periodic adjustments in health care provisions, are expected to be sufficient to sustain the program indefinitely.

STRS PLAN DESCRIPTION: Teachers employed by the County Board of Mental Retardation (CBMR) participate in the State Teachers Retirement System Of Ohio (STRS). It is a cost-sharing multiple-employer defined benefit pension plan. STRS provides retirement and disability benefits, annual cost of living adjustments and death benefits to plan members and beneficiaries. Chapter 3307 of the Ohio Revised Code assigns the authority to establish and amend benefits to the STRS Board of Trustees. STRS issues a stand-alone financial report. A copy of the report may be obtained by making a written request to the State Teachers Retirement System of Ohio, 275 East Broad Street, Columbus, Ohio 43215-3771 or by calling (614) 227-4090.

STRS FUNDING POLICY: The Ohio Revised Code provides statutory authority for employee and employer contributions. Employees are required to contribute 9.3% of covered payroll. The employer contribution rate is 14% of annual covered payroll. The employer contributions from the County Board of Mental Retardation to STRS for the years 2000, 1999 and 1998 were \$1.9 million, \$1.8 million and \$1.7 million, respectively, equal to the required contributions for each year.

OPEB: STRS also provides other postemployment benefits (OPEB) to plan members. The qualifications required to receive benefits replicate PERS. STRS has established a Health Care Reserve fund to accumulate monies for OPEB. The portion of the employer contribution rate allocated to the Health Care Reserve fund was 8% of covered payroll through June 30, 2000 and 4.5% thereafter. The County's contributions for OPEB for the years 2000, 1999 and 1998 were \$1.1 million, \$1 million and \$.7 million, respectively, equal to the required contributions for each year.

The balance in the Health Care Reserve Fund was \$3.4 billion at June 30, 2000 (latest information available). For the year ended June 30, 2000, the net health care costs paid by STRS were \$283.1 million and there were 99,011 eligible recipients.

COUNTY OF CUYAHOGA, OHIO

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Component Unit

Retirement and OPEB benefits for Hospital employees are provided through PERS in the same manner as employees of the County's primary government. The Hospital's total contributions to PERS for the years 2000, 1999 and 1998 were \$24.3 million, \$28.8 million and \$26.8 million, respectively, equal to the required contributions for each year. The portion of the Hospital's total contribution to PERS which was used to fund OPEB for the years 2000 and 1999 was \$9.5 million and \$8.9 million, respectively.

NOTE I - Deficit Balances

At December 31, 2000, the County Airport, Cuyahoga County Information System and Communications funds had retained earnings deficits of \$.8 million, \$.1 million and \$1.1 million, respectively. The County Airport and County Information System funds are Enterprise funds and the Communications fund is an Internal Service fund. The deficits will be eliminated through adjustment of the related fee schedules and subsidies from the General fund, as necessary.

NOTE J - Fund Equity

Reserves and Designations: The County segregates fund balances using two different account categories; reserved and designated. Two general types of reserved fund balance accounts are used. The first type indicates the portion of fund balance which is legally segregated for a specific future use. The second type indicates the portion of fund balance which does not represent available, spendable resources and is, therefore, not eligible to fund current year expenditures. Designations indicate the portion of the unreserved fund balance which management has earmarked for a specific future use. Designations are not legal segregations.

Reserve accounts used by the County include:

Reserved for Restricted Assets: This account represents the portion of fund equity that includes grants and contributions made to the Hospital (Component Unit) which have been restricted by donors or grantees for specific purposes and assets for which the Hospital serves in a custodial nature. At December 31, 2000, the balance in this account was \$5.7 million. Earnings on investments of these assets are included in restricted assets unless such earnings are not restricted by donors.

This account also represents the portion of the General fund's equity that includes certificates of deposit that support the County's Housing Enhancement Loan Program (H.E.L.P.) and the unspent proceeds of the County's Brownfield Economic Redevelopment bonds. At December 31, 2000, the balance in this account was \$35.9 million of which \$23.4 million represents the fund equity related to the certificates of deposit and \$12.5 million represents the fund equity related to the Brownfield Redevelopment bond proceeds.

Reserved for Loans: This account is used to separate the portion of fund equity that pertains to long-term loans receivable and is not available for current expenditure. At December 31, 2000 \$15.3 million has been reserved for loan repayments.

Reserved for Debt Service: This account is used to separate the portion of fund equity that must be used to pay for the current portion of principal and interest on County bonds. At December 31, 2000 \$13.8 million has been reserved for debt service.

Designation accounts used by the County include:

Designated for Self-Insurance: This account is used to designate resources which management has earmarked to fund any claims or judgements against the County which are not covered by insurance. At December 31, 2000, \$1 million has been designated for self-insurance.

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Designated for Proprietary Funds: This account is used to designate resources which management has earmarked to retire outstanding Enterprise and Internal Service funds' deficits. At December 31, 2000, \$2 million has been designated for future Enterprise and Internal Service funds' subsidies.

NOTE K - Risk Management and Other Contingencies

Primary Government

Litigation and Claims: There are certain pending and threatened lawsuits and other claims against the County. The County's management, after consultation with the County Prosecutor, is of the opinion that the potential uninsured claims against the County are not material to the County's combined financial statements.

Contingencies Under Grant Programs: The County participates in a number of Federal and State assisted grant programs. These programs are subject to financial and compliance audits by grantors or their representatives. The County believes that disallowed claims, if any, will not have a material adverse effect on the County's financial position.

Self-Insurance: The County has designated \$1 million of the fund balance of the General fund, pursuant to Ohio law, to provide monies for claims and judgements not covered by the various County insurance policies. Settled claims from risks covered by the County's insurance policies have not exceeded the insurance coverage for the past three fiscal years. Actual expenditures for claims and judgements against the County in 2000 and estimates for unsettled claims at December 31, 2000, including those incurred but not reported, were immaterial. The County is also self-insured with respect to unemployment and workers' compensation benefits. Self-insurance expenditures were immaterial for unemployment compensation in 2000. Since 1992, the County has maintained an Internal Service fund for its self-insured workers' compensation benefits administered through a retrospective rating plan with the State of Ohio. Prior to 1992, the County was fully insured for workers' compensation benefits. The County uses a payroll-based rate to charge its various funds for workers' compensation benefits. These charges are contributed into the Self-Funded Workers' Compensation fund and are based on estimates needed to pay current claims and establish a reserve for claims incurred but not reported. Changes to the estimated claims payable recorded in the Self-Funded Workers' Compensation fund during the years ended December 31, 2000 and 1999 were:

(Amounts in 000's)		
Estimated Claims Payable	2000	1999
Estimated claims payable beginning of year	\$ 33,252	\$ 31,805
Plus: Current year claims and changes in estimates	(13,047)	6,947
Less: Claim payments ⁽¹⁾	<u>1,378</u>	<u>5,500</u>
Estimated claims payable end of year	<u>\$ 18,827</u>	<u>\$ 33,252</u>
(1) The 2000 amount is net of a \$2 million one-time, state-wide dividend credit the Ohio Bureau of Workers' Compensation allowed the County to offset against its claim payments during that year only.		

Uncertainties associated with estimates of workers' compensation liabilities can often result in wide ranges of reasonably possible estimates. Estimates developed in the year a claim occurs can vary significantly. Normally, a finite estimate of cost for a specific claim does not become fixed and determinable until a determination of the benefit award is made by the Ohio Bureau of Workers' Compensation. This can occur several years after an injury occurs and a claim is filed. During 2000, the County reduced its estimated workers' compensation liability recorded in prior years by approximately \$17.6 million based on the recommendation of an independent actuary. Since the County entered the retrospective rating program in 1992, it had recorded its best estimate of the liability each year without the assistance of an actuary. The passage of time since the County's entry into the retrospective program has provided sufficient historical information to enable the County's previous liability estimates to be refined and an actuary was consulted to assist in this process. Nevertheless, there is no assurance that additional costs greater than the amount accrued at December 31, 2000 will not be incurred or that changes in workers' compensation laws or their interpretation will not require that additional amounts be spent.

**COUNTY OF CUYAHOGA, OHIO
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Special Termination Benefits: The State of Ohio has granted statutory authority enabling Ohio public employers to establish early retirement incentive programs. In conjunction with this program, the County Board of Mental Retardation (CBMR) adopted a plan in 1999, which allows for participation by eligible CBMR employees in such a program. The plan is in effect for the period July 1, 2000 through June 30, 2002 during which time eligible employees may elect to retire in exchange for the County paying the necessary amount to PERS and STRS (see Note H) to enable the individuals to receive full retirements benefits under these plans. In 2000, \$.6 million was paid to PERS and STRS. Because CBMR pays these costs when incurred, there are no amounts recorded as a liability in the accompanying combined balance sheet.

Component Unit

Self-Insurance: The Hospital is self-insured for professional and patient care third party liability and workers' compensation benefits. For the professional and patient care liability, professional insurance consultants have been retained to determine funding requirements. Amounts funded for professional and patient care have been placed in an irrevocable, self-insurance trust account, which is being administered by a trustee.

Losses from asserted claims and from unasserted claims identified under the Hospital's incident reporting system are accrued based on estimates that incorporate the Hospital's past experience, as well as other considerations including the nature of each claim or incident and relevant trend factors. The reserve for estimated self-insured claims includes estimates of the ultimate costs for both reported claims and claims incurred but not reported, discounted at a rate of 6%. The changes in the reserve were as follows:

	(Amounts in 000's)	
Estimated Claims Payable	2000	1999
Estimated claims payable beginning of year	\$ 24,987	\$ 32,335
Plus: Current year claims and changes in estimates	16,577	1,643
Less: Claim payments	<u>11,879</u>	<u>8,991</u>
Estimated claims payable end of year	<u>\$ 29,685</u>	<u>\$ 24,987</u>

NOTE L - Encumbrances

Encumbrance accounting is employed in all County funds during the normal course of operations for purchase orders and contract-related expenditures/expenses. Encumbrances outstanding at year-end are closed to unreserved fund balance/retained earnings and are re-encumbered at the beginning of the succeeding year.

At December 31, 2000, encumbrances outstanding in Governmental funds and Proprietary funds which were reappropriated in the 2001 budget were:

Fund Type	(Amounts in 000's)
General fund	\$ 28,518
Special Revenue funds	141,162
Capital Projects fund	87,528
Enterprise funds	6,341
Internal Service funds	<u>14,932</u>
Total	<u>\$ 278,481</u>

**COUNTY OF CUYAHOGA, OHIO
NOTES TO FINANCIAL STATEMENTS**

DECEMBER 31, 2000

On a GAAP basis, a portion of these encumbrances represented liabilities of the County. At December 31, 2000, encumbrances recorded as liabilities were:

Fund Type	(Amounts in 000's)
General fund	\$ 2,052
Special Revenue funds	16,832
Capital Projects fund	2,554
Enterprise funds	750
Internal Service funds.....	<u>2,678</u>
Total	<u>\$ 24,866</u>

NOTE M - Property Tax Revenues

Property taxes include amounts levied against real, tangible (used in business) and public utility property. The assessed value upon which the 2000 tax collection was based follows:

Property Type	(Amounts in 000's)
Real property	\$ 21,493,369
Personal tangible property	2,916,480
Tangible public utility property.....	<u>1,223,332</u>
Total assessed value	<u>\$ 25,633,181</u>

Ohio law prohibits taxation of property from all taxing authorities in excess of 10 mills of assessed value without a vote of the people. Presently, the County levies 1.45 mills of the first 10 mills of assessed value of which .58 is designated for debt service and the remainder is credited to the County's General fund. In addition to the 1.45 mills, 9.37 mills have been levied based upon mills voted for debt service, mental retardation, health and human services and health and welfare. A summary of voted millage follows:

Purpose	Voter Authorized Rate (1)	Rates Levied for Current Year Collection (2)		Final Collection Year
		Agricultural/ Residential	Commercial/ Industrial	
Debt service	\$.27	\$.27	\$.27	2013
Mental retardation ⁽³⁾	3.00	2.76	2.91	2000
Health and human services.....	3.00	2.04	2.45	2004
Health and welfare.....	<u>3.10</u>	<u>3.09</u>	<u>3.09</u>	2003
Total voted millage.....	<u>\$ 9.37</u>	<u>\$ 8.16</u>	<u>\$ 8.72</u>	

(1) In mills per \$1,000 of assessed valuation.
(2) Ohio law provides for a credit to certain voted levies to offset inflation in the value of real property. The mental retardation, health and human services and health and welfare levies are subject to this credit.
(3) The County's electors have voted to increase the mental retardation levy to 3.90 mills, which will be collected during the years 2001 through 2005.

COUNTY OF CUYAHOGA, OHIO

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2000

Real property taxes are levied each December on the assessed values as of the preceding January 1st, the lien date. Assessed values are established the preceding year by the County Auditor at 35% of appraised market value. A revaluation of real property is required to be completed no less than every six years, with a statistical update every third year. The most recent revaluation was completed in 2000. Public utility property taxes are assessed on tangible personal property, as well as land and land improvements at true value, which is, in general, net book value. Tangible property is assessed at 25% of true value except for inventories which are assessed at 25% of average value. Personal property (other than public utility property) taxes are levied in October of the preceding calendar year based on tax rates determined in the preceding year and assessed values determined at the close of the most recent fiscal year of the taxpayer that ended on or before March 31 of the current calendar year. Under Ohio law, personal property taxes do not attach as a lien on the personal property. Public utility real and tangible personal property taxes collected in one calendar year are levied in October of the preceding calendar year on assessed values determined as of January 1 of that preceding year, the lien date.

The County Treasurer bills and collects property taxes on behalf of all taxing districts in Cuyahoga County including the County. Taxes are payable semi-annually. The County's practice is to extend the statutory due dates to January and July. Unpaid taxes become delinquent after December 31 of the year they are due. Foreclosure proceedings may be initiated by the County Prosecutor if delinquent taxes are not paid within one year.

The County Auditor periodically remits portions of the taxes collected to all taxing districts. The final settlements of real and public utility property taxes are made in June and November and tangible taxes in July and December for the first and second halves of the year, respectively.

The County accrues property taxes as receivables since they can be measured and recorded when levied. The receivables are also recorded as deferred revenue since they are collected in advance of the year for which they are levied. Property taxes are recognized as revenue in the year for which they are levied.

Property tax revenues were recorded in the following funds in 2000:

Fund Type	(Amounts in 000's)
General fund	\$ 19,328
Special Revenue funds	194,398
Debt Service fund.....	<u>18,958</u>
Total property tax revenues	\$ <u>232,684</u>

Property tax revenues include levies collected from both the current levy and delinquent levies. The cumulative delinquency as of December 31, 2000 for all county levies, which include the Metroparks, Cuyahoga Community College and the Port Authority, which are not in the County's reporting entity, was \$35 million. The cumulative delinquency as of December 31, 2000 for Cuyahoga County was \$25.5 million. The delinquent property tax revenue was not recorded in the financial statements due to the uncertainty of collection. Recording the delinquency would not have an impact on the fund balances of the County since it would be offset by a reserve for doubtful accounts.

The delinquent property taxes described above do not include certain receivables that have been sold to a third party. Since 1998, the County has sold, on a nonrecourse basis, certain qualifying, delinquent real estate tax receivables, along with the related liens, to a third party in exchange for cash payments that approximated the face value of the receivables. In connection with the sale of the receivables, the third party obtained the right to foreclose on the related properties, as well as charge interest and certain fees on the delinquent amounts. The cash payments received by the County were credited to the County's Undivided Tax Agency fund and distributed to the various taxing districts within the County (including the County) in the same manner as if the delinquent receivables had been collected directly from the taxpayers.

