



**Auditor of State
Betty Montgomery**

BELMONT COUNTY
TABLE OF CONTENTS

TITLE	PAGE
Schedule of Federal Award Expenditures.....	1
Notes to the Schedule of Federal Award Expenditures	3
Independent Accountants' Report on Compliance and on Internal Control Required by <i>Government Auditing Standards</i>	5
Independent Accountants' Report on Compliance with Requirements Applicable to Major Federal Programs and Internal Control Over Compliance in Accordance with OMB Circular A-133	7
Schedule of Findings – <i>OMB Circular A-133 § .505</i>	9
Schedule of Prior Audit Findings – <i>OMB Circular A-133 §315 (b)</i>	11
Corrective Action Plan – <i>OMB Circular A-133 § 315(c)</i>	12

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BELMONT COUNTY
SCHEDULE OF FEDERAL AWARD EXPENDITURES
FOR THE YEAR ENDED DECEMBER 31, 2002

FEDERAL GRANTOR	Federal	Pass-Through		
<i>Pass-Through Grantor</i> Program Title	CFDA Number	Entity Number	Disbursements	Noncash Disbursements
UNITED STATES DEPARTMENT OF AGRICULTURE				
<i>Passed Through State Department of Education:</i>				
Nutrition Cluster:				
Food Distribution	10.550	N/A	\$0	\$4,090
School Breakfast Program	10.553	068676-05-PU-00	5,269	
National School Lunch Program	10.555	068676-03/04-PU-00	13,392	
Total United States Department of Agriculture/Nutrition Cluster			18,661	4,090
UNITED STATES DEPARTMENT OF COMMERCE				
<i>Economic Development Administration - Grants to Public Works and Infrastructure Development & Appalachian Regional Commission - Appalachian Supplements to Federal Grant-in-Aid - Direct Program</i>				
	11.300	06-01-03011	140,517	
Total United States Department of Commerce			140,517	
UNITED STATES DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT				
<i>Passed Through State Department of Development:</i>				
Community Development Block Grants				
Formula Grant	14.228	B-F-00-007-1	102,375	
Formula Grant	14.228	B-F-01-007-1	310,063	
Community Housing Improvement Program Grant	14.228	B-F-02-007-1		
Community Housing Improvement Program Grant	14.228	B-C-01-007-1	114,231	
Community Housing Improvement Program Grant	14.228	B-C-01-007-2	231,010	
Total Community Development Block Grants			757,679	
Total United States Department of Housing and Urban Development			757,679	
UNITED STATES DEPARTMENT OF JUSTICE				
<i>Passed Through Ohio Attorney General's Office:</i>				
Crime Victims Assistance Grant	16.575	2002VAGENE034	30,141	
Crime Victims Assistance Grant	16.575	2003VAGENE034	9,655	
Total Victims of Crime Act			39,796	
<i>Passed Through Office of Criminal Justice Services:</i>				
Juvenile Accountability Incentive Block Grant				
Belmont County Drug Court	16.523	00-JB-009-A004	16,850	
Aftercare Program	16.523	00-JB-013-A112	91,691	
Total Juvenile Accountability Incentive Block Grants			108,541	
Violence Against Women Formula Grants	16.588	99-WF-VA1-8432	4,391	
Violence Against Women Formula Grants	16.588	00-WF-VA2-8412	19,817	
Domestic Violence Investigation	16.588	01-WF-VA2-8412	51,417	
Total Violence Against Women Formula Grants			75,625	
<i>Passed Through Office of Emergency Management Agency:</i>				
Domestic Preparedness Equipment Grant	16.007	J809	32,800	
Bulletproof Vest Partnership Grant Program -Direct Program	16.607	N/A	485	
Office of Justice Programs:				
Drug Court Discretionary Grant Program-Direct Program	16.585	98-DC-VX-0150		
Office of Justice Programs:				
Drug Court Enhancement Grant Program - Direct Program	16.585	01-DC-BX-0030	85,598	
Office of Community Oriented Policing Services				
COPS in School Award - Direct Program	16.710	1999-SH-WX-0457	259,916	
Total United States Department of Justice			\$602,761	

BELMONT COUNTY
SCHEDULE OF FEDERAL AWARD EXPENDITURES
FOR THE YEAR ENDED DECEMBER 31, 2002
(Continued)