**COUNTY OF CUYAHOGA, OHIO
NOTES TO FINANCIAL STATEMENTS**

DECEMBER 31, 2000

NOTE N - Segment Information for Enterprise Funds and Component Unit

The County maintains four Enterprise funds which provide sanitary sewer, airport, parking, and regional crime information services. The County also has a component unit which operates as a hospital (see Note A). Segment information for the year ended December 31, 2000, follows:

	(Amounts in 000's)					
	Sanitary Engineer	County Airport	Huntington Park Garage	Cuyahoga County Information System	Total Enterprise Funds	Component Unit
Operating revenues	\$ 9,668	\$ 880	\$ 2,479	\$ 1,997	\$ 15,024	\$ 405,020
Operating expenses						
before depreciation.....	7,541	1,145	1,443	3,827	13,956	434,191
Depreciation	<u>1,265</u>	<u>437</u>	<u>147</u>	<u>1</u>	<u>1,850</u>	<u>27,152</u>
Operating income(loss).....	862	(702)	889	(1,831)	(782)	(56,323)
Nonoperating revenues(expenses)						
other than grants-net	(244)				(244)	9,043
Operating grants		7			7	5,914
Operating transfers in						25,850
Operating transfers out	—	—	(922)	—	(922)	—
Net income(loss).....	618	(695)	(33)	(1,831)	(1,941)	(15,516)
Current capital contributions	2,486				2,486	
Property, plant and equipment:						
Additions	3,894	203	47		4,144	33,634
Dispositions	55				55	2,130
Net working capital.....	2,523	(79)	346	(99)	2,691	7,549
Total assets.....	44,743	9,192	2,208	242	56,385	574,568
Bonds and other long-term liabilities:						
Payable from operating revenues	9,142				9,142	243,173
Total fund equity.....	26,658	8,933	2,080	(94)	37,577	243,491

COUNTY OF CUYAHOGA, OHIO
NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2000

NOTE O – Other Intergovernmental Revenue

A summary of the principal components of other intergovernmental revenue for the year ended December 31, 2000 follows:

Fund Type	(Amounts in 000's)
General fund:	
State Public Defender reimbursement	\$ 6,305
State property tax reimbursement.....	3,150
Other.....	<u>443</u>
Total General fund	\$ <u>9,898</u>
Special Revenue funds:	
U.S. Department of Housing and Urban Development.....	\$ 17,975
U.S. Department of Justice.....	9,337
U.S. Department of Labor	3,037
Federal and State mental health and retardation.....	135,791
Ohio Department of Alcohol and Drug Addiction Services.....	23,835
Ohio Department of Job and Family Services	382,957
Ohio Department of Rehabilitation and Corrections.....	8,478
Ohio Department of Transportation.....	560
Ohio Department of Youth Services.....	807
State property tax reimbursement.....	14,887
Other.....	<u>3,447</u>
Total Special Revenue funds	\$ <u>601,111</u>
Debt Service fund:	
State property tax reimbursement.....	\$ <u>3,331</u>
Capital Projects fund:	
Ohio Department of Job and Family Services	\$ 1,575
Ohio Department of Mental Retardation.....	927
Ohio Department of Transportation	8,794
Other	<u>1,221</u>
Total Capital Projects fund.....	\$ <u>12,517</u>

NOTE P - Interfund Transactions

During the normal course of operations, the County has numerous transactions between funds which include operating and residual equity transfers. Operating transfers are transfers of resources from a fund receiving revenue to a fund through which those resources will be expended. Residual equity transfers are non-routine, non-recurring transfers of equity between funds, usually transfers of residual balances of discontinued funds.

Operating transfers are recorded as other financing sources (uses) in Governmental funds and as nonoperating revenues (expenses) in Proprietary funds. Residual equity transfers are recorded separately as an adjustment to beginning fund balance in Governmental funds and as an adjustment to contributed capital or retained earnings, as appropriate, for Proprietary funds.

**COUNTY OF CUYAHOGA, OHIO
NOTES TO FINANCIAL STATEMENTS**

DECEMBER 31, 2000

A summary of interfund transfers by fund type follows for the year ended December 31, 2000:

Fund Type Transfer To	(Amounts in 000's) Transfer From					Total
	General	Special Revenue	Capital Projects	Enterprise	Internal Services	
Operating Transfers:						
General	\$	\$ 938	\$	\$	\$	\$ 938
Special Revenue	25,494	83,300				108,794
Debt Service	9,525			922		10,447
Capital Projects	11,351	5,013			130	16,494
Internal Service	214					214
Component Unit	<u>8,943</u>	<u>16,907</u>	-	-	-	<u>25,850</u>
Total Operating Transfers	\$ <u>55,527</u>	\$ <u>106,158</u>	\$ <u>0</u>	\$ <u>922</u>	\$ <u>130</u>	\$ <u>162,737</u>
Residual Equity Transfers:						
Special Revenue	\$	\$ 4,560	\$	\$	\$	\$ 4,560
Debt Service			14			14
Capital Projects	<u>245</u>	-	-	-	-	<u>245</u>
Total Residual Equity	\$ <u>245</u>	\$ <u>4,560</u>	\$ <u>14</u>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>4,819</u>

NOTE Q - Transactions with Gateway

In 1990, the County, the city of Cleveland and Gateway Economic Development Corporation of Greater Cleveland (Gateway) entered into a three party agreement which authorized Gateway to construct, own and provide for the operation of a sports facility which included a baseball stadium, an arena and a joint development site. Gateway was incorporated on May 31, 1990 and is a governmental not-for-profit corporation legally separate from any other entity.

The County and Gateway also entered into a revolving loan agreement whereby the County agreed to issue bonds and loan the bond proceeds to Gateway to pay arena construction costs. As part of this agreement, the County issued taxable Economic Development Revenue Bonds of \$75 million on September 24, 1992 and \$45 million on February 1, 1994. At December 31, 2000, the County has \$108.9 million of debt outstanding relating to these bond issues (See Note G).

The amount due from Gateway under the revolving loan agreement is \$168 million at December 31, 2000, including unpaid accrued interest. During 2000, Gateway repaid the County almost \$2 million and the remaining amount is fully reserved due to the uncertainty of the repayment from Gateway.

The County, Gateway and the Convention and Visitors Bureau of Greater Cleveland (the Bureau) entered into a cooperative agreement on September 15, 1992, which included a provision that allowed a credit to be given to Gateway for the incremental amount the Bureau receives from the County Transient Occupancy Tax to use as payment to the County for the bonds issued. This agreement was amended on December 22, 1998 to redefine the annual incremental credit and to provide for the deposit by the Bureau for the years 1994 through 1998. The County received \$1 million from this agreement during the year ended December 31, 1999. The County will receive \$.2 million during each subsequent year, subject to certain adjustments. The County received \$.2 million the year ended December 31, 2000.

The County has also guaranteed the repayment of certain bonds issued to Gateway. See Note G for the details of the County's guarantee.

COUNTY OF CUYAHOGA, OHIO
NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2000

NOTE R – Loans

Loans receivable represent economic development and property rehabilitation loans outstanding under the Federal Community Development Block Grant (CDBG) and various other grant and development programs. The loans are either non-interest bearing or have below market interest rates and are made to qualifying citizens and businesses for rehabilitation of real property within the County. The loans are secured by mortgages against the individual properties and generally have various repayment terms which may extend over several years.

NOTE S – Subsequent Event

In May 2001, the Board of County Commissioners authorized the purchase of additional service credit for certain employees close to retirement as incentive to retire early. The Early Retirement Incentive Program (ERIP) was approved for participating departments and agencies of the County by agreement with the County Commissioners. The program limits the amount of wages and benefits that can be paid to replacement employees to 40% of the funds previously expended for wages and benefits for the employees who participate in the buyout. It is estimated that up to 973 of the target group (employees with service of 20 years or more) will participate in the ERIP at a maximum cost of \$111 million with maximum anticipated net savings (in excess of the additional cost) of approximately \$44.9 million over 5 years.

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Financial Section

PART II

COMBINING FINANCIAL STATEMENTS AND SCHEDULES

Combining financial statements are presented for individual funds within the Special Revenue, Enterprise, Internal Service and Agency funds. Schedules of financial activity are also presented for the General Fixed Asset Account Group.

The General fund, Debt Service fund and Capital Projects fund are each reported in a single fund and, therefore, do not require presentation of financial statements below the combined level. However, comparative financial statements are presented for the General fund and Capital Projects fund.

**COUNTY OF CUYAHOGA, OHIO
GENERAL FUND
COMPARATIVE FINANCIAL STATEMENTS**

THE GENERAL FUND IS ESTABLISHED TO
ACCOUNT FOR ALL FINANCIAL RESOURCES EXCEPT
THOSE REQUIRED TO BE ACCOUNTED FOR
IN ANOTHER FUND.

**COUNTY OF CUYAHOGA, OHIO
COMPARATIVE BALANCE SHEET
GENERAL FUND**

(Amounts in 000's)

	December 31,	
	2000	1999
ASSETS		
Equity in pooled cash and investments.....	\$ 78,657	\$ 47,474
Receivables:		
Taxes.....	26,132	24,885
Accounts.....	1,219	320
Loans.....	1,000	
Due from other funds.....	86,805	120,610
Due from other governments.....	7,277	7,455
Restricted assets - cash and investments.....	35,880	15,465
TOTAL ASSETS.....	\$ 236,970	\$ 216,209
LIABILITIES		
Accounts payable.....	\$ 4,450	\$ 3,462
Deferred revenue.....	23,935	19,605
Due to other funds.....	2,923	3,668
Accrued wages and benefits.....	5,627	5,661
TOTAL LIABILITIES.....	36,935	32,396
FUND BALANCE		
Reserved for restricted assets.....	35,880	15,465
Reserved for loans.....	1,000	
Reserved for debt service.....	9,834	8,746
Unreserved:		
Designated for self-insurance.....	1,000	2,000
Designated for proprietary funds.....	1,998	2,475
Undesignated.....	150,323	155,127
TOTAL FUND EQUITY.....	200,035	183,813
TOTAL LIABILITIES AND FUND EQUITY.....	\$ 236,970	\$ 216,209

COUNTY OF CUYAHOGA, OHIO
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
GENERAL FUND

(Amounts in 000's)

	Years Ended December 31,	
	2000	1999
REVENUES		
Property taxes	\$ 19,328	\$ 22,064
Sales and use tax.....	161,910	151,304
Other tax	10	12
State local government fund.....	40,967	39,841
Licenses and permits	124	128
Charges for services	56,050	47,291
Fines and forfeitures	5,804	6,091
Investment earnings	38,077	18,005
Other intergovernmental	9,898	9,276
Miscellaneous	5,288	2,135
TOTAL REVENUES	337,456	296,147
EXPENDITURES		
Current:		
General government	49,033	43,687
Judicial.....	199,330	190,700
Development	5,845	1,629
Social services	9,650	6,284
Health and safety.....	1,307	692
Miscellaneous.....	1,235	1,550
TOTAL EXPENDITURES.....	266,400	244,542
EXCESS OF REVENUES OVER		
EXPENDITURES.....	71,056	51,605
OTHER FINANCING SOURCES(USES)		
Operating transfers in	938	10,894
Operating transfers out:		
Component unit	(8,943)	
Debt retirement.....	(9,525)	(9,997)
Other.....	(37,059)	(9,955)
Bond proceeds with trustee.....		15,465
NET OTHER FINANCING SOURCES(USES)	(54,589)	6,407
EXCESS OF REVENUES AND		
OTHER FINANCING SOURCES OVER		
EXPENDITURES AND OTHER FINANCING USES.....	16,467	58,012
FUND BALANCE AT		
BEGINNING OF YEAR	183,813	125,801
RESIDUAL EQUITY TRANSFERS OUT.....	(245)	
FUND BALANCE AT		
END OF YEAR.....	\$ 200,035	\$ 183,813

**COUNTY OF CUYAHOGA, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
GENERAL FUND
(NON-GAAP BUDGETARY BASIS)**

**FOR THE YEAR ENDED DECEMBER 31, 2000
(Amounts in 000's)**

	General Fund		
	Revised Budget	Actual	Variance- Favorable (Unfavorable)
REVENUES			
Property taxes	\$ 19,104	\$ 19,328	\$ 224
Sales and use tax	159,300	160,664	1,364
Other tax	1,364	10	(1,354)
State local government fund.....	40,004	40,922	918
Licenses and permits	154	124	(30)
Charges for services	50,225	55,070	4,845
Fines and forfeitures	6,050	5,458	(592)
Investment earnings	23,200	26,325	3,125
Other intergovernmental	9,744	10,257	513
Miscellaneous	3,782	3,783	1
TOTAL REVENUES	312,927	321,941	9,014
EXPENDITURES			
Current:			
GENERAL GOVERNMENT			
Vital Statistics			
Other	24	20	4
Total Vital Statistics.....	24	20	4
Bureau of Inspection			
Other	369	243	126
Total Bureau of Inspection	369	243	126
Auditor			
Personnel	5,037	5,006	31
Other	4,869	4,615	254
Capital.....	73	17	56
Total Auditor.....	9,979	9,638	341
Board of Elections			
Personnel	5,766	5,759	7
Other	5,392	5,180	212
Capital.....	148	47	101
Total Board of Elections	11,306	10,986	320
County Commissioners			
Personnel	965	965	
Other	397	326	71
Capital.....	11	11	
Total County Commissioners.....	1,373	1,302	71

(Continued)

COUNTY OF CUYAHOGA, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
GENERAL FUND
(NON-GAAP BUDGETARY BASIS)

FOR THE YEAR ENDED DECEMBER 31, 2000
(Amounts in 000's)

	General Fund		
	Revised Budget	Actual	Variance- Favorable (Unfavorable)
County Administrator			
Personnel	872	785	87
Other	1,026	870	156
Capital	26	10	16
Total County Administrator	<u>1,924</u>	<u>1,665</u>	<u>259</u>
Human Resources			
Personnel	1,581	1,573	8
Other	3,851	3,220	631
Capital	65	28	37
Total Human Resources	<u>5,497</u>	<u>4,821</u>	<u>676</u>
Employment Relations			
Personnel	699	697	2
Other	533	428	105
Capital	4	3	1
Total Employment Relations	<u>1,236</u>	<u>1,128</u>	<u>108</u>
Benefits			
Personnel	389	389	
Other	325	226	99
Capital	2	2	2
Total Benefits	<u>716</u>	<u>615</u>	<u>101</u>
Labor Relations			
Personnel	353	353	
Other	59	25	34
Capital	3	2	1
Total Labor Relations	<u>415</u>	<u>380</u>	<u>35</u>
Office of Budget and Management			
Personnel	1,029	922	107
Other	3,077	620	2,457
Capital	4	3	1
Total Office of Budget and Management	<u>4,110</u>	<u>1,545</u>	<u>2,565</u>
Clerk of the Board			
Personnel	366	366	
Other	100	78	22
Capital	3	2	1
Total Clerk of the Board	<u>469</u>	<u>446</u>	<u>23</u>

(Continued)

COUNTY OF CUYAHOGA, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
GENERAL FUND
(NON-GAAP BUDGETARY BASIS)

FOR THE YEAR ENDED DECEMBER 31, 2000
(Amounts in 000's)

	General Fund		
	Revised Budget	Actual	Variance- Favorable (Unfavorable)
Procurement and Diversity			
Personnel	834	809	25
Other	1,185	219	966
Capital	8	6	2
Total Procurement and Diversity	<u>2,027</u>	<u>1,034</u>	<u>993</u>
Risk and Property Management			
Personnel	443	344	99
Other	2,788	1,930	858
Capital	22	10	12
Total Risk and Property Management	<u>3,253</u>	<u>2,284</u>	<u>969</u>
Archives			
Personnel	157	153	4
Other	588	521	67
Capital	2	1	1
Total Archives	<u>747</u>	<u>675</u>	<u>72</u>
Recorder			
Personnel	3,886	3,767	119
Other	3,330	2,636	694
Capital	540	508	32
Total Recorder	<u>7,756</u>	<u>6,911</u>	<u>845</u>
Treasurer			
Personnel	3,525	3,445	80
Other	2,061	1,951	110
Capital	14	11	3
Total Treasurer	<u>5,600</u>	<u>5,407</u>	<u>193</u>
Reserve/Contingencies			
Other	7,305	—	7,305
Total Reserve/Contingencies	<u>7,305</u>	<u>—</u>	<u>7,305</u>
TOTAL GENERAL GOVERNMENT	64,106	49,100	15,006
JUDICIAL			
Board and Care of Prisoners			
Other	3,937	2,298	1,639
Total Board and Care of Prisoners	<u>3,937</u>	<u>2,298</u>	<u>1,639</u>

(Continued)

COUNTY OF CUYAHOGA, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
GENERAL FUND
(NON-GAAP BUDGETARY BASIS)

FOR THE YEAR ENDED DECEMBER 31, 2000
(Amounts in 000's)

	General Fund		
	Revised Budget	Actual	Variance- Favorable (Unfavorable)
Court of Appeals			
Personnel	1,142	1,125	17
Other	731	593	138
Capital	31	5	26
Total Court of Appeals	1,904	1,723	181
Clerk of Courts			
Personnel	5,360	5,354	6
Other	3,576	3,296	280
Capital	215	194	21
Total Clerk of Courts	9,151	8,844	307
Court of Common Pleas - Law Library			
Personnel	178	174	4
Other	2		2
Capital	2		2
Total Court of Common Pleas - Law Library	182	174	8
Common Pleas Legal Research			
Other	189	97	92
Total Common Pleas Legal Research	189	97	92
Common Pleas-Judicial Administration			
Personnel	5,456	5,438	18
Other	15,265	14,844	421
Capital	22	20	2
Total Common Pleas-Judicial Administration	20,743	20,302	441
Common Pleas-Referees			
Personnel	657	653	4
Other	198	156	42
Capital	14	2	12
Total Common Pleas-Referees	869	811	58
Common Pleas-Court Services			
Personnel	5,510	5,430	80
Other	565	530	35
Capital	45	19	26
Total Common Pleas-Court Services	6,120	5,979	141
Common Pleas-Probation/Psychiatric			
Personnel	6,240	6,210	30
Other	2,710	1,599	1,111
Capital	81	48	33
Total Common Pleas-Probation/Psychiatric	9,031	7,857	1,174

(Continued)

**COUNTY OF CUYAHOGA, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
GENERAL FUND
(NON-GAAP BUDGETARY BASIS)**

**FOR THE YEAR ENDED DECEMBER 31, 2000
(Amounts in 000's)**

	General Fund		
	Revised Budget	Actual	Variance- Favorable (Unfavorable)
Coroner			
Personnel	3,873	3,846	27
Other	2,010	1,890	120
Capital.....	15	15	
Total Coroner	<u>5,898</u>	<u>5,751</u>	<u>147</u>
Domestic Relations Court			
Personnel	2,510	2,510	
Other	1,241	1,097	144
Capital.....	147	122	25
Total Domestic Relations Court	<u>3,898</u>	<u>3,729</u>	<u>169</u>
Domestic Relations-Bureau of Support			
Personnel	2,520	2,513	7
Other	717	628	89
Capital.....	68	6	62
Total Domestic Relations-Bureau of Support.....	<u>3,305</u>	<u>3,147</u>	<u>158</u>
Justice Affairs Administration			
Personnel	403	400	3
Other	533	363	170
Capital.....	4	1	3
Total Justice Affairs Administration	<u>940</u>	<u>764</u>	<u>176</u>
Justice Affairs-Criminal Justice			
Personnel	370	364	6
Other	463	50	413
Capital.....	2	2	
Total Justice Affairs-Criminal Justice	<u>835</u>	<u>416</u>	<u>419</u>
Witness Victim Services			
Personnel	528	512	16
Other	378	176	202
Capital.....	3	2	1
Total Witness Victim Services	<u>909</u>	<u>690</u>	<u>219</u>
Criminal Justice Intervention Services			
Personnel	74	61	13
Other	104	73	31
Capital.....	2	1	1
Total Criminal Justice Intervention Services	<u>180</u>	<u>135</u>	<u>45</u>

(Continued)

**COUNTY OF CUYAHOGA, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
GENERAL FUND
(NON-GAAP BUDGETARY BASIS)**

**FOR THE YEAR ENDED DECEMBER 31, 2000
(Amounts in 000's)**

	General Fund		
	Revised Budget	Actual	Variance- Favorable (Unfavorable)
Juvenile Court-Administration			
Personnel	2,419	2,402	17
Other	7,491	7,343	148
Capital	18	16	2
Total Juvenile Court-Administration	9,928	9,761	167
Juvenile Court-Legal			
Personnel	5,663	5,649	14
Other	4,507	3,862	645
Capital	20	17	3
Total Juvenile Court-Legal	10,190	9,528	662
Juvenile Court-Probation			
Personnel	5,605	5,568	37
Other	4,995	4,823	172
Capital	23	15	8
Total Juvenile Court-Probation	10,623	10,406	217
Juvenile Court-Child Support			
Personnel	2,368	2,270	98
Other	551	535	16
Capital	9	6	3
Total Juvenile Court-Child Support	2,928	2,811	117
Juvenile Court-Detention Home			
Personnel	6,710	6,688	22
Other	3,748	3,609	139
Capital	50	48	2
Total Juvenile Court-Detention Home	10,508	10,345	163
Municipal Judicial Costs			
Personnel	2,381	2,235	146
Other	415	403	12
Total Municipal Judicial Costs	2,796	2,638	158
Probate Court			
Personnel	4,490	4,217	273
Other	1,511	1,388	123
Capital	67	27	40
Total Probate Court	6,068	5,632	436

(Continued)

**COUNTY OF CUYAHOGA, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
GENERAL FUND
(NON-GAAP BUDGETARY BASIS)**

**FOR THE YEAR ENDED DECEMBER 31, 2000
(Amounts in 000's)**

	General Fund		
	Revised Budget	Actual	Variance- Favorable (Unfavorable)
Public Defender			
Personnel	4,534	4,534	
Other	1,209	883	326
Capital	27	27	27
Total Public Defender	5,770	5,417	353
Prosecutor-General Office			
Personnel	10,996	10,996	
Other	2,699	2,343	356
Capital	65	61	4
Total Prosecutor-General Office	13,760	13,400	360
Prosecutor-Child Support			
Personnel	2,162	2,157	5
Other	165	147	18
Capital	1	1	1
Total Prosecutor-Child Support	2,328	2,304	24
Prosecutor-Children and Family Services			
Personnel	1,932	1,930	2
Other	61	49	12
Capital	17	16	1
Total Prosecutor-Children and Family Services	2,010	1,995	15
Sheriff			
Personnel	45,304	45,304	
Other	13,742	11,480	2,262
Capital	206	195	11
Total Sheriff	59,252	56,979	2,273
Sheriff-Inmate Services			
Personnel	2,990	2,990	
Other	2,738	2,443	295
Capital	10	5	5
Total Sheriff-Inmate Services	5,738	5,438	300
TOTAL JUDICIAL	209,990	199,371	10,619
DEVELOPMENT			
Development-Administration			
Personnel	111	107	4
Capital	2	2	
Total Development-Administration	113	109	4

(Continued)

**COUNTY OF CUYAHOGA, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
GENERAL FUND
(NON-GAAP BUDGETARY BASIS)**

**FOR THE YEAR ENDED DECEMBER 31, 2000
(Amounts in 000's)**

	General Fund		
	Revised Budget	Actual	Variance- Favorable (Unfavorable)
Economic Development			
Personnel	459	459	
Other	1,465	1,347	118
Capital	8	3	5
Total Economic Development	<u>1,932</u>	<u>1,809</u>	<u>123</u>
NOACA			
Other	154	149	5
Total NOACA	<u>154</u>	<u>149</u>	<u>5</u>
Soil Conservation			
Other	102	102	
Total Soil Conservation	<u>102</u>	<u>102</u>	
TOTAL DEVELOPMENT	2,301	2,169	132
SOCIAL SERVICES			
Cooperative Extension			
Other	363	363	
Total Cooperative Extension	<u>363</u>	<u>363</u>	
Graves for Indigents			
Other	8	7	1
Total Graves for Indigents	<u>8</u>	<u>7</u>	<u>1</u>
Children Who Witness Violence			
Personnel	212	161	51
Other	706	301	405
Capital	3	2	1
Total Children Who Witness Violence	<u>921</u>	<u>464</u>	<u>457</u>
Ombudsman Program			
Other	244	244	
Total Ombudsman Program	<u>244</u>	<u>244</u>	
Veterans Service Commission			
Personnel	1,303	1,302	1
Other	7,708	7,089	619
Capital	10	4	6
Total Veterans Service Commission	<u>9,021</u>	<u>8,395</u>	<u>626</u>
TOTAL SOCIAL SERVICES	10,557	9,473	1,084

(Continued)

COUNTY OF CUYAHOGA, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
GENERAL FUND
(NON-GAAP BUDGETARY BASIS)

FOR THE YEAR ENDED DECEMBER 31, 2000
(Amounts in 000's)

	General Fund		
	Revised Budget	Actual	Variance- Favorable (Unfavorable)
HEALTH AND SAFETY			
Agriculture and Apiary Inspection			
Other	2	—	2
Total Agriculture and Apiary Inspection	2	—	2
Treatment Service Division			
Personnel	186	159	27
Other	216	117	99
Capital	2	—	2
Total Treatment Service Division	404	276	128
CECOMS Center			
Personnel	522	521	1
Other	487	355	132
Capital	4	—	4
Total CECOMS Center	1,013	876	137
Hospital Operations			
Other	224	224	—
Total Hospital Operations	224	224	—
TOTAL HEALTH AND SAFETY	1,643	1,376	267
MISCELLANEOUS			
Agricultural Society			
Other	78	78	—
Total Agricultural Society	78	78	—
Memorial Day Allowances			
Other	50	50	—
Total Memorial Day Allowances	50	50	—
Soldiers and Sailors Monument			
Personnel	68	66	2
Other	30	27	3
Total Soldiers and Sailors Monument	98	93	5
Cuyahoga County School District			
Other	100	100	—
Total Cuyahoga County School District	100	100	—

(Continued)

**COUNTY OF CUYAHOGA, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
GENERAL FUND
(NON-GAAP BUDGETARY BASIS)**

**FOR THE YEAR ENDED DECEMBER 31, 2000
(Amounts in 000's)**

	General Fund		
	Revised Budget	Actual	Variance- Favorable (Unfavorable)
Self Insurance			
Other	2,000	81	1,919
Total Self Insurance	<u>2,000</u>	<u>81</u>	<u>1,919</u>
Miscellaneous			
Personnel	3,302		3,302
Other	2,330	576	1,754
Total Miscellaneous	<u>5,632</u>	<u>576</u>	<u>5,056</u>
Data Systems Development			
Other	770		770
Total Data Systems Development	<u>770</u>		<u>770</u>
TOTAL MISCELLANEOUS	<u>8,728</u>	<u>978</u>	<u>7,750</u>
TOTAL EXPENDITURES.....	<u>297,325</u>	<u>262,467</u>	<u>34,858</u>
EXCESS OF REVENUES OVER EXPENDITURES	15,602	59,474	43,872
OTHER FINANCING SOURCES (USES)			
Operating transfers in		938	938
Operating transfers out:			
Component unit	(8,943)	(8,943)	
Debt retirement.....	(9,540)	(9,525)	15
Other	(36,941)	(36,742)	199
NET OTHER FINANCING USES	<u>(55,424)</u>	<u>(54,272)</u>	<u>1,152</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	(39,822)	5,202	45,024
FUND BALANCE AT BEGINNING OF YEAR	148,046	148,046	
RESIDUAL EQUITY TRANSFERS OUT.....		(245)	(245)
FUND BALANCE AT END OF YEAR	<u>\$ 108,224</u>	<u>\$ 153,003</u>	<u>\$ 44,779</u>

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**COUNTY OF CUYAHOGA, OHIO
SPECIAL REVENUE FUNDS
COMBINING FINANCIAL STATEMENTS**

SPECIAL REVENUE FUNDS ARE USED TO ACCOUNT FOR SPECIFIC GOVERNMENTAL REVENUES (OTHER THAN MAJOR CAPITAL PROJECTS) REQUIRING SEPARATE ACCOUNTING BECAUSE OF LEGAL OR REGULATORY PROVISIONS OR ADMINISTRATIVE ACTION AND EXPENDITURES FOR SPECIFIED PURPOSE.

Human Services	To account for revenue from the Federal, State and County governments and expenditures used to provide entitlement services, senior and adult programs, children and family services and employment services to eligible county residents.
Health and Human Services Levies	To account for revenue from Health and Human Service Levies. Levies and expenditures are determined by policies of the Board of County Commissioners.
Motor Vehicle Gas Tax	To account for Motor Vehicle Gas Tax federal and state revenues which are distributed to various municipalities and townships for repair and building of streets and bridges.
County Board of Mental Retardation	To account for revenues primarily from the State and the special mental retardation levy and expenditures thereof which are used for the benefit of the mentally retarded and developmentally disabled.
Health and Community Services	To account for revenues from the Federal, State and County governments and expenditures thereof as prescribed under the various health and community service functions including mental health and alcohol and drug programs.
Job Training Partnership Act	To account for revenue from the Federal government and expenditures as prescribed under the Job Training Partnership Act.
Community Development	To account for revenue from the Federal government and expenditures as prescribed under the Community Development Block Grant Program and Housing and Urban Development Programs (HUD).
Other	To account for miscellaneous special revenue grants received by the county. Health and Community Services Grants have been combined with this special revenue fund.

**COUNTY OF CUYAHOGA, OHIO
COMBINING BALANCE SHEET
ALL SPECIAL REVENUE FUNDS**

**DECEMBER 31, 2000
(Amounts in 000's)**

	Budgeted Annually					Total Annually Budgeted Funds
	Human Services	Health and Human Services Levies	Motor Vehicle Gas Tax	County Board of Mental Retardation	Health and Community Services	
ASSETS						
Equity in pooled cash and investments	\$	\$	\$ 26,323	\$ 6,944	\$ 56,932	\$ 90,199
Accounts receivable			121		474	595
Loans receivable						
Due from other funds		162,803	1,811	92,504	11,694	268,812
Due from other governments	101,119		2,255	3,498	16,572	123,444
TOTAL ASSETS	\$ 101,119	\$ 162,803	\$ 30,510	\$ 102,946	\$ 85,672	\$ 483,050
LIABILITIES						
Accounts payable	\$ 18,948	\$	\$ 1,187	\$ 3,450	\$ 25,307	\$ 48,892
Deferred revenue		123,765		92,139	11,600	227,504
Due to other funds	78,126	136	155	898	11,254	90,569
Accrued wages and benefits	4,045		518	2,440	1,369	8,372
TOTAL LIABILITIES	101,119	123,901	1,860	98,927	49,530	375,337
FUND BALANCE						
Reserved for loans						
Unreserved:						
Undesignated		38,902	28,650	4,019	36,142	107,713
TOTAL FUND BALANCE		38,902	28,650	4,019	36,142	107,713
TOTAL LIABILITIES AND FUND EQUITY	\$ 101,119	\$ 162,803	\$ 30,510	\$ 102,946	\$ 85,672	\$ 483,050

Multi-Year Budgeted

Job Training Partnership Act	Community Development	Other	Total Multi-Year Budgeted Funds	2000 Totals	1999 Totals
\$ 151	\$	\$ 3,542	\$ 3,693	\$ 93,892	\$ 101,380
				595	200
	14,251		14,251	14,251	
	1,141		1,141	269,953	201,209
	5,359	10	5,369	128,813	90,222
\$ 151	\$ 20,751	\$ 3,552	\$ 24,454	\$ 507,504	\$ 393,011
\$	\$ 2,022	\$ 2,763	\$ 4,785	\$ 53,677	\$ 37,252
113			113	227,617	199,350
38	3,322	43	3,403	93,972	58,988
	56	191	247	8,619	8,161
151	5,400	2,997	8,548	383,885	303,751
	14,251		14,251	14,251	
	1,100	555	1,655	109,368	89,260
	15,351	555	15,906	123,619	89,260
\$ 151	\$ 20,751	\$ 3,552	\$ 24,454	\$ 507,504	\$ 393,011

COUNTY OF CUYAHOGA, OHIO
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
ALL SPECIAL REVENUE FUNDS

FOR THE YEAR ENDED DECEMBER 31, 2000
(Amounts in 000's)

	Budgeted Annually					
	Human Services	Health and Human Services Levies	Motor Vehicle Gas Tax	County Board of Mental Retardation	Health and Community Services	Total Annually Budgeted Funds
REVENUES						
Property taxes	\$	\$ 120,052	\$	\$ 63,015	\$ 11,331	\$ 194,398
Other tax.....		52	29,035	26		29,113
Licenses and permits.....					1,457	1,457
Charges for services.....	378			1	15,937	16,316
Fines and forfeitures			350		157	507
Investment earnings.....			1,779	113	607	2,499
Other intergovernmental	313,012	14,887	3,528	68,339	158,050	557,816
Miscellaneous	1,679		219	3,371	901	6,170
TOTAL REVENUES.....	<u>315,069</u>	<u>134,991</u>	<u>34,911</u>	<u>134,865</u>	<u>188,440</u>	<u>808,276</u>
EXPENDITURES						
Current:						
General government					16,853	16,853
Judicial					41,206	41,206
Development					3,201	3,201
Social services	331,639			150,848	89,506	571,993
Health and safety		156			117,726	117,882
Public works			31,599		1,916	33,515
TOTAL EXPENDITURES	<u>331,639</u>	<u>156</u>	<u>31,599</u>	<u>150,848</u>	<u>270,408</u>	<u>784,650</u>
EXCESS(DEFICIENCY) OF REVENUES OVER EXPENDITURES	(16,570)	134,835	3,312	(15,983)	(81,968)	23,626
OTHER FINANCING SOURCES(USES)						
Operating transfers in	17,384		641	2,078	87,242	107,345
Operating transfers out:						
Component unit.....		(16,907)				(16,907)
Other	(814)	(79,466)	(4,707)	(306)	(3,091)	(88,384)
Other						
NET OTHER FINANCING SOURCES(USES) ..	<u>16,570</u>	<u>(96,373)</u>	<u>(4,066)</u>	<u>1,772</u>	<u>84,151</u>	<u>2,054</u>
EXCESS(DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES		38,462	(754)	(14,211)	2,183	25,680
FUND BALANCE AT BEGINNING OF YEAR		440	29,404	17,875	38,164	85,883
RESIDUAL EQUITY TRANSFERS IN(OUT)....				355	(4,205)	(3,850)
FUND BALANCE AT END OF YEAR.....	<u>\$ 0</u>	<u>\$ 38,902</u>	<u>\$ 28,650</u>	<u>\$ 4,019</u>	<u>\$ 36,142</u>	<u>\$ 107,713</u>

Multi-Year Budgeted

Job Training Partnership Act	Community Development	Other	Total Multi-Year Budgeted Funds	2000 Totals	1999 Totals
\$	\$	\$	\$	\$ 194,398	\$ 193,416
				29,113	29,316
				1,457	1,071
				16,316	14,981
				507	444
				2,499	2,305
1,541	17,975	23,779	43,295	601,111	479,610
	37	1,679	1,716	7,886	5,720
<u>1,541</u>	<u>18,012</u>	<u>25,458</u>	<u>45,011</u>	<u>853,287</u>	<u>726,863</u>
				16,853	15,236
		23,083	23,083	64,289	55,038
	20,598	266	20,864	24,065	21,526
1,541		4,779	6,320	578,313	461,677
		2,788	2,788	120,670	101,735
		296	296	33,811	33,085
<u>1,541</u>	<u>20,598</u>	<u>31,212</u>	<u>53,351</u>	<u>838,001</u>	<u>688,297</u>
	(2,586)	(5,754)	(8,340)	15,286	38,566
		1,449	1,449	108,794	114,058
		(867)	(867)	(16,907)	(25,352)
	16,437		16,437	(89,251)	(127,612)
<u></u>	<u>16,437</u>	<u>582</u>	<u>17,019</u>	<u>16,437</u>	<u>1,765</u>
				19,073	(37,141)
	13,851	(5,172)	8,679	34,359	1,425
	1,500	1,877	3,377	89,260	87,835
<u></u>	<u></u>	<u>3,850</u>	<u>3,850</u>	<u></u>	<u></u>
<u>\$ 0</u>	<u>\$ 15,351</u>	<u>\$ 555</u>	<u>\$ 15,906</u>	<u>\$ 123,619</u>	<u>\$ 89,260</u>