FEDERAL GRANTOR Pass-Through Grantor Program Title	Federal CFDA Number	Pass-Through Entity Number	Disbursements	Noncash Disbursements
UNITED STATES DEPARTMENT OF LABOR				
<i>Passed Through Ohio Bureau of Employment Services:</i>				
<i>Passed Through Joint Training Partnership of Southeast Ohio (SDA #31) and Ohio Valley Employment Resource</i>				
JTPA Cluster:				
Employment and Training Assistance Dislocated Workers				
Title III EDWAA Incentive	17.246	B-00-31-00-00	\$43,262	
Title III Quarto Clean Air	17.246	F-99-31-00-00	9,154	
Title III Central Ohio Coal	17.246	99-31-00-00	5,293	
Total Employment Training Assistance Dislocated Workers			57,709	
Total JTPA Cluster				57,709
<i>Passed Through Ohio Department of Job and Family Services:</i>				
Workforce Investment Act Cluster:				
Workforce Investment Act - Adult	17.258	N/A	366,855	
Workforce Investment Act - Youth	17.259	N/A	580,596	
Workforce Investment Act - Dislocated Workers	17.260	N/A	188,620	
Total Workforce Investment Act Cluster			1,136,071	
Total United States Department of Labor				1,193,780
FEDERAL EMERGENCY MANAGEMENT AGENCY				
<i>Passed Through Ohio Department of Public Safety/Ohio Emergency Management Agency:</i>				
Federal Emergency Management Agency: Emergency Management Performance Grant Program	83.552	J732	24,527	
Total Federal Emergency Management Agency				24,527
UNITED STATES DEPARTMENT OF EDUCATION				
<i>Passed Through State Department of Education:</i>				
Special Education Cluster				
Title VI-B, Special Education Grants to States for Education of Handicapped Children (IDEA, Part B)	84.027	06584-6B-SF-02P	22,055	
Total Title VI-B	84.027	06584-6B-SF-03P	5,565	
Special Education - Preschool Grants (IDEA Preschool) PS/SE Indicators of Success	84.173	065854-PG-S1-2003P	1,281	
Total Special Education - Preschool Grants			1,281	
Total Special Education Cluster				28,901
Title VI, Innovative Education Program Strategies	84.298	065854-C2-S1-2001	1,480	
Title VI, Innovative Education Program Strategies	84.298	065854-C2-S1-2003	136	
Total Title VI, Innovative Education Program Strategies			1,616	
Total United States Department of Education				30,517
UNITED STATES DEPARTMENT OF HEALTH AND HUMAN SERVICES				
<i>Passed Through State Department of Youth Services</i>				
AmeriCorps - Youth and Communities in Partnership	94.006	YCP-028-01	5,662	
AmeriCorps - Youth and Communities in Partnership	94.006	YCP-001-02	13,749	
Total AmeriCorps				19,411
<i>Passed Through State Department of Mental Retardation and Development Disabilities:</i>				
Social Services Block Grant, Title XX	93.667	N/A	65,700	
Community Alternative Funding System/Targeted Case Management, Title XIX	93.778	0700012	859,558	
Total United States Department of Health and Human Services				944,669
Total Federal Awards Expenditures			\$3,713,111	\$4,090

The accompanying Notes to the Schedule of Federal Award Expenditures are an integral part of this Schedule.

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BELMONT COUNTY

**NOTES TO THE SCHEDULE OF FEDERAL AWARD EXPENDITURES
FOR THE YEAR ENDED DECEMBER 31, 2002**

NOTE A - SIGNIFICANT ACCOUNTING POLICIES

The accompanying Schedule of Federal Award Expenditures (the Schedule) is a summary of the activity of the County's federal award programs. The Schedule has been prepared on a cash basis of accounting, except expenditures of assistance passed through the Ohio Bureau of Employment Services Job Training Partnership Programs are presented on an accrual basis.

NOTE B – FOOD DISTRIBUTION

Nonmonetary assistance, such as food received from the United States Department of Agriculture, is reported in the Schedule at fair market value of the commodities disbursed. Monies from the United States Department of Agriculture are commingled with state grants. It is assumed federal monies are expended first. At December 31, 2002, the County had no significant food commodities in inventory.

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

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

These loans are collateralized by fixtures, machinery, and equipment. At December 31, 2002, the gross amount of loans outstanding under this program was \$478,605. No new loans were made during calendar year 2002. Delinquent amounts due are \$20,224.