COUNTY OF CUYAHOGA, OHIO
COMBINING SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
ALL ANNUALLY BUDGETED SPECIAL REVENUE FUNDS
(NON-GAAP BUDGETARY BASIS)

FOR THE YEAR ENDED DECEMBER 31, 2000
(Amounts in 000's)

	Human Services		
	Revised Budget	Actual	Variance- Favorable (Unfavorable)
REVENUES			
Property taxes	\$	\$	\$
Other tax			
Licenses and permits			
Charges for services	2,689	378	(2,311)
Fines and forfeitures			
Investment earnings			
Other intergovernmental	420,897	277,718	(143,179)
Miscellaneous	<u>6,883</u>	<u>1,679</u>	<u>(5,204)</u>
TOTAL REVENUES	430,469	279,775	(150,694)
EXPENDITURES			
Current:			
GENERAL GOVERNMENT			
Personnel			
Other			
Capital			
TOTAL GENERAL GOVERNMENT			
JUDICIAL			
Personnel			
Other			
Capital			
TOTAL JUDICIAL			
DEVELOPMENT			
Personnel			
Other			
Capital			
TOTAL DEVELOPMENT			
SOCIAL SERVICES			
Personnel	116,681	115,399	1,282
Other	270,946	208,176	62,770
Capital	<u>2,023</u>	<u>1,211</u>	<u>812</u>
TOTAL SOCIAL SERVICES	389,650	324,786	64,864
HEALTH AND SAFETY			
Personnel			
Other			
Capital			
TOTAL HEALTH AND SAFETY			
PUBLIC WORKS			
Personnel			
Other			
Capital			
TOTAL PUBLIC WORKS			
TOTAL EXPENDITURES	<u>389,650</u>	<u>324,786</u>	<u>64,864</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	40,819	(45,011)	(85,830)
OTHER FINANCING SOURCES (USES)			
Operating transfers in	49,576	45,510	(4,066)
Operating transfers out:			
Component unit			
Other	(814)	(814)	
Other			
NET OTHER FINANCING SOURCES (USES)	<u>48,762</u>	<u>44,696</u>	<u>(4,066)</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER USES	89,581	(315)	(89,896)
FUND BALANCE (DEFICIT) BEGINNING OF YEAR	(48,180)	(48,180)	
RESIDUAL EQUITY TRANSFERS IN (OUT)			
FUND BALANCE (DEFICIT) AT END OF YEAR	\$ <u>41,401</u>	\$ <u>(48,495)</u>	\$ <u>(89,896)</u>

Health and Human Services Levies			Motor Vehicle Gas Tax		
Revised Budget	Actual	Variance-Favorable (Unfavorable)	Revised Budget	Actual	Variance-Favorable (Unfavorable)
\$ 120,507	\$ 120,052	\$ (455)	\$ 30,108	\$ 29,181	\$ (927)
30	52	22			
			4		(4)
			365	286	(79)
13,684	14,887	1,203	1,515	1,514	(1)
248		(248)	4,574	4,164	(410)
<u>134,469</u>	<u>134,991</u>	<u>522</u>	<u>983</u>	<u>138</u>	<u>(845)</u>
			37,549	35,283	(2,266)
193	193				
<u>193</u>	<u>193</u>				
			15,415	14,435	980
			2,811	1,547	1,264
			<u>30,470</u>	<u>16,540</u>	<u>13,930</u>
			<u>48,696</u>	<u>32,522</u>	<u>16,174</u>
			<u>48,696</u>	<u>32,522</u>	<u>16,174</u>
134,276	134,798	522	(11,147)	2,761	13,908
			2,188	641	(1,547)
(16,907)	(16,907)		(4,707)	(4,707)	
(118,503)	(118,503)				
	(1,184)	(1,184)			
<u>(135,410)</u>	<u>(136,594)</u>	<u>(1,184)</u>	<u>(2,519)</u>	<u>(4,066)</u>	<u>(1,547)</u>
(1,134)	(1,796)	(662)	(13,666)	(1,305)	12,361
1,660	1,660		27,628	27,628	
<u>\$ 526</u>	<u>\$ (136)</u>	<u>\$ (662)</u>	<u>\$ 13,962</u>	<u>\$ 26,323</u>	<u>\$ 12,361</u>

(Continued)

COUNTY OF CUYAHOGA, OHIO
COMBINING SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
ALL ANNUALLY BUDGETED SPECIAL REVENUE FUNDS
(NON-GAAP BUDGETARY BASIS)

FOR THE YEAR ENDED DECEMBER 31, 2000
(Amounts in 000's)

	County Board of Mental Retardation		
	Revised Budget	Actual	Variance- Favorable (Unfavorable)
REVENUES			
Property taxes	\$ 62,498	\$ 63,015	\$ 517
Other tax	15	26	11
Licenses and permits			
Charges for services	1,427	1	(1,426)
Fines and forfeitures			
Investment earnings	100	128	28
Other intergovernmental	76,616	68,725	(7,891)
Miscellaneous	3,979	3,371	(608)
TOTAL REVENUES	144,635	135,266	(9,369)
EXPENDITURES			
Current:			
GENERAL GOVERNMENT			
Personnel			
Other			
Capital			
TOTAL GENERAL GOVERNMENT			
JUDICIAL			
Personnel			
Other			
Capital			
TOTAL JUDICIAL			
DEVELOPMENT			
Personnel			
Other			
Capital			
TOTAL DEVELOPMENT			
SOCIAL SERVICES			
Personnel	74,642	74,416	226
Other	84,905	71,356	13,549
Capital	6,399	5,847	552
TOTAL SOCIAL SERVICES	165,946	151,619	14,327
HEALTH AND SAFETY			
Personnel			
Other			
Capital			
TOTAL HEALTH AND SAFETY			
PUBLIC WORKS			
Personnel			
Other			
Capital			
TOTAL PUBLIC WORKS			
TOTAL EXPENDITURES	165,946	151,619	14,327
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(21,311)	(16,353)	4,958
OTHER FINANCING SOURCES (USES)			
Operating transfers in	2,077	2,078	1
Operating transfers out:			
Component unit			
Other	(1,500)	(306)	1,194
Other			
NET OTHER FINANCING SOURCES(USES)	577	1,772	1,195
EXCESS(DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER USES	(20,734)	(14,581)	6,153
FUND BALANCE (DEFICIT) BEGINNING OF YEAR	21,170	21,170	
RESIDUAL EQUITY TRANSFERS IN(OUT)		355	355
FUND BALANCE (DEFICIT) AT END OF YEAR	\$ 436	\$ 6,944	\$ 6,508

Health and Community Services			2000 Totals		
Revised Budget	Actual	Variance-Favorable (Unfavorable)	Revised Budget	Actual	Variance-Favorable (Unfavorable)
\$ 11,400	\$ 11,331	\$ (69)	\$ 194,405	\$ 194,398	\$ (7)
1,272	1,457	185	30,153	29,259	(894)
16,891	15,622	(1,269)	1,272	1,457	185
156	157	1	21,011	16,001	(5,010)
608	609	1	521	443	(78)
157,294	152,816	(4,478)	2,223	2,251	28
(8)	901	909	673,065	518,310	(154,755)
<u>187,613</u>	<u>182,893</u>	<u>(4,720)</u>	<u>12,085</u>	<u>6,089</u>	<u>(5,996)</u>
			<u>934,735</u>	<u>768,208</u>	<u>(166,527)</u>
10,478	10,416	62	10,478	10,416	62
9,984	6,399	3,585	9,984	6,399	3,585
<u>123</u>	<u>58</u>	<u>65</u>	<u>123</u>	<u>58</u>	<u>65</u>
20,585	16,873	3,712	20,585	16,873	3,712
23,375	22,365	1,010	23,375	22,365	1,010
22,745	18,090	4,655	22,745	18,090	4,655
<u>658</u>	<u>404</u>	<u>254</u>	<u>658</u>	<u>404</u>	<u>254</u>
46,778	40,859	5,919	46,778	40,859	5,919
1,739	1,729	10	1,739	1,729	10
1,864	1,396	468	1,864	1,396	468
<u>6</u>	<u>2</u>	<u>4</u>	<u>6</u>	<u>2</u>	<u>4</u>
3,609	3,127	482	3,609	3,127	482
379	328	51	191,702	190,143	1,559
97,185	88,558	8,627	453,036	368,090	84,946
<u>8</u>	<u>2</u>	<u>6</u>	<u>8,430</u>	<u>7,060</u>	<u>1,370</u>
97,572	88,888	8,684	653,168	565,293	87,875
5,965	5,487	478	5,965	5,487	478
119,172	104,178	14,994	119,365	104,371	14,994
<u>144</u>	<u>103</u>	<u>41</u>	<u>144</u>	<u>103</u>	<u>41</u>
125,281	109,768	15,513	125,474	109,961	15,513
292	232	60	15,707	14,667	1,040
2,261	1,488	773	5,072	3,035	2,037
<u>2</u>	<u>1</u>	<u>1</u>	<u>30,472</u>	<u>16,541</u>	<u>13,931</u>
2,555	1,721	834	51,251	34,243	17,008
<u>296,380</u>	<u>261,236</u>	<u>35,144</u>	<u>900,865</u>	<u>770,356</u>	<u>130,509</u>
(108,767)	(78,343)	30,424	33,870	(2,148)	(36,018)
95,863	99,021	3,158	149,704	147,250	(2,454)
(3,133)	(3,091)	42	(16,907)	(16,907)	
			(128,657)	(127,421)	1,236
<u>92,730</u>	<u>95,930</u>	<u>3,200</u>	<u>(1,184)</u>	<u>(1,184)</u>	<u>(1,184)</u>
(16,037)	17,587	33,624	<u>4,140</u>	<u>1,738</u>	<u>(2,402)</u>
43,550	43,550		38,010	(410)	(38,420)
	(4,205)	(4,205)	45,828	45,828	
				(3,850)	(3,850)
<u>\$ 27,513</u>	<u>\$ 56,932</u>	<u>\$ 29,419</u>	<u>\$ 83,838</u>	<u>41,568</u>	<u>\$ (42,270)</u>

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**COUNTY OF CUYAHOGA, OHIO
CAPITAL PROJECTS FUND
COMPARATIVE FINANCIAL STATEMENTS**

CAPITAL PROJECTS FUNDS ARE ESTABLISHED TO ACCOUNT FOR FINANCIAL RESOURCES TO BE USED FOR THE ACQUISITION OR CONSTRUCTION OF MAJOR CAPITAL FACILITIES (OTHER THAN THOSE FINANCED BY PROPRIETARY FUNDS).

Land, Building and Road Improvements

To account for the acquisition of all county land and buildings, major improvements and road improvement projects.

**COUNTY OF CUYAHOGA, OHIO
COMPARATIVE BALANCE SHEET
CAPITAL PROJECTS FUND**

(Amounts in 000's)

	December 31,	
	2000	1999
ASSETS		
Equity in pooled cash and investments	\$ 42,676	\$
Due from other funds	217	21
Due from other governments	1,360	
TOTAL ASSETS	<u>\$ 44,253</u>	<u>\$ 21</u>
LIABILITIES		
Accounts payable	\$ 3,069	\$ 2,110
Due to other funds	1	42,123
Accrued wages and benefits	2	4
Short-term notes payable	1,820	
TOTAL LIABILITIES	<u>4,892</u>	<u>44,237</u>
FUND BALANCE		
Unreserved:		
Undesignated(deficit)	<u>39,361</u>	<u>(44,216)</u>
TOTAL LIABILITIES AND FUND EQUITY	<u>\$ 44,253</u>	<u>\$ 21</u>

**COUNTY OF CUYAHOGA, OHIO
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
CAPITAL PROJECTS FUND**

(Amounts in 000's)

	Years Ended December 31,	
	2000	1999
REVENUES		
Investment earnings	\$ 729	\$ 273
Other intergovernmental	12,517	3,878
Miscellaneous	380	496
TOTAL REVENUES	13,626	4,647
EXPENDITURES		
Public works	12,212	3,715
Capital outlay	34,032	38,589
TOTAL EXPENDITURES.....	46,244	42,304
DEFICIENCY OF REVENUES OVER EXPENDITURES.....	(32,618)	(37,657)
OTHER FINANCING SOURCES(USES)		
Operating transfers in	16,494	12,257
Proceeds from bonds.....	99,470	
NET OTHER FINANCING SOURCES.....	115,964	12,257
EXCESS(DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	83,346	(25,400)
FUND DEFICIT AT BEGINNING OF YEAR	(44,216)	(18,816)
RESIDUAL EQUITY TRANSFERS IN	231	
FUND BALANCE(DEFICIT) AT END OF YEAR.....	\$ 39,361	\$ (44,216)

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**COUNTY OF CUYAHOGA, OHIO
ENTERPRISE FUNDS
COMBINING FINANCIAL STATEMENTS**

ENTERPRISE FUNDS ARE ESTABLISHED TO ACCOUNT FOR OPERATIONS THAT ARE FINANCED AND OPERATED IN A MANNER SIMILAR TO BUSINESS IN THE PRIVATE SECTOR. THE EXPENSES (INCLUDING DEPRECIATION) OF PROVIDING GOODS AND SERVICES PRIMARILY OR SOLELY TO THE GENERAL PUBLIC ARE FINANCED OR RECOVERED PRIMARILY THROUGH USER CHARGES.

Sanitary Engineer

The Sanitary Engineer's primary operating function is the maintenance of county sewer lines. The office also enforces compliance of county sanitary regulations.

County Airport

The airport provides landing and storage facilities for commercial flights, private business aircraft and recreational aircraft for the general public.

Huntington Park Garage

The garage provides parking facilities to nearby County Administration, Courthouse and Justice Center buildings for the general public.

Cuyahoga County Information System

The system provides computerized information on criminal records and court cases to communities within the county.

**COUNTY OF CUYAHOGA, OHIO
COMBINING BALANCE SHEET
ALL ENTERPRISE FUNDS**

**DECEMBER 31, 2000
(Amounts in 000's)**

	Sanitary Engineer	County Airport	Huntington Park Garage
ASSETS			
Equity in pooled cash and investments	\$ 10,733	\$ 236	\$ 474
Accounts receivable	2,686	289	
Less: Allowance for doubtful accounts		(275)	
Net Receivables	<u>2,686</u>	<u>14</u>	
Due from other funds	23		
Due from other governments	320		
Inventory of supplies		8	
Deferred bond financing cost	40		
Fixed assets:			
Land	522	5,280	
Land improvements	15	9,645	
Utility plant	42,099		
Buildings, structures and improvements	4,249	2,518	4,243
Furniture, fixtures and equipment	2,096	218	108
Vehicles	3,006	788	107
Less: Accumulated depreciation	(29,674)	(9,726)	(2,724)
Construction in progress	8,628	211	
Net Fixed Assets	<u>30,941</u>	<u>8,934</u>	<u>1,734</u>
TOTAL ASSETS	<u>\$ 44,743</u>	<u>\$ 9,192</u>	<u>\$ 2,208</u>
LIABILITIES			
Accounts payable	\$ 1,124	\$ 191	\$ 73
Due to other funds	160	4	10
Due to other governments	547		
Accrued wages and benefits	522	64	45
Other liabilities	329		
Loans payable	6,818		
Debt:			
Notes payable	5,820		
Bonds payable	2,765		
TOTAL LIABILITIES	<u>18,085</u>	<u>259</u>	<u>128</u>
CONTRIBUTED CAPITAL AND RETAINED EARNINGS			
Contributed capital	9,015	9,770	1,408
Retained earnings:			
Unreserved (deficit)	17,643	(837)	672
TOTAL FUND EQUITY	<u>26,658</u>	<u>8,933</u>	<u>2,080</u>
TOTAL LIABILITIES AND FUND EQUITY	<u>\$ 44,743</u>	<u>\$ 9,192</u>	<u>\$ 2,208</u>

Cuyahoga County Information System	2000 Totals	1999 Totals
\$ 118	\$ 11,561	\$ 7,577
404	3,379	1,106
<u>(356)</u>	<u>(631)</u>	<u>1,106</u>
48	2,748	
2	25	13
69	389	737
	8	9
	40	31
	5,802	5,802
	9,660	9,660
	42,099	42,099
	11,010	9,943
749	3,171	6,443
	3,901	3,380
(744)	(42,868)	(44,364)
	<u>8,839</u>	<u>6,412</u>
<u>5</u>	<u>41,614</u>	<u>39,375</u>
<u>\$ 242</u>	<u>\$ 56,385</u>	<u>\$ 48,848</u>
\$ 294	\$ 1,682	\$ 755
29	203	271
	547	88
13	644	661
	329	
	6,818	7,121
	5,820	1,100
	<u>2,765</u>	<u>1,820</u>
<u>336</u>	18,808	11,816
	20,193	18,881
(94)	<u>17,384</u>	<u>18,151</u>
<u>(94)</u>	<u>37,577</u>	<u>37,032</u>
<u>\$ 242</u>	<u>\$ 56,385</u>	<u>\$ 48,848</u>