NOTE D – MATCHING REQUIREMENTS

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



Auditor of State Betty Montgomery

INDEPENDENT ACCOUNTANTS' REPORT ON COMPLIANCE AND ON INTERNAL CONTROL REQUIRED BY GOVERNMENT AUDITING STANDARDS

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

To the Board of County Commissioners:

We have audited the general purpose financial statements of Belmont County, Ohio (the County), as of and for the year ended December 31, 2002, and have issued our report thereon dated June 18, 2003. 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. We did not audit the financial statements of Belco Crafts, Inc., the County's only discretely presented component unit. Those financial statements were audited by other auditors whose report thereon has been furnished to us, and our opinion on the general purpose financial statements, insofar as it relates to the amounts discretely presented for Belco Crafts, Inc., is based solely on the report of the other auditors. The financial statements of Belco Crafts, Inc., were audited by other auditors in accordance with auditing standards generally accepted in the United States of America and not in accordance with *Government Auditing Standards* and accordingly this report does not extend to that component unit.

Compliance

As part of obtaining reasonable assurance about whether the County's general purpose financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed an instance of noncompliance that is required to be reported under *Government Auditing Standards* which is described in the accompanying Schedule of Findings as item 2002-001. We also noted certain immaterial instances of noncompliance that we have reported to management of the County in a separate letter dated June 18, 2003.

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 general purpose financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

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However, we noted other matters involving the internal control over financial reporting that do not require inclusion in this report, that we reported to the management of the County in a separate letter dated June 18, 2003.

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

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

Betty Montgomery
Auditor of State

June 18, 2003



**Auditor of State
Betty Montgomery**

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

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

To the Board of County Commissioners:

Compliance

We have audited the compliance of Belmont County, Ohio (the County), with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133, Compliance Supplement* that are applicable to each of its major federal programs for the year ended December 31, 2002. The County's major federal programs are identified in the Summary of Auditor's Results Section of the accompanying Schedule of Findings. 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 of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance occurred with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program. 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.

In our opinion, 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, 2002.

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.

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

Schedule of Federal Awards Expenditures

We have audited the general purpose financial statements of the County as of and for the year ended December 31, 2002, and have issued our report thereon dated June 18, 2003. We did not audit the financial statements of Belco Crafts, Inc., the County's only discretely presented component unit. Those financial statements were audited by other auditors whose report thereon has been furnished to us, and our opinion on the general financial statements, insofar as it relates to the amounts discretely presented for Belco Crafts, Inc., is based solely on the report of the other auditors. Our audit was performed for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The accompanying Schedule of Federal Awards Expenditures is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the general purpose financial statements. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the general purpose financial statements taken as a whole.

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



Betty Montgomery
Auditor of State

June 18, 2003

BELMONT COUNTY
SCHEDULE OF FINDINGS
OMB CIRCULAR A -133 §.505
DECEMBER 31, 2002

1. SUMMARY OF AUDITOR'S RESULTS
--

(d)(1)(i)	Type of Financial Statement Opinion	Unqualified
(d)(1)(ii)	Were there any material control weakness conditions reported at the financial statement level (GAGAS)?	No
(d)(1)(ii)	Were there any other reportable control weakness conditions reported at the financial statement level (GAGAS)?	No
(d)(1)(iii)	Was there any reported material non-compliance at the financial statement level (GAGAS)?	Yes
(d)(1)(iv)	Were there any material internal control weakness conditions reported for major federal programs?	No
(d)(1)(iv)	Were there any other reportable internal control weakness conditions reported for major federal programs?	No
(d)(1)(v)	Type of Major Programs' Compliance Opinion	Unqualified
(d)(1)(vi)	Are there any reportable findings under § .510?	No
(d)(1)(vii)	Major Programs (list):	Medical Assistance Program (Medicaid: Title XIX) CFDA # 93.778, Community Development Block Grant, CFDA #14.228
(d)(1)(viii)	Dollar Threshold: Type A/B Programs	Type A: > \$ 300,000 Type B: all others
(d)(1)(ix)	Low Risk Auditee?	Yes

BELMONT COUNTY
SCHEDULE OF FINDINGS
OMB CIRCULAR A -133 §.505
DECEMBER 31, 2002
(Continued)

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

FINDING NUMBER 2002-001

Noncompliance Citation

Ohio Rev. Code Section 135.37(A) provides that at the time any institution receives a deposit of public moneys it shall pledge to and deposit with the investing authority, as security for the repayment of all public moneys to be deposited, eligible securities of aggregate market value equal to or in excess of the amount of public moneys to be at the time so deposited. Any securities listed in division (B) of Ohio Rev. Code Section 135.18 are eligible for such purpose. The collateral so pledged or deposited may be in an amount that when added to the portion of the deposit insured by federal deposit insurance corporation (FDIC) or any other agency or instrumentality of the federal government will, in aggregate, equal or exceed the amount of public moneys so deposited. Also, Ohio Rev. Code Section 135.37(C) states that upon request from the investing authority, the trustee or the public depository shall furnish a statement of the securities pledged against the public moneys deposited in the public depository.