**COUNTY OF CUYAHOGA, OHIO
COMBINING STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN RETAINED EARNINGS
ALL ENTERPRISE FUNDS**

**FOR THE YEAR ENDED DECEMBER 31, 2000
(Amounts in 000's)**

	Sanitary Engineer	County Airport	Huntington Park Garage
OPERATING REVENUES			
Charges for services.....	\$ 9,627	\$ 808	\$ 2,479
Other revenue.....	41	72	
TOTAL OPERATING REVENUES	9,668	880	2,479
OPERATING EXPENSES			
Personal services	5,403	501	530
Contractual services	138	47	97
Commodities	684	98	23
Depreciation.....	1,265	437	147
Other expenses.....	1,316	499	793
TOTAL OPERATING EXPENSES.....	8,806	1,582	1,590
OPERATING INCOME(LOSS).....	862	(702)	889
NONOPERATING REVENUES(EXPENSES)			
Interest income	170		
Interest expense	(449)		
Grants.....		7	
Gain on disposal of fixed assets	35		
NET NONOPERATING REVENUES(EXPENSES).....	(244)	7	
INCOME(LOSS) BEFORE OPERATING TRANSFERS	618	(695)	889
Operating transfers in			
Operating transfers out:			
Debt retirement			(922)
NET OPERATING TRANSFERS			(922)
NET INCOME(LOSS)	618	(695)	(33)
DEPRECIATION ON FIXED ASSETS ACQUIRED BY CONTRIBUTED CAPITAL.....	677	393	104
RETAINED EARNINGS(DEFICIT) AT BEGINNING OF YEAR.....	16,348	(535)	601
RETAINED EARNINGS(DEFICIT) AT END OF YEAR	\$ 17,643	\$ (837)	\$ 672

**Cuyahoga County
Information System****2000
Totals****1999
Totals**

\$ 1,993	\$ 14,907	\$ 15,008
4	117	50
<u>1,997</u>	<u>15,024</u>	<u>15,058</u>
182	6,616	6,367
1,402	1,684	2,729
5	810	789
1	1,850	1,558
<u>2,238</u>	<u>4,846</u>	<u>4,571</u>
<u>3,828</u>	<u>15,806</u>	<u>16,014</u>
(1,831)	(782)	(956)
	170	24
	(449)	(332)
	7	151
<u> </u>	<u>35</u>	<u>22</u>
	(237)	(135)
(1,831)	(1,019)	(1,091)
		144
<u> </u>	<u>(922)</u>	<u>(884)</u>
<u> </u>	<u>(922)</u>	<u>(740)</u>
(1,831)	(1,941)	(1,831)
	1,174	1,033
<u>1,737</u>	<u>18,151</u>	<u>18,949</u>
\$ <u><u>(94)</u></u>	\$ <u><u>17,384</u></u>	\$ <u><u>18,151</u></u>

**COUNTY OF CUYAHOGA, OHIO
COMBINING STATEMENT OF CASH FLOWS
ALL ENTERPRISE FUNDS**

**FOR THE YEAR ENDED DECEMBER 31, 2000
(Amounts in 000's)**

	Sanitary Engineer	County Airport	Huntington Park Garage
CASH FLOWS FROM OPERATING ACTIVITIES:			
Cash receipts from customers	\$ 10,424	\$ 832	\$ 2,479
Other operating cash receipts	41	72	
Cash payments to suppliers for goods and services	(1,996)	(232)	(951)
Cash payments to employees for services	(5,499)	(505)	(538)
NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES	2,970	167	990
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:			
Operating transfers in from other funds			
Operating transfers out to other funds			(922)
Receipts from noncapital grants		110	
NET CASH PROVIDED BY (USED FOR) NONCAPITAL FINANCING ACTIVITIES		110	(922)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:			
Proceeds from bonds - net of fees	1,027		
Proceeds from notes	5,820		
Proceeds from sale of capital assets	35		
Acquisition and construction of capital assets	(3,720)	(203)	(47)
Principal paid on notes	(1,100)		
Interest paid on notes	(5)		
Principal paid on loans	(303)		
Interest paid on loans	(115)		
Principal paid on bonds	(95)		
Interest paid on bonds	(116)		
Contributed capital	684		
NET CASH PROVIDED BY (USED FOR) CAPITAL AND RELATED FINANCING ACTIVITIES	2,112	(203)	(47)
CASH FLOWS FROM INVESTING ACTIVITIES:			
Interest received on investments	148		
NET CASH PROVIDED BY INVESTING ACTIVITIES	148		
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	5,230	74	21
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	5,503	162	453
CASH AND CASH EQUIVALENTS AT END OF YEAR	\$ 10,733	\$ 236	\$ 474

**Cuyahoga County
Information System****2000
Totals****1999
Totals**

\$ 1,806	\$ 15,541	\$ 15,703
4	117	50
(2,968)	(6,147)	(8,293)
<u>(183)</u>	<u>(6,725)</u>	<u>(6,401)</u>
(1,341)	2,786	1,059
		144
	(922)	(884)
	<u>110</u>	<u>130</u>
	(812)	(610)
	1,027	
	5,820	2,465
	35	22
	(3,970)	(2,587)
	(1,100)	(2,730)
	(5)	(3)
	(303)	(282)
	(115)	(205)
	(95)	(90)
	(116)	(121)
	<u>684</u>	
	1,862	(3,531)
	148	26
	<u>148</u>	<u>26</u>
(1,341)	3,984	(3,056)
<u>1,459</u>	<u>7,577</u>	<u>10,633</u>
\$ <u><u>118</u></u>	\$ <u><u>11,561</u></u>	\$ <u><u>7,577</u></u>

(Continued)

**COUNTY OF CUYAHOGA, OHIO
COMBINING STATEMENT OF CASH FLOWS
ALL ENTERPRISE FUNDS**

**FOR THE YEAR ENDED DECEMBER 31, 2000
(Amounts in 000's)**

	Sanitary Engineer	County Airport	Huntington Park Garage
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES:			
Operating income (loss).....	\$ 862	\$ (702)	\$ 889
ADJUSTMENTS TO RECONCILE OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES:			
Depreciation	1,265	437	147
(Increase) decrease in accounts receivable-net.....	(56)	299	
(Increase) decrease in due from other funds.....	1		
(Increase) decrease in due from other governments			
(Increase) decrease in inventory of supplies.....		1	
Increase (decrease) in accounts payable.....	536	138	(39)
Increase (decrease) in due to other funds.....	(91)	(2)	(1)
Increase (decrease) in due to other governments.....	459		
Increase (decrease) in accrued wages and benefits.....	(6)	(4)	(6)
TOTAL ADJUSTMENTS.....	<u>2,108</u>	<u>869</u>	<u>101</u>
NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES.....	<u>\$ 2,970</u>	<u>\$ 167</u>	<u>\$ 990</u>

**Cuyahoga County
Information System****2000
Totals****1999
Totals**

\$ (1,831)	\$ (782)	\$ (956)
1	1,850	1,558
(5)	238	141
10	11	3
167	167	33
	1	(3)
292	927	257
26	(68)	(45)
(1)	459	50
<u>490</u>	<u>(17)</u>	<u>21</u>
	3,568	2,015
\$ <u>(1,341)</u>	\$ <u>2,786</u>	\$ <u>1,059</u>

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**COUNTY OF CUYAHOGA, OHIO
INTERNAL SERVICE FUNDS
COMBINING FINANCIAL STATEMENTS**

INTERNAL SERVICE FUNDS ARE ESTABLISHED TO
ACCOUNT FOR THE FINANCING OF GOODS OR SERVICES
PROVIDED BY ONE DEPARTMENT OF THE COUNTY TO
OTHER DEPARTMENTS OF THE COUNTY ON A
COST-REIMBURSEMENT BASIS.

Central Custodial Services

The Central Custodial Services division is responsible for all maintenance, cleaning and upkeep of county buildings and offices. It also bills all rents to county offices and agencies.

Maintenance Garage

The Maintenance Garage is responsible for the upkeep of all county owned vehicles and equipment.

Data Processing Center

The Data Processing Center provides centralized data processing for the entire county.

Printing, Reproduction and Supplies

The Printing, Reproduction and Supplies division provides the county with all printing and reproduction services and central purchasing of supplies.

Communications

The Communications division provides all telephone service in addition to mail and delivery services for the county.

Self-Funded Workers' Compensation

The Self-Funded Workers' Compensation fund provides self-insurance to the County through a retrospective rating plan with the State of Ohio for workers' compensation.

**COUNTY OF CUYAHOGA, OHIO
COMBINING BALANCE SHEET
ALL INTERNAL SERVICE FUNDS**

**DECEMBER 31, 2000
(Amounts in 000's)**

	Central Custodial Services	Maintenance Garage	Data Processing Center
ASSETS			
Equity in pooled cash and investments	\$ 4,134	\$	\$ 2,382
Accounts receivable.....			15
Due from other funds	87	103	165
Due from other governments.....	524		
Inventory of supplies		20	
Fixed assets:			
Furniture, fixtures and equipment	397	42	20,712
Vehicles	233	4,079	
Less: Accumulated depreciation.....	(460)	(2,383)	(14,698)
Net Fixed Assets	<u>170</u>	<u>1,738</u>	<u>6,014</u>
TOTAL ASSETS	<u>\$ 4,915</u>	<u>\$ 1,861</u>	<u>\$ 8,576</u>
LIABILITIES			
Accounts payable	\$ 734	\$ 8	\$ 2,255
Due to other funds	583	844	44
Due to other governments.....			
Accrued wages and benefits	2,808	21	1,023
Capital lease obligations			493
TOTAL LIABILITIES	<u>4,125</u>	<u>873</u>	<u>3,815</u>
RETAINED EARNINGS			
Unreserved(deficit)	<u>790</u>	<u>988</u>	<u>4,761</u>
TOTAL LIABILITIES AND FUND EQUITY.....	<u>\$ 4,915</u>	<u>\$ 1,861</u>	<u>\$ 8,576</u>

Printing, Reproduction and Supplies	Communications	Self-Funded Workers' Compensation	2000 Totals	1999 Totals
\$ 3,429	\$	\$ 40,998	\$ 50,943	\$ 42,694
555	332	4,779	15	9
29		4,110	6,021	9,144
			4,634	40
2,854	247	9	49	47
			24,261	27,978
(2,087)	(74)	(5)	4,312	3,988
<u>767</u>	<u>173</u>	<u>4</u>	<u>(19,707)</u>	<u>(22,109)</u>
\$ <u>4,780</u>	\$ <u>505</u>	\$ <u>49,891</u>	\$ <u>70,528</u>	\$ <u>61,791</u>
\$ 208	\$ 86	\$ 8	\$ 3,299	\$ 4,598
8	1,214		2,693	2,160
		18,827	18,827	33,252
52	140	13	4,057	4,320
93	132		718	970
<u>361</u>	<u>1,572</u>	<u>18,848</u>	<u>29,594</u>	<u>45,300</u>
4,419	(1,067)	31,043	40,934	16,491
\$ <u>4,780</u>	\$ <u>505</u>	\$ <u>49,891</u>	\$ <u>70,528</u>	\$ <u>61,791</u>

COUNTY OF CUYAHOGA, OHIO
COMBINING STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN RETAINED EARNINGS
ALL INTERNAL SERVICE FUNDS

FOR THE YEAR ENDED DECEMBER 31, 2000
(Amounts in 000's)

	Central Custodial Services	Maintenance Garage	Data Processing Center
OPERATING REVENUES			
Charges for services	\$ 42,719	\$ 1,292	\$ 26,505
Other revenue	168	10	38
TOTAL OPERATING REVENUES	42,887	1,302	26,543
OPERATING EXPENSES			
Personal services	28,063	231	8,041
Contractual services and claims	1,261		10,076
Commodities	8,100	239	425
Depreciation	45	571	2,018
Other expenses	3,058	146	5,954
TOTAL OPERATING EXPENSES	40,527	1,187	26,514
OPERATING INCOME(LOSS)	2,360	115	29
NONOPERATING REVENUES(EXPENSES)			
Interest expense			(40)
Gain(loss) on disposal of fixed assets		9	(11)
TOTAL NONOPERATING REVENUES(EXPENSES)		9	(51)
INCOME(LOSS) BEFORE OPERATING TRANSFERS	2,360	124	(22)
Operating transfers in	214		
Operating transfers out:			
Other	(130)		
NET OPERATING TRANSFERS	84		
NET INCOME(LOSS)	2,444	124	(22)
RETAINED EARNINGS(DEFICIT) AT BEGINNING OF YEAR	(1,654)	864	4,783
RETAINED EARNINGS(DEFICIT) AT END OF YEAR	\$ 790	\$ 988	\$ 4,761

Printing, Reproduction and Supplies	Communications	Self-Funded Workers' Compensation	2000 Totals	1999 Totals
\$ 4,058	\$ 3,895	\$ 5,458	\$ 83,927	\$ 83,631
17	6	4,155	4,394	4,447
<u>4,075</u>	<u>3,901</u>	<u>9,613</u>	<u>88,321</u>	<u>88,078</u>
531	1,069	103	38,038	36,383
1,064	7	(12,936)	(528)	18,340
1,594	5		10,363	10,981
309	12	2	2,957	2,827
314	3,584	23	13,079	14,503
<u>3,812</u>	<u>4,677</u>	<u>(12,808)</u>	<u>63,909</u>	<u>83,034</u>
263	(776)	22,421	24,412	5,044
(6)	(5)		(51)	(74)
<u>(6)</u>	<u>(5)</u>	<u></u>	<u>(2)</u>	<u>58</u>
257	(781)	22,421	24,359	5,028
			214	214
			(130)	
			<u>84</u>	<u>214</u>
257	(781)	22,421	24,443	5,242
4,162	(286)	8,622	16,491	11,249
<u>\$ 4,419</u>	<u>\$ (1,067)</u>	<u>\$ 31,043</u>	<u>\$ 40,934</u>	<u>\$ 16,491</u>

**COUNTY OF CUYAHOGA, OHIO
COMBINING STATEMENT OF CASH FLOWS
ALL INTERNAL SERVICE FUNDS**

**FOR THE YEAR ENDED DECEMBER 31, 2000
(Amounts in 000's)**

	Central Custodial Services	Maintenance Garage	Data Processing Center
CASH FLOWS FROM OPERATING ACTIVITIES:			
Cash receipts from customers.....	\$ 168	\$ 10	\$ 38
Cash receipts from quasi-external operating transactions.....	42,311	1,289	26,414
Cash payments to suppliers for goods and services.....	(12,925)	(398)	(17,038)
Cash payments to employees for services.....	(28,301)	(231)	(8,397)
NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES.....	1,253	670	1,017
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:			
Operating transfers in from other funds.....	214		
Operating transfers out to other funds.....	(130)		
Proceeds from (repayment of) short-term interfund loan.....		(156)	
NET CASH PROVIDED BY (USED FOR) NONCAPITAL FINANCING ACTIVITIES.....	84	(156)	
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:			
Proceeds from sale of capital assets.....		29	
Acquisition and construction of capital assets.....	(69)	(543)	(1,165)
Principal paid on capital leases.....			(351)
Interest paid on capital leases.....			(40)
NET CASH USED FOR CAPITAL AND RELATED FINANCING ACTIVITIES.....	(69)	(514)	(1,556)
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS.....	1,268		(539)
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR.....	2,866		2,921
CASH AND CASH EQUIVALENTS AT END OF YEAR.....	\$ 4,134	\$ 0	\$ 2,382

Printing, Reproduction and Supplies	Communications	Self-Funded Workers' Compensation	2000 Totals	1999 Totals
\$ 17	\$ 6	\$ 68	\$ 307	\$ 4,447
3,962	3,673	8,893	86,542	83,992
(3,167)	(3,439)	(1,522)	(38,489)	(40,647)
<u>(528)</u>	<u>(1,079)</u>	<u>(100)</u>	<u>(38,636)</u>	<u>(35,656)</u>
284	(839)	7,339	9,724	12,136
			214	214
			(130)	
	<u>868</u>		<u>712</u>	<u>(194)</u>
	868		796	20
			29	119
(65)	(13)		(1,855)	(2,474)
(32)	(11)		(394)	(532)
<u>(6)</u>	<u>(5)</u>		<u>(51)</u>	<u>(74)</u>
(103)	(29)		(2,271)	(2,961)
181		7,339	8,249	9,195
<u>3,248</u>		<u>33,659</u>	<u>42,694</u>	<u>33,499</u>
\$ <u>3,429</u>	\$ <u>0</u>	\$ <u>40,998</u>	\$ <u>50,943</u>	\$ <u>42,694</u>

(Continued)

**COUNTY OF CUYAHOGA, OHIO
COMBINING STATEMENT OF CASH FLOWS
ALL INTERNAL SERVICE FUNDS**

**FOR THE YEAR ENDED DECEMBER 31, 2000
(Amounts in 000's)**

	Central Custodial Services	Maintenance Garage	Data Processing Center
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES:			
Operating income (loss).....	\$ 2,360	\$ 115	\$ 29
ADJUSTMENTS TO RECONCILE OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES:			
Depreciation	45	571	2,018
(Increase) decrease in accounts receivable-net			(6)
(Increase) decrease in due from other funds.....	116	(4)	(86)
(Increase) decrease in due from other governments	(524)		
(Increase) decrease in inventory of supplies		(3)	
Increase (decrease) in accounts payable	(572)	(9)	(586)
Increase (decrease) in due to other funds.....	(237)	(1)	(21)
Increase (decrease) in due to other governments			
Increase (decrease) in accrued wages and benefits.....	65	1	(331)
TOTAL ADJUSTMENTS.....	<u>(1,107)</u>	<u>555</u>	<u>988</u>
NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES	<u>\$ 1,253</u>	<u>\$ 670</u>	<u>\$ 1,017</u>
SUPPLEMENTAL SCHEDULE OF NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES:			
Fixed assets acquired through capital lease.....	\$	\$	\$
TOTAL NONCASH TRANSACTIONS	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

Printing, Reproduction and Supplies	Communications	Self-Funded Workers' Compensation	2000 Totals	1999 Totals
\$ 263	\$ (776)	\$ 22,421	\$ 24,412	\$ 5,044
309	12	2	2,957	2,827
(97)	(223)	3,417	(6)	31
1		(4,070)	3,123	345
(195)	70	(7)	(4,594)	(13)
(2)	83	(1)	(2)	
		(14,425)	(1,299)	1,683
5	(5)	2	(179)	(19)
<u>21</u>	<u>(63)</u>	<u>(15,082)</u>	<u>(14,425)</u>	<u>1,447</u>
			<u>(263)</u>	<u>791</u>
\$ <u>284</u>	\$ <u>(839)</u>	\$ <u>7,339</u>	\$ <u>(14,688)</u>	\$ <u>7,092</u>
\$ <u>0</u>	\$ <u>143</u>	\$ <u>0</u>	\$ <u>143</u>	\$ <u>0</u>
\$ <u>0</u>	\$ <u>143</u>	\$ <u>0</u>	\$ <u>143</u>	\$ <u>0</u>

(Continued)

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**COUNTY OF CUYAHOGA, OHIO
AGENCY FUNDS
COMBINING FINANCIAL STATEMENTS**

AGENCY FUNDS ARE ESTABLISHED TO ACCOUNT
FOR ASSETS RECEIVED AND HELD BY THE
COUNTY ACTING IN THE CAPACITY OF AN AGENT
OR CUSTODIAN.

Payroll Agency Fund

To account for payroll taxes and other related payroll deductions collected for other governmental units or funds.

Undivided Tax Agency Fund

To account for all undivided taxes collected by the county and their distribution to the proper beneficiaries.

Other Agency Fund

To account for all other monies held by the county as custodian.

**COUNTY OF CUYAHOGA, OHIO
COMBINING STATEMENT OF CHANGES
IN ASSETS AND LIABILITIES-ALL AGENCY FUNDS**

**FOR THE YEAR ENDED DECEMBER 31, 2000
(Amounts in 000's)**

	PAYROLL			
	Balance at Beginning of Year	Additions	Deductions	Balance at End of Year
ASSETS				
Equity in pooled cash and investments.....	\$ 11,062	\$ 505,769	\$ 506,742	\$ 10,089
Due from other funds	717	967	841	843
TOTAL ASSETS	<u>\$ 11,779</u>	<u>\$ 506,736</u>	<u>\$ 507,583</u>	<u>\$ 10,932</u>
LIABILITIES				
Due to other funds	\$	\$ 64	\$ 64	\$
Due to other governments.....	11,732	80,155	80,992	10,895
Other liabilities.....	47	426,517	426,527	37
TOTAL LIABILITIES	<u>\$ 11,779</u>	<u>\$ 506,736</u>	<u>\$ 507,583</u>	<u>\$ 10,932</u>

(Continued)

**COUNTY OF CUYAHOGA, OHIO
 COMBINING STATEMENT OF CHANGES
 IN ASSETS AND LIABILITIES-ALL AGENCY FUNDS**

**FOR THE YEAR ENDED DECEMBER 31, 2000
 (Amounts in 000's)**

	UNDIVIDED TAX			
	Balance at Beginning of Year	Additions	Deductions	Balance at End of Year
ASSETS				
Equity in pooled cash and investments	\$ 135,831	\$ 2,045,711	\$ 2,076,818	\$ 104,724
Taxes receivable	1,239,700	1,377,979	1,239,700	1,377,979
TOTAL ASSETS	<u>\$ 1,375,531</u>	<u>\$ 3,423,690</u>	<u>\$ 3,316,518</u>	<u>\$ 1,482,703</u>
LIABILITIES				
Due to other funds	\$ 235,192	\$ 297,379	\$ 261,090	\$ 271,481
Due to other governments.....	1,139,277	3,108,909	3,037,590	1,210,596
Other liabilities	1,062	17,402	17,838	626
TOTAL LIABILITIES	<u>\$ 1,375,531</u>	<u>\$ 3,423,690</u>	<u>\$ 3,316,518</u>	<u>\$ 1,482,703</u>

(Continued)

**COUNTY OF CUYAHOGA, OHIO
COMBINING STATEMENT OF CHANGES
IN ASSETS AND LIABILITIES-ALL AGENCY FUNDS**

**FOR THE YEAR ENDED DECEMBER 31, 2000
(Amounts in 000's)**

	OTHER			
	Balance at Beginning of Year	Additions	Deductions	Balance at End of Year
ASSETS				
Equity in pooled cash and investments	\$ 22,295	\$ 56,661	\$ 57,142	\$ 21,814
Cash and investments - segregated accounts	39,036	615,589	616,674	37,951
Accrued interest	4,605	7,326	4,605	7,326
Due from other funds		<u>2</u>		<u>2</u>
TOTAL ASSETS	<u>\$ 65,936</u>	<u>\$ 679,578</u>	<u>\$ 678,421</u>	<u>\$ 67,093</u>
LIABILITIES				
Due to other funds	\$ 8,515	\$ 47,040	\$ 42,921	\$ 12,634
Due to other governments.....	12,955	220,630	221,826	11,759
Other liabilities	44,466	411,908	413,674	42,700
TOTAL LIABILITIES	<u>\$ 65,936</u>	<u>\$ 679,578</u>	<u>\$ 678,421</u>	<u>\$ 67,093</u>

(Continued)

**COUNTY OF CUYAHOGA, OHIO
COMBINING STATEMENT OF CHANGES
IN ASSETS AND LIABILITIES-ALL AGENCY FUNDS**

**FOR THE YEAR ENDED DECEMBER 31, 2000
(Amounts in 000's)**

TOTALS				
	Balance at Beginning of Year	Additions	Deductions	Balance at End of Year
ASSETS				
Equity in pooled cash and investments	\$ 169,188	\$ 2,608,141	\$ 2,640,702	\$ 136,627
Cash and investments - segregated accounts	39,036	615,589	616,674	37,951
Taxes receivable	1,239,700	1,377,979	1,239,700	1,377,979
Accrued interest	4,605	7,326	4,605	7,326
Due from other funds	717	969	841	845
TOTAL ASSETS	<u>\$ 1,453,246</u>	<u>\$ 4,610,004</u>	<u>\$ 4,502,522</u>	<u>\$ 1,560,728</u>
LIABILITIES				
Due to other funds	\$ 243,707	\$ 344,483	\$ 304,075	\$ 284,115
Due to other governments	1,163,964	3,409,694	3,340,408	1,233,250
Other liabilities	45,575	855,827	858,039	43,363
TOTAL LIABILITIES	<u>\$ 1,453,246</u>	<u>\$ 4,610,004</u>	<u>\$ 4,502,522</u>	<u>\$ 1,560,728</u>

(Continued)

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**COUNTY OF CUYAHOGA, OHIO
GENERAL FIXED ASSETS
ACCOUNT GROUP**

THIS ACCOUNT GROUP IS USED TO PRESENT THE GENERAL FIXED ASSETS OF THE COUNTY UTILIZED IN ITS GENERAL OPERATIONS, EXCLUSIVE OF THOSE USED IN THE ENTERPRISE AND INTERNAL SERVICE FUNDS. GENERAL FIXED ASSETS INCLUDE LAND, LAND IMPROVEMENTS, BUILDINGS, STRUCTURES AND IMPROVEMENTS, FURNITURE, FIXTURES AND EQUIPMENT AND VEHICLES OWNED BY THE COUNTY.

**COUNTY OF CUYAHOGA, OHIO
SCHEDULE OF GENERAL FIXED ASSETS
BY SOURCE**

**DECEMBER 31, 2000
(Amounts in 000's)**

GENERAL FIXED ASSETS

Land.....	\$ 29,879
Land improvements.....	1,570
Buildings, structures and improvements.....	387,745
Furniture, fixtures and equipment	18,270
Vehicles.....	12,922
Construction in progress.....	100,490
TOTAL GENERAL FIXED ASSETS.....	<u>\$ 550,876</u>

INVESTMENT IN GENERAL
FIXED ASSETS FROM

General fund revenues	\$ 108,543
Special revenue fund revenues.....	84,555
Capital projects:	
General obligation bonds.....	301,945
Federal and state grants.....	55,818
Donations	15
TOTAL INVESTMENT IN GENERAL FIXED ASSETS.....	<u>\$ 550,876</u>

COUNTY OF CUYAHOGA, OHIO
SCHEDULE OF GENERAL FIXED ASSETS
BY FUNCTION AND ACTIVITY

DECEMBER 31, 2000
(Amounts in 000's)

Function and Activity	Land	Land Improvements	Buildings, Structures and Improvements	Furniture, Fixtures and Equipment	Vehicles	Totals
GENERAL GOVERNMENT:						
Administration	\$ 2,903	\$ 284	\$ 75,657	\$ 52	\$	\$ 78,896
Fiscal management.....			823	964		1,787
Records and elections	450	109	4,571	2,469		7,599
Supportive services.....	424		2,867	6		3,297
TOTAL GENERAL GOVERNMENT	3,777	393	83,918	3,491		91,579
JUDICIAL:						
Adjudication.....	10,688	156	101,514	1,356		113,714
Legal services			335	2,182		2,517
Adult offender management.....	1,333		71,033	1,220	13	73,599
Juvenile offender management	1,571	514	13,691	242		16,018
Support enforcement			10	165		175
TOTAL JUDICIAL.....	13,592	670	186,583	5,165	13	206,023
DEVELOPMENT:						
Economic			30	6		36
Community	443			14		457
TOTAL DEVELOPMENT	443		30	20		493
SOCIAL SERVICES:						
Financial assistance.....	1,521	9	42,086	1,121		44,737
Protective services.....	106	39	2,587	145		2,877
Support services	9,404	459	71,370	4,064	6,595	91,892
Employment and training.....	337		17	209	54	617
TOTAL SOCIAL SERVICES.....	11,368	507	116,060	5,539	6,649	140,123
HEALTH AND SAFETY:						
Mental health.....	94		379	535		1,008
Emergency assistance.....				1,211	258	1,469
Alcohol and drug abuse				125		125
Animal control	356			6	131	493
TOTAL HEALTH AND SAFETY	450		379	1,877	389	3,095
PUBLIC WORKS:						
Public works	249		775	2,178	5,871	9,073
TOTAL PUBLIC WORKS.....	249		775	2,178	5,871	9,073
CONSTRUCTION IN PROGRESS.....			100,490			100,490
TOTAL GENERAL FIXED ASSETS	\$ 29,879	\$ 1,570	\$ 488,235	\$ 18,270	\$ 12,922	\$ 550,876

COUNTY OF CUYAHOGA, OHIO
SCHEDULE OF CHANGES IN GENERAL FIXED ASSETS
BY FUNCTION AND ACTIVITY

FOR THE YEAR ENDED DECEMBER 31, 2000
(Amounts in 000's)

Function and Activity	Balance at Beginning of Year	Additions	Deductions	Balance at End of Year
GENERAL GOVERNMENT:				
Administration	\$ 78,936	\$ 496	\$ 536	\$ 78,896
Fiscal management	1,398	389		1,787
Records and elections	7,055	642	98	7,599
Supportive services	3,307		10	3,297
TOTAL GENERAL GOVERNMENT	90,696	1,527	644	91,579
JUDICIAL:				
Adjudication	112,937	856	79	113,714
Legal services	2,331	186		2,517
Adult offender management	73,399	200		73,599
Juvenile offender management	15,941	77		16,018
Support enforcement	241		66	175
TOTAL JUDICIAL	204,849	1,319	145	206,023
DEVELOPMENT:				
Economic	7	29		36
Community	457			457
TOTAL DEVELOPMENT	464	29		493
SOCIAL SERVICES:				
Financial assistance	44,076	661		44,737
Protective services	2,728	151	2	2,877
Support services	89,573	2,834	515	91,892
Employment and training	450	167		617
TOTAL SOCIAL SERVICES	136,827	3,813	517	140,123
HEALTH AND SAFETY:				
Mental health	1,008			1,008
Emergency assistance	1,488		19	1,469
Alcohol and drug abuse	121	4		125
Animal control	493			493
TOTAL HEALTH AND SAFETY	3,110	4	19	3,095
PUBLIC WORKS:				
Public works	9,018	550	495	9,073
TOTAL PUBLIC WORKS	9,018	550	495	9,073
CONSTRUCTION IN PROGRESS	81,461	21,698	2,669	100,490
TOTAL GENERAL FIXED ASSETS	\$ 526,425	\$ 28,940	\$ 4,489	\$ 550,876

Statistical Section

The information presented in the schedules and tables in this section is provided to reflect social and economic data, financial trends and the general fiscal capacity of the County.



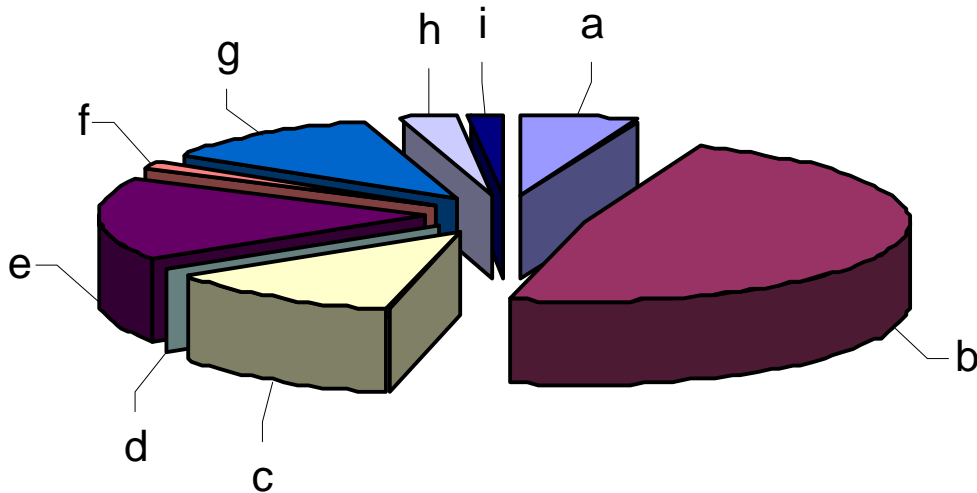
**COUNTY OF CUYAHOGA, OHIO
STATISTICAL SECTION
STATISTICAL DATA TABLES**

THE STATISTICAL SECTION PROVIDES SELECTED
FINANCIAL, ECONOMIC AND DEMOGRAPHIC INFORMATION
WHICH MAY BE USED TO INDICATE TRENDS
FOR COMPARATIVE FISCAL PERIODS.
THE STATISTICAL TABLES INCLUDE INFORMATION
ON GENERAL FUND RATIOS AND TRENDS,
ASSESSMENTS AND TAXES, LONG-TERM DEBT
AND MISCELLANEOUS DATA.