At December 31, 2002, the Department of Development Revolving Loan Account and Sanitary Sewer District had funds on deposit with WesBanco and Belmont National Bank of which \$991,580 and \$42,234 respectively, were uninsured and uncollateralized.

We recommend the Board of County Commissioners establish control procedures to ensure the bank has pledged sufficient collateral to cover the balances in excess of the Federal Deposit Insurance Corporation coverage.

3. FINDINGS FOR FEDERAL AWARDS

None

BELMONT COUNTY

**SCHEDULE OF PRIOR AUDIT FINDINGS
OMB CIRCULAR A -133 §.315 (b)
DECEMBER 31, 2002**

Finding Number	Finding Summary	Fully Corrected?	Not Corrected, Partially Corrected; Significantly Different Corrective Action Taken; or Finding No Longer Valid; Explain:
2001-61007-01	Ohio Rev. Code Section 5705.41(D) states that no subdivision or taxing unit shall make any expenditure of money unless the fiscal officer attaches a certificate stating the amount has been lawfully appropriated.	No	Not corrected, however improvements have been made so this non compliance citation will be issued in the management letter.
2001-61007-02	Ohio Rev. Code Section 135.37(A) states eligible securities pledged of aggregate market value equal to or in excess of the amount of public moneys to be at the time so deposited.	No	Not corrected, reissued as finding number 2002-001.