**COUNTY OF CUYAHOGA, OHIO
SCHEDULE OF STATISTICS-GENERAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2000**

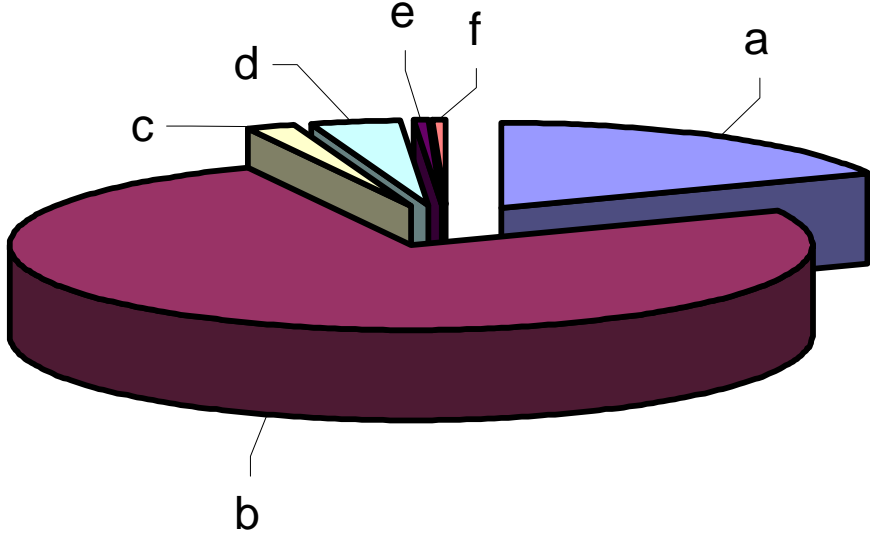
**OPERATING RATIOS-GENERAL FUND-GAAP BASIS
FOR 2000**

REVENUE DOLLAR BY SOURCE



Where the money came from:		%
a.	Property taxes	5.7
b.	Sales, use and other tax	48.0
c.	State local government fund.....	12.1
d.	Licenses and permits1
e.	Charges for services	16.6
f.	Fines and forfeitures	1.7
g.	Investment earnings	11.3
h.	Other intergovernmental	2.9
i.	Miscellaneous.....	1.6
	Total	<u>100.0</u>

EXPENDITURE DOLLAR BY FUNCTION



Where the money was spent:		%
a.	General government.....	18.4
b.	Judicial	74.8
c.	Development.....	2.2
d.	Social services	3.6
e.	Health and safety5
f.	Miscellaneous5
	Total.....	<u>100.0</u>

**COUNTY OF CUYAHOGA, OHIO
GENERAL FUND CASH RECEIPTS BY SOURCE AND
CASH DISBURSEMENTS BY FUNCTION**

**LAST TEN YEARS
(Amounts in 000's)**

RECEIPTS:	<u>1991</u>	<u>1992</u>	<u>1993</u>
Property taxes	\$ 13,395	\$ 16,486	\$ 18,121
Sales and use tax	96,782	101,750	104,589
Other tax	9	10	7
State local government fund.....	26,325	25,229	27,190
Licenses and permits	145	184	158
Charges for services	31,944	36,978	39,553
Fines and forfeitures	3,703	3,219	4,006
Investment earnings	26,050	24,508	23,368
Other intergovernmental	6,906	6,078	10,812
Miscellaneous	2,358	3,563	4,800
Proceeds from loan			39,690
Proceeds from notes	1,244	14,700	1,980
Residual equity transfers in.....	16		
TOTAL RECEIPTS.....	\$ <u>208,877</u>	\$ <u>232,705</u>	\$ <u>274,274</u>

DISBURSEMENTS:			
General government	\$ 34,200	\$ 35,865	\$ 34,124
Judicial.....	133,196	142,162	139,209
Development	920	1,018	1,099
Social services	2,769	1,728	3,996
Health and safety	5,352	5,378	5,342
Miscellaneous	3,143	2,239	2,608
Debt retirement.....			
Operating transfers out	26,666	51,792	83,105
Residual equity transfers out.....			
TOTAL DISBURSEMENTS.....	\$ <u>206,246</u>	\$ <u>240,182</u>	\$ <u>269,483</u>

Source: Cuyahoga County Auditor's Office, Financial Reporting Section. Budgetary basis.

	1994	1995	1996	1997	1998	1999	2000
\$	18,826	\$ 19,065	\$ 16,952	\$ 16,531	\$ 24,094	\$ 22,064	\$ 19,328
	117,698	126,790	130,830	137,113	144,339	151,168	160,664
	19	14	15	13	16	12	10
	29,593	31,794	33,432	35,559	37,530	39,800	40,922
	155	146	130	129	130	128	124
	41,745	36,075	42,529	44,684	46,919	47,564	55,070
	4,400	5,166	4,731	5,840	5,896	6,075	5,458
	28,833	39,584	22,682	23,106	28,157	26,549	26,325
	12,200	7,370	7,073	7,531	9,421	8,010	10,257
	3,078	1,333	6,864	13,179	2,357	1,890	3,783
			5,000				
	82,117						
	16,553	2,707	20	195	579	10,894	938
					7		
\$	<u>355,217</u>	<u>270,044</u>	<u>270,258</u>	<u>283,880</u>	<u>299,445</u>	<u>314,154</u>	<u>322,879</u>
\$	36,797	\$ 38,604	\$ 34,224	\$ 40,621	\$ 40,732	\$ 43,118	\$ 49,100
	143,343	133,474	140,267	159,080	177,836	190,004	199,371
	1,120	1,038	941	1,019	4,245	1,659	2,169
	3,756	3,793	4,325	3,990	4,080	5,836	9,473
	1,035	827	945	880	1,033	796	1,376
	44,231	2,922	23,180	5,874	2,656	1,289	978
	136,375	56,615	25,449	34,405	78,678	42,162	55,210
				298			245
\$	<u>366,657</u>	<u>237,273</u>	<u>229,331</u>	<u>246,167</u>	<u>309,260</u>	<u>284,864</u>	<u>317,922</u>

**COUNTY OF CUYAHOGA, OHIO
GENERAL GOVERNMENTAL REVENUES BY
SOURCE AND EXPENDITURES BY FUNCTION**

**LAST TEN YEARS
(Amounts in 000's)**

	1991	1992	1993
REVENUES			
Property taxes	\$ 179,068	\$ 184,459	\$ 183,670
Sales and use tax	97,549	101,882	108,060
Other tax	24,719	24,638	25,313
State local government fund.....	26,410	25,228	27,479
Licenses and permits	868	913	985
Charges for services	36,620	42,572	47,283
Fines and forfeitures	3,828	3,415	4,276
Investment earnings	35,002	28,405	26,767
Other intergovernmental	354,591	264,522	279,435
Miscellaneous	<u>8,142</u>	<u>9,365</u>	<u>9,804</u>
TOTAL REVENUES	\$ <u>766,797</u>	\$ <u>685,399</u>	\$ <u>713,072</u>
EXPENDITURES			
General government	\$ 43,640	\$ 46,060	\$ 43,561
Judicial	161,358	170,704	159,482
Development	9,140	7,633	9,446
Social services	396,366	312,792	308,615
Health and safety	57,066	63,213	95,698
Public works	32,338	32,539	39,358
Miscellaneous	3,056	2,285	3,054
Capital outlay	31,835	49,667	46,819
Debt service:			
Principal retirement	33,965	7,645	12,680
Interest	<u>7,899</u>	<u>12,611</u>	<u>13,793</u>
TOTAL EXPENDITURES	\$ <u>776,663</u>	\$ <u>705,149</u>	\$ <u>732,506</u>

Note: Includes all governmental fund types on a GAAP basis.

	1994	1995	1996	1997	1998	1999	2000
\$	185,102	\$ 190,172	\$ 199,469	\$ 201,941	\$ 206,595	\$ 231,433	\$ 232,684
	117,931	127,585	131,551	138,519	146,123	151,304	161,910
	26,238	26,562	26,950	27,452	28,346	29,334	29,130
	29,739	31,804	33,723	35,791	37,607	39,841	40,967
	1,107	1,454	1,352	1,318	1,297	1,199	1,581
	49,826	48,861	55,595	59,056	62,241	62,272	72,366
	4,860	5,606	5,224	6,416	6,330	6,535	6,311
	44,268	26,783	24,771	26,647	34,219	20,583	41,567
	292,575	318,497	338,396	356,972	392,280	495,421	626,857
	9,180	5,869	13,517	17,069	6,070	8,351	14,014
\$	<u>760,826</u>	<u>783,193</u>	<u>830,548</u>	<u>871,181</u>	<u>921,108</u>	<u>1,046,273</u>	<u>1,227,387</u>
\$	54,105	\$ 49,704	\$ 41,936	\$ 50,363	\$ 53,826	\$ 58,923	\$ 65,886
	180,528	168,323	179,380	205,085	226,932	245,738	263,619
	12,186	11,815	11,801	15,099	37,321	23,155	29,910
	336,488	335,864	351,515	380,983	422,274	467,961	587,963
	82,371	83,779	87,282	96,225	100,445	102,427	121,977
	39,180	28,256	35,625	35,533	35,100	36,800	46,023
	56,227	3,130	24,093	5,864	2,522	1,550	1,235
	71,651	10,065	11,327	15,339	39,624	38,589	34,032
	10,620	11,450	13,320	13,468	14,885	16,251	17,909
	19,012	14,818	16,870	14,696	13,693	13,937	12,528
\$	<u>862,368</u>	<u>717,204</u>	<u>773,149</u>	<u>832,655</u>	<u>946,622</u>	<u>1,005,331</u>	<u>1,181,082</u>

**COUNTY OF CUYAHOGA, OHIO
PROPERTY TAX LEVIES AND COLLECTIONS
REAL, UTILITY AND TANGIBLE TAXES**

LAST TEN YEARS

Tax Year/ Collection Year	Current Levy	Delinquent Levy	Total Levy	Current Collection
1990/1991	\$ 260,839,121	\$ 23,182,910	\$ 284,022,031	\$ 253,466,796
1991/1992	268,521,712	28,330,218	296,851,930	258,619,140
1992/1993	268,786,789	28,349,555	297,136,344	258,841,389
1993/1994	270,428,700	29,171,681	299,600,381	259,797,166
1994/1995	274,774,712	25,601,379	300,376,091	264,518,998
1995/1996	297,638,447	25,611,370	323,249,817	287,496,258
1996/1997	301,687,315	31,450,099	333,137,414	289,324,803
1997/1998	313,161,002	30,893,055	344,054,057	299,707,825
1998/1999	342,827,633	30,486,779	373,314,412	328,339,476
1999/2000	346,727,681	30,840,744	377,568,425	330,024,233

Source: Cuyahoga County Auditor's Office, Budget Commission. Includes all direct and overlapping governments.

Current Levy Collected	Delinquent Collection	Total Collections	Total Collections As A Percent Of Current Levy	Cumulative Delinquency
97.2%	\$ 6,379,352	\$ 259,846,148	99.6%	\$ 21,997,637
96.3%	7,802,745	266,421,885	99.2%	25,879,345
96.3%	7,324,031	266,165,420	99.0%	27,381,660
96.1%	7,770,629	267,567,795	98.9%	24,211,070
96.3%	7,242,257	271,761,255	98.9%	23,173,179
96.6%	7,571,570	295,067,828	99.1%	25,477,278
95.9%	8,003,728	297,328,531	98.6%	28,804,510
95.7%	9,084,528	308,792,353	98.6%	30,524,427
95.8%	12,015,150	340,354,626	99.3%	28,126,723
95.2%	12,083,354	342,107,587	98.7%	35,029,786

**COUNTY OF CUYAHOGA, OHIO
 ASSESSED AND ESTIMATED ACTUAL VALUE
 OF TAXABLE PROPERTY**

**LAST TEN YEARS
 (Amounts in 000's)**

Tax Year/ Collection Year	REAL PROPERTY		PERSONAL PROPERTY	
	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value
1991/1992	\$ 16,616,531	\$ 47,475,803	\$ 2,606,437	\$ 10,024,458
1992/1993	16,760,649	47,887,568	2,532,365	10,129,460
1993/1994	16,923,520	48,352,914	2,529,616	10,118,464
1994/1995	18,770,759	53,630,740	2,541,031	10,164,124
1995/1996	18,983,267	54,237,906	2,603,148	10,412,592
1996/1997	19,291,442	55,118,406	2,728,871	10,915,484
1997/1998	20,838,304	59,538,011	2,791,334	11,165,336
1998/1999	21,173,385	60,495,385	2,855,467	11,421,868
1999/2000	21,493,369	61,409,625	2,916,480	11,665,920
2000/2001	24,341,838	69,548,110	3,011,512	12,046,046

Source: Cuyahoga County Auditor's Office, Budget Commission.

(1) Beginning in tax year 1990, percentages for valuing the estimated actual value of Public Utility properties vary by class, type and age.

PUBLIC UTILITY		TOTAL		Ratio of Assessed To Estimated Actual Value
Assessed Value	Estimated Actual Value(1)	Assessed Value	Estimated Actual Value	
\$ 1,430,162	\$ 2,860,324	\$ 20,653,130	\$ 60,360,585	34.2%
1,447,110	2,894,220	20,740,124	60,911,248	34.0%
1,446,154	2,892,306	20,899,290	61,363,684	34.1%
1,468,399	2,936,796	22,780,189	66,731,660	34.1%
1,355,615	2,711,230	22,942,030	67,361,728	34.1%
1,337,936	2,675,872	23,358,249	68,709,762	34.0%
1,323,512	2,647,024	24,953,150	73,350,371	34.0%
1,326,935	2,653,870	25,355,787	74,571,123	34.0%
1,223,332	2,446,664	25,633,181	75,522,209	33.9%
1,218,900	2,437,800	28,572,250	84,031,956	34.0%

**COUNTY OF CUYAHOGA, OHIO
PROPERTY TAX RATES
ALL DIRECT AND OVERLAPPING GOVERNMENTS**

**LAST TEN YEARS
(Per \$1,000 of Assessed Valuation)**

	1991	1992	1993	1994	1995	1996	1997	1998	1999	2000
CUYAHOGA COUNTY:										
General operating	0.92	1.01	1.04	0.96	0.85	0.82	1.12	1.00	0.87	0.93
Debt (bond retirement)	0.80	0.71	0.68	0.76	0.87	0.90	0.60	0.72	0.85	0.79
Mental retardation	3.20	3.20	3.20	3.20	3.00	3.00	3.00	3.00	3.00	3.90
Health and human services	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00
Health and welfare	4.40	4.40	4.40	4.40	4.40	4.40	4.40	3.10	3.10	3.10
SUB-TOTAL	12.32	12.32	12.32	12.32	12.12	12.12	12.12	10.82	10.82	11.72
METROPARKS	1.55	1.55	1.55	1.55	1.55	1.55	1.55	1.55	1.55	1.55
CUYAHOGA COMMUNITY COLLEGE	2.80	2.80	2.80	2.80	2.80	2.80	2.80	2.80	2.80	2.80
PORT AUTHORITY	0.13	0.13	0.13	0.13	0.13	0.13	0.13	0.13	0.13	0.13
TOTAL	16.80	16.80	16.80	16.80	16.60	16.60	16.60	15.30	15.30	16.20

Source: Cuyahoga County Auditor's Office, Budget Commission-tax year data.

**COUNTY OF CUYAHOGA, OHIO
RATIO OF NET GENERAL BONDED DEBT
TO ASSESSED VALUE AND
NET BONDED DEBT PER CAPITA**

LAST TEN YEARS

Year	Population ⁽¹⁾	Assessed Value ⁽²⁾ (Amounts in 000's)	Gross General Bonded Debt ⁽³⁾	Less:Balance Debt Service Fund ⁽⁴⁾	Net General Bonded Debt	Ratio of Net Bonded Debt To Assessed Value	Net Debt Per Capita
1991	1,414,041	\$ 20,653,129	\$ 155,410,000	\$ 3,850,159	\$ 151,559,841	0.73%	\$ 107.18
1992	1,414,041	20,740,124	147,950,000	3,724,485	144,225,515	0.70%	102.00
1993	1,414,041	20,899,290	172,409,636	4,951,629	167,458,007	0.80%	118.43
1994	1,403,239	22,780,189	161,979,636	919,162	161,060,474	0.71%	114.78
1995	1,396,169	22,942,030	186,799,636	1,069,858	185,729,778	0.81%	133.03
1996	1,401,552	23,358,249	174,639,636	659,673	173,979,963	0.74%	124.13
1997	1,386,803	24,953,150	162,384,636	5,502,241	156,882,395	0.63%	113.13
1998	1,380,696	25,355,787	150,324,636	1,658,942	148,665,694	0.59%	107.67
1999	1,371,717	25,633,181	137,774,636	968,193	136,806,443	0.53%	99.73
2000	1,393,978	28,572,250	220,639,636	4,009,551	216,630,085	0.76%	155.40

(1) Estimates - Various sources. 1991 and 2000 population figure based on United States Department of Commerce, Bureau of Census.

(2) Cuyahoga County Auditor's Office, Budget Commission-tax year data.

(3) Tax supported debt outstanding December 31.

(4) Balance outstanding December 31, Financial Reporting Section.

**COUNTY OF CUYAHOGA, OHIO
COMPUTATION OF
LEGAL DEBT MARGIN**

DECEMBER 31, 2000

Total of all County Debt Outstanding		\$ 350,489,728
Debt Exempt from Computation:		
Self-Supporting General Obligation Bonds	\$ 155,000	
Sewer Improvement Bonds.....	2,765,000	
County Jail Facilities General Obligation Bonds.....	36,100,000	
Gateway Economic Development Bonds.....	109,645,000	
Brownfield Economic Redevelopment Bonds.....	14,585,000	
Shaker Square Redevelopment Bonds.....	<u>2,855,000</u>	
 Total Exempt Debt.....		 <u>166,105,000</u>
Net Indebtedness(Voted and Unvoted).....		184,384,728
Less: Available funds in Debt Service fund as of December 31, 2000 ⁽¹⁾		 <u>4,009,551</u>
 Total Net Indebtedness Subject to Direct Debt Limitation.....		 \$ <u>180,375,177</u>
 Assessed Valuation of County(2000 tax year).....	 \$ 28,572,249,794	
Direct Debt Limitation-ORC 133.02 and ORC 133.05 (3% of first \$100,000,000 assessed valuation; 1 1/2% amount in excess of \$100,000,000 not in excess of \$300,000,000; 2 1/2% of amount in excess of \$300,000,000)		 \$ 712,806,245
Total Net Indebtedness(Voted and Unvoted)		<u>180,375,177</u>
 DIRECT DEBT MARGIN.....		 \$ <u>532,431,068</u>
 Unvoted Debt Limitation(1% of County Assessed Valuation).....		 \$ 285,722,498
Total Unvoted Net Indebtedness Subject to 1% Debt Limitation		<u>176,690,000</u>
 UNVOTED DEBT MARGIN.....		 \$ <u>109,032,498</u>

(1) GAAP basis.

**COUNTY OF CUYAHOGA, OHIO
COMPUTATION OF DIRECT AND OVERLAPPING DEBT**

DECEMBER 31, 2000

	Gross Debt	Debt Service Fund	Net Debt	Percent Applicable	County Share ⁽³⁾
County of Cuyahoga ⁽¹⁾	\$ 231,044,636	\$ 4,009,551	\$ 227,035,085	100%	\$ 227,035,085
Cuyahoga County Cities, Villages, Townships ⁽¹⁾	861,888,480	30,389,732	831,498,748	100%	831,498,748
Cuyahoga County School Districts ⁽²⁾	537,810,351	58,140,808	<u>479,669,543</u>	100%	<u>479,669,543</u>
Total Net Direct and Overlapping Debt.....			\$ <u>1,538,203,376</u>		<u>\$1,538,203,376</u>

(1) 2001 Tax Budgets filed in July, 2000 and certified unencumbered 2001 balances filed in January, 2001 with Cuyahoga County Budget Commission. Budgetary basis.

(2) Cuyahoga County School Districts file on fiscal year ending June 30, 2000. Budgetary basis.

(3) Percent applicable to the County of Cuyahoga calculated using assessed valuation of County divided by assessed valuation of taxing district. Assessed valuation of taxing districts furnished by Cuyahoga County Budget Commission.

**COUNTY OF CUYAHOGA, OHIO
RATIO OF ANNUAL DEBT SERVICE
FOR GENERAL BONDED DEBT TO TOTAL
GENERAL EXPENDITURES**

LAST TEN YEARS

Year	Debt Service on General Tax Supported Debt	Debt Service on Self-Supporting Debt	General Expenditures (in 000's) ⁽¹⁾	Ratio of Tax Supported Debt Service to General Expenditures	Ratio of Self-Supported Debt Service To General Expenditures
1991	\$ 41,553,339	\$ 310,107	\$ 776,663	5.35%	0.04%
1992	18,380,831	1,874,745	705,149	2.61%	0.27%
1993	17,750,996	6,382,925	732,506	2.42%	0.87%
1994	18,985,550	487,425	862,368	2.20%	0.06%
1995	18,522,334	7,746,544	717,204	2.58%	1.08%
1996	21,646,664	8,543,700	773,149	2.80%	1.11%
1997	20,911,716	7,251,900	832,655	2.51%	0.87%
1998	20,132,392	8,445,300	946,622	2.13%	0.89%
1999	21,502,862	8,685,224	1,005,331	2.14%	0.86%
2000	22,082,794	8,354,269	1,181,082	1.87%	0.71%

(1) GAAP basis. Includes all governmental fund types.

Source: Cuyahoga County Auditor's Office, Financial Reporting Section.

**COUNTY OF CUYAHOGA, OHIO
REVENUE BOND COVERAGE - HOSPITAL BONDS**

**LAST TEN YEARS
(Amounts in 000's)**

Year	Gross Revenue ⁽¹⁾	Operating Expenses ⁽²⁾	Net Revenue Available for Debt Service	Debt Service Requirements			Coverage
				Principal ⁽³⁾	Interest	Total	
1991	\$ 316,322	\$ 277,054	\$ 39,268	\$	\$ 7,143	\$ 7,143	5.50
1992	344,438	302,087	42,351		7,143	7,143	5.93
1993	353,782	328,705	25,077	1,650	7,090	8,740	2.87
1994	329,922	317,136	12,786	1,755	6,981	8,736	1.46
1995	320,124	302,279	17,845	1,870	6,863	8,733	2.04
1996	327,711	308,873	18,838	1,990	6,737	8,727	2.16
1997	367,125	334,816	32,309	2,120	8,805	10,925	2.96
1998	387,220	360,642	26,578	4,982	6,863	11,845	2.24
1999	423,981	407,070	16,911	1,955	8,702	10,657	1.59
2000	448,458	434,191	14,267	3,850	10,861	14,711	.97

(1) Gross revenue is total operating revenue plus interest income and operating transfers.

(2) Operating expenses is exclusive of depreciation and bond interest expense.

(3) 1997 principal payment exclusive of refunded bonds.

Source: MetroHealth System. GAAP basis.

**COUNTY OF CUYAHOGA, OHIO
PROPERTY VALUES, CONSTRUCTION AND BANK DEPOSITS**

LAST TEN YEARS

Year	Assessed Value⁽¹⁾ (Amounts in 000's)	Bank Deposits At December 31⁽²⁾ (Amounts in 000's)	Building Permits Issued⁽³⁾
1991	\$ 20,653,129	\$ 18,392,243	18,550
1992	20,740,124	19,379,280	21,724
1993	20,899,290	21,009,421	19,795
1994	22,780,189	20,885,453	21,480
1995	22,942,030	22,458,573	23,585
1996	23,358,249	27,068,211	21,700
1997	24,953,150	53,941,971	20,612
1998	25,355,787	58,904,596	24,244
1999	25,633,181	57,816,942	23,428
2000	28,572,250	61,942,764	24,272

Sources: (1) Cuyahoga County Auditor's Office, Budget Commission-tax year data for real, personal and public utility property.

(2) Banks deposits at year-end for banks headquartered in City of Cleveland-Federal Reserve Bank of Cleveland (Total demand, time and savings deposits). Federal Reserve Bank of Cleveland.

(3) Cuyahoga County Auditor's Office, Real Estate Assessment Division.

.COUNTY OF CUYAHOGA, OHIO DEMOGRAPHIC STATISTICS

POPULATION ⁽¹⁾	<u>County</u>	<u>MSA</u>
1940	1,217,250	1,319,734
1950	1,389,532	1,532,574
1960	1,647,895	1,909,483
1970	1,721,300	2,063,729
1980	1,498,400	1,898,825
1990	1,412,140	1,831,122
2000	1,393,978	1,863,479

AGE DISTRIBUTION ⁽²⁾	<u>2000</u>	
	<u>Number</u>	<u>Percentage</u>
Under 5 yrs	90,996	6.5
5 - 9 yrs.....	101,372	7.3
10 - 14 yrs.....	99,235	7.1
15 - 19 yrs.....	89,960	6.5
20 - 24 yrs.....	77,515	5.6
25 - 34 yrs.....	188,873	13.5
35 - 44 yrs.....	219,449	15.7
45 - 54 yrs.....	187,601	13.5
55 - 59 yrs.....	65,599	4.7
60 - 64 yrs.....	56,217	4.0
65 - 74 yrs.....	107,327	7.7
75 - 84 yrs.....	82,469	5.9
85 yrs and over.....	<u>27,365</u>	<u>2.0</u>
TOTAL.....	1,393,978	100.00
Median age.....	37.3	
Males.....	658,481	
Females.....	735,497	

DISTRIBUTION OF FAMILIES BY INCOME BRACKET ⁽³⁾	<u>1990</u>		<u>1980</u>	
	(Average 2.5 persons)		(Average 2.4 persons)	
	<u>Number</u>	<u>Percentage</u>	<u>Number</u>	<u>Percentage</u>
\$0 - 4,999.....	23,425	4.78	30,144	7.61
\$5,000 - 14,999.....	50,386	10.29	87,435	22.08
\$15,000 - 24,999.....	71,961	14.70	112,047	28.30
\$25,000 - 49,999.....	188,143	38.42	138,831	35.07
Over \$50,000	<u>155,791</u>	<u>31.81</u>	<u>27,475</u>	<u>6.94</u>
TOTAL.....	489,706	100.00	395,932	100.00
Median Family Income.....	\$ 37,140		\$ 22,071	
Per Capita Income.....	\$ 15,092		\$ 8,099	

Source: (1) Ohio Department of Development-The Metropolitan Statistical Area (MSA), as defined by the Department of Development, includes Cuyahoga, Geauga, Lake and Medina Counties. Population totals for 2000 are provided by the U.S. Census Bureau.

(2) U.S. Census Bureau, Census 2000.

(3) U.S. Census Bureau. 2000 data not available.

**COUNTY OF CUYAHOGA, OHIO
DEMOGRAPHIC STATISTICS**

LAST TEN YEARS

Employment - Annual Average⁽¹⁾	<u>1991</u>	<u>1992</u>	<u>1993</u>	<u>1994</u>
Total Civilian Labor Force	675,100	678,000	673,900	675,600
Total Employed*	635,700	629,200	627,900	636,300
Total Unemployed	39,400	48,800	46,000	39,300
Unemployment Rate	5.8%	7.2%	6.8%	5.8%

**Employment By Sector⁽¹⁾
(Amounts in 000's)**

	Manufacturing		Wholesale Retail Trade		Professional and Related Services		State and Local Government	
	<u>Number</u>	<u>%</u>	<u>Number</u>	<u>%</u>	<u>Number</u>	<u>%</u>	<u>Number</u>	<u>%</u>
1991	156.0	21.2	179.9	24.4	209.9	28.5	81.2	11.0
1992	147.3	20.4	176.6	24.4	210.1	29.0	82.1	11.3
1993	140.9	19.1	176.4	24.3	219.8	29.9	82.2	11.1
1994	139.5	18.6	181.0	24.1	227.3	30.2	83.6	11.1
1995	140.0	18.3	187.7	24.5	236.3	30.8	80.1	10.5
1996	137.1	17.8	188.8	24.5	236.8	30.7	81.1	10.5
1997	136.3	17.3	192.9	24.5	242.8	30.9	84.1	10.7
1998	136.5	17.0	195.1	24.4	252.9	31.6	84.8	10.6
1999	133.3	16.5	195.5	24.2	259.6	32.2	83.3	10.3
2000	128.8	16.0	189.3	23.6	264.4	32.9	83.9	10.4

Source: (1) Ohio Bureau of Employment Services.

* Difference due to non-county residents employed in county.

<u>1995</u>	<u>1996</u>	<u>1997</u>	<u>1998</u>	<u>1999</u>	<u>2000</u>
676,600	678,800	676,800	699,200	681,200	691,000
644,200	643,800	637,400	668,500	649,900	659,900
32,400	35,000	39,400	30,700	31,300	31,100
4.8%	5.2%	5.8%	4.4%	4.6%	4.5%

Finance, Insurance, Real Estate		Transportation and Public Utilities		Other		TOTAL*	
<u>Number</u>	<u>%</u>	<u>Number</u>	<u>%</u>	<u>Number</u>	<u>%</u>	<u>Number</u>	<u>%</u>
51.0	7.0	33.7	4.6	24.1	3.3	735.8	100.0
53.1	7.3	32.4	4.5	22.4	3.1	724.0	100.0
53.7	7.3	31.8	4.3	30.2	4.0	735.0	100.0
56.7	7.5	33.1	4.4	30.5	4.1	751.7	100.0
57.6	7.5	33.2	4.3	31.2	4.1	766.1	100.0
59.8	7.8	33.8	4.4	32.8	4.3	770.2	100.0
62.2	7.9	34.4	4.4	33.4	4.3	786.1	100.0
63.7	7.9	34.9	4.4	32.9	4.1	800.8	100.0
67.9	8.4	34.7	4.3	33.1	4.1	807.4	100.0
68.4	8.5	34.8	4.3	34.7	4.3	804.3	100.0

**COUNTY OF CUYAHOGA, OHIO
SCHEDULE OF INSURANCE COVERAGE**

DECEMBER 31, 2000

Name of Carrier/ Type of Coverage	Policy Number	Policy Period	Annual Premium	Details of Coverage	Liability Limit
American States Insurance Company Auto Liability Insurance	R1CD031567-70	07/01/00 - 07/01/01	\$184,680	Motor vehicle liability insurance covering licensed and unlicensed county vehicles.	\$1,000,000 combined single limit per occurrence bodily injury and property damage.
Auto Physical Damage Insurance			\$13,800	Automobile physical damage coverage for certain limited county vehicles.	Actual Cash Value- \$250 and \$500 comprehensive deductible \$250, \$500 and \$1,000 collision deductible.
Protection Mutual Insurance Company	552201-99	07/01/00 - 07/01/01	\$514,370	All risk coverage on county owned properties, boilers and machinery and data processing equipment.	\$1,455,623,000 blanket. Replacement cost limit \$50,000 deductible.
Western Heritage	SCP0287812	02/06/00 - 02/06/01	\$5,890	Liability insurance for private voting places for the Board of Elections.	\$1,000,000 combined single limit per occurrence bodily injury and property damage and \$2,000,000 aggregate.
Fidelity and Deposit Insurance Company of Maryland Blanket Bond	003453402	07/01/99 - till canceled	\$10,933	Blanket Bond-Form P including faithful performance. Covers all employees except public officials who require individual bonds, treasurers, and tax collectors by whatever title known	\$250,000 per person \$500 deductible limit of coverage per person.
Excess Blanket Bond				Excess Blanket Bond – Form O Covers Treasurers' Department and Human Services.	\$100,000 per loss.
Money and Securities				Monies and Securities all departments.	\$400,000 limit Form C all departments except Treasurer at \$1,000,000.
Western World Insurance Company	NGL747898	01/12/00- 01/12/01	\$3,120	Liability insurance for Home Health and Nurses Assistance Training.	\$1,000,000 combined single limit per occurrence bodily injury and property damage and \$1,000,000 aggregate.

Source: Department of Central Services, Risk and Property Management.

**COUNTY OF CUYAHOGA, OHIO
PRINCIPAL TAXPAYERS**

DECEMBER 31, 2000

Name of Taxpayer	Nature of Business	Assessed Valuation	% of Total Assessed Valuation
Cleveland Electric Illuminating Company	Electric Utility	\$ 705,152,470	2.47%
Ohio Bell Telephone Company	Telephone Utility	220,327,150	0.77%
Ford Motor Company	Automotive Manufacturing	162,269,100	0.57%
East Ohio Gas Company	Natural Gas Utility	122,839,980	0.43%
L T V Steel Corporation	Steel Manufacturing	121,051,020	0.42%
City of Cleveland	Enterprise Activities	73,265,940	0.26%
ZML-Cleveland Public Square	Real Estate Investor	56,305,130	0.20%
Greater Cleveland Dome	Arena/Baseball Stadium	56,063,980	0.19%
General Motors Corporation	Automotive Manufacturing	46,325,530	0.16%
Plain Dealer Publishing Company	Daily News Publishing	<u>44,427,540</u>	<u>0.15%</u>
		\$ <u>1,608,027,840</u>	<u>5.62%</u>

These taxpayers were selected based solely upon a review of the 200 taxable parcels of real, personal and public utility property with the highest assessed valuation. A taxpayer owning many smaller parcels would not be included in this list even if the aggregate assessed valuation of such parcels exceeded that of one or more taxpayers on the list.

Source: Cuyahoga County Auditor's Office, IST Division-tax year data.

COUNTY OF CUYAHOGA, OHIO MISCELLANEOUS STATISTICS

DECEMBER 31, 2000

Date of Incorporation	1810
Twenty-third most populous County in the United States ⁽¹⁾	
Form of Government: Three member elected Board of County Commissioners with legislative and executive powers. Eight other elected officials with administrative powers.	
Area-Square Miles	459
Number of Political Subdivisions Located in the County	
Municipalities	57
Townships.....	2
School Districts	33
Special Districts.....	13
Total Number of County Employees	10,888
Voter Statistics, Election of November, 2000 ⁽²⁾	
Number of Registered Voters.....	1,012,480
Number of Voters-Last General Election	590,473
Percentage of Registered Voters Voting.....	58.3%
MetroHealth System	
Total Patient Days-2000	290,336
Total Number of Beds-2000	1,187
Average Percent Occupancy-2000.....	67%
Sanitary Engineer	
Miles of Sewer Line Operated	600
Wastewater Treatment Plants Operated.....	5
Pump Stations Operated.....	39
Airport	
Hangars.....	16
Aircraft.....	192
Traffic(Takeoffs and Landings).....	73,791
Office Buildings	8
Other	
Number of Colleges and Universities in County	8

Source: (1) U.S. Department of Commerce, Bureau of Census, 2000.
(2) Cuyahoga County Board of Elections.

**COUNTY OF CUYAHOGA, OHIO
ACKNOWLEDGEMENTS**

This report was prepared by the following members of the County Auditor's Office, General Accounting Division:

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Background cover photograph by David Michael Sichko

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CUYAHOGA COUNTY FINANCIAL CONDITION

CUYAHOGA 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
OCTOBER 9, 2001