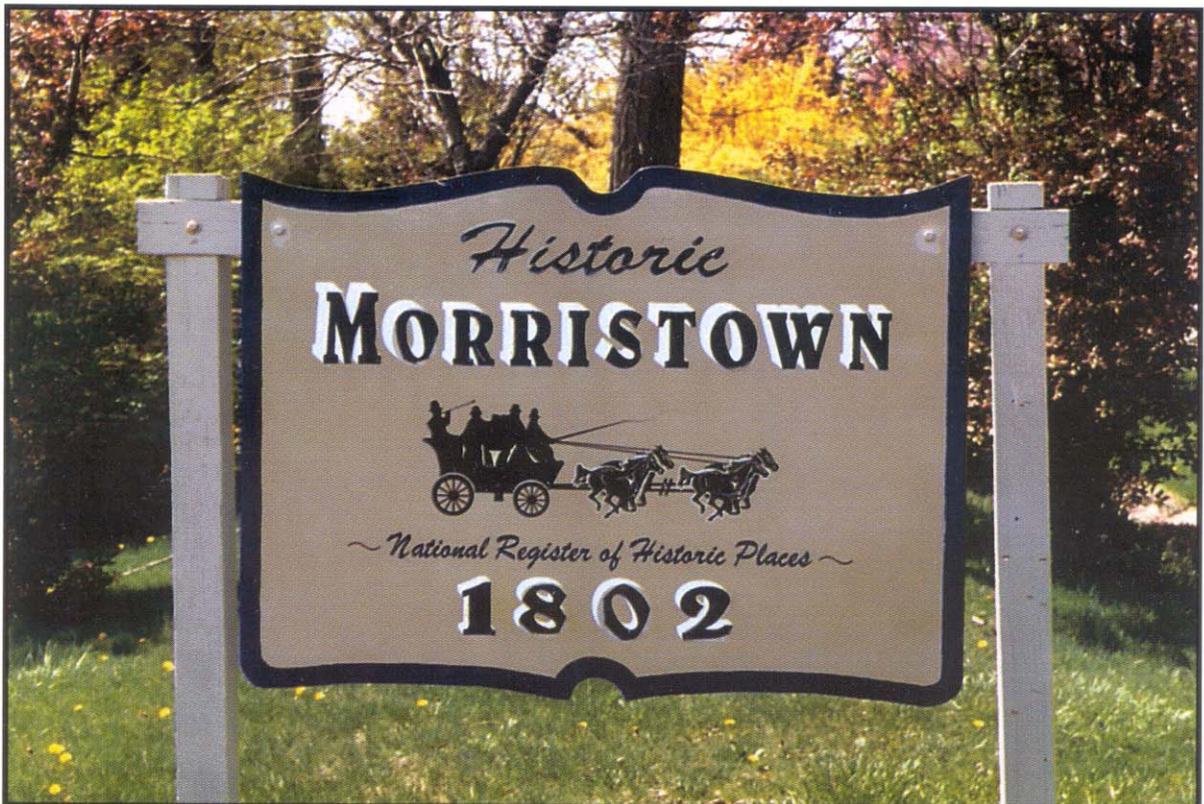
BELMONT COUNTY

**CORRECTIVE ACTION PLAN
OMB CIRCULAR A -133 §.315 (c)
DECEMBER 31, 2002**

Finding Number	Planned Corrective Action	Anticipated Completion Date	Responsible Contact Person
2002-01	The Board of County Commissioners will implement procedures to ensure that the County has sufficient collateral to cover deposits in excess of Federal Deposit Insurance Corporation coverage. The Department of Development Revolving Loan Account has been adequately collateralized in 2003.	December 31, 2003	Darlene Pempek, County Commissioner's Clerk

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED DECEMBER 31, 2002



BELMONT COUNTY, OHIO

Front Cover:

The Village of Morristown Bicentennial Celebration 1802 - 2002:

The Village of Morristown was platted by John Zane and William Chapline in 1802 and named for an early settler and innkeeper, Duncan Morrison. The National Road, the major overland route to the West in the second quarter of the nineteenth century was the crucial factor in Morristown's development. It was built through the village around 1826 and changed the village's main thoroughfare from the "Wheeling Road" (later renamed Church Street) to Main Street. Many businesses, including hotels, factories, mills and shops grew from the traffic generated by the nation's first federally funded highway.

While many towns flourished in response to the trade along the National Road, Morristown is the best preserved example of a "Pike Town" in Eastern Ohio. It was transportation that caused Morristown's growth, and it would be a "new" form of transportation, the train, that would cause the village to decline. The train bypassed Morristown in the 1850's causing the decline of commerce and interest in the small town. Morristown was added to the National Register of Historic Places when the Morristown Historic District was established in 1980. The Morristown Historic Preservation Association was founded in 1984 to encourage restoration and improvement of the Village of Morristown as a National Historic District. Visit Morristown on line at www.morristownohio.com

Photos: John Rataiczak



BELMONT COUNTY, OHIO

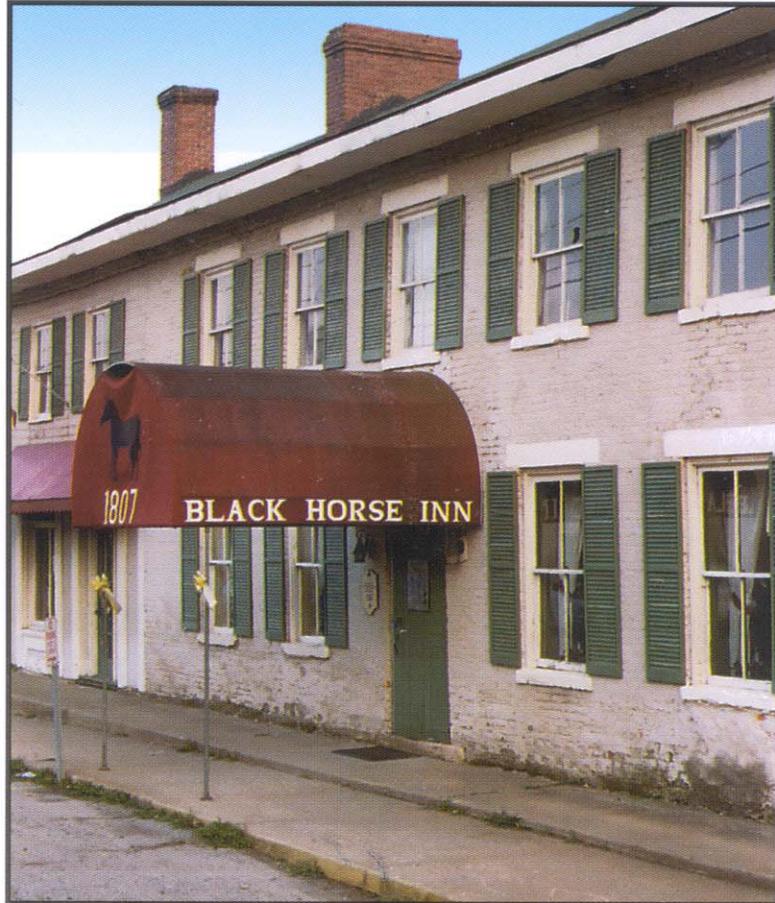
COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR YEAR ENDED DECEMBER 31, 2002

JOSEPH A. PAPPANO

BELMONT COUNTY AUDITOR

Introductory Section



Black Horse Inn

The Black Horse Inn, built in 1807 is Morristown's best known landmark. The Inn, built by Duncan Morrison, for whom the village is named, was the local stagecoach stop and served as the hub of local activity. As a gracious country dining facility the Inn reached its height of success in the early 1900's.

Belmont County, Ohio
Comprehensive Annual Financial Report
For the Year Ended December 31, 2002
Table of Contents

I. Introductory Section	<u>Page</u>
Table of Contents.....	i
Transmittal Letter.....	iv
GFOA Certificate of Achievement.....	xvii
Elected Officials.....	xviii
Principal Appointed Officials and Department Heads.....	xix
Organizational Chart.....	xx
II. Financial Section	
Independent Accountants' Report.....	1
Combined Financial Statements (General Purpose Financial Statements):	
Combined Balance Sheet - All Fund Types, Account Groups and Discretely Presented Component Unit.....	4
Combined Statement of Revenues, Expenditures and Changes in Fund Balances - All Governmental Fund Types and Expendable Trust Fund.....	8
Combined Statement of Revenues, Expenditures and Changes in Fund Balances - Budget (Non-GAAP Basis) and Actual - All Governmental Fund Types and Expendable Trust Fund.....	10
Combined Statement of Revenues, Expenses and Changes in Fund Equity - Proprietary Fund Type and Discretely Presented Component Unit.....	14
Combined Statement of Cash Flows - Proprietary Fund Type and Discretely Presented Component Unit.....	15
Combined Statement of Revenues, Expenses and Changes in Fund Equity - Budget (Non-GAAP Basis) and Actual - Proprietary Fund Type - Primary Government.....	17
Notes to the General Purpose Financial Statements.....	18

(Continued)

Belmont County, Ohio
Comprehensive Annual Financial Report
For the Year Ended December 31, 2002
Table of Contents
(Continued)

Combining, Individual Fund and Account Group Statements
and Schedules:

	<u>Page</u>
Governmental Funds:	
General Fund:	
Description of Fund.....	57
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual.....	58
Special Revenue Funds:	
Description of Funds.....	63
Combining Balance Sheet.....	65
Combining Statement of Revenues, Expenditures and Changes in Fund Balances.....	71
Schedules of Revenues, Expenditures and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual.....	78
Debt Service Funds:	
Description of Funds.....	105
Schedules of Revenues, Expenditures and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual.....	106
Capital Projects Funds:	
Description of Fund.....	110
Combining Balance Sheet.....	111
Combining Statement of Revenues, Expenditures and Changes in Fund Balances.....	113
Schedules of Revenues, Expenditures and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual.....	115
Proprietary Funds:	
Enterprise Funds:	
Description of Funds.....	121
Combining Balance Sheet.....	122
Combining Statement of Revenues, Expenses and Changes in Fund Equity.....	126
Combining Statement of Cash Flows.....	128
Schedules of Revenues, Expenses and Changes in Fund Equity - Budget (Non-GAAP Basis) and Actual.....	132
Fiduciary Funds:	
Description of Funds.....	142
Combining Balance Sheet - All Trust and Agency Funds.....	145
Combining Statement of Changes in Assets and Liabilities - All Agency Funds.....	146
General Fixed Assets Account Group:	
Description of Account Group.....	154
Schedule of General Fixed Assets by Function.....	F1
Schedule of Changes in General Fixed Assets by Function.....	F2
Schedule of General Fixed Assets by Source.....	F3
Blank Page.....	F4

(Continued)

Belmont County, Ohio
Comprehensive Annual Financial Report
For the Year Ended December 31, 2002
Table of Contents
(Continued)

III. Statistical Section	<u>Page</u>
General Governmental Expenditures by Function - Last Ten Years.....	S2
General Governmental Revenues by Source - Last Ten Years.....	S4
Property Tax Levies and Collections - Real and Public Utility Property - Last Ten Years.....	S6
Property Tax Levies and Collections - Tangible Personal Property - Last Ten Years.....	S8
Assessed and Estimated Actual Values of Taxable Property - Last Ten Years.....	S10
Property Tax Rates - Direct and Overlapping Governments - Last Ten Years.....	S12
Special Assessments Billed and Collected - Last Ten Years.....	S14
Computation of Legal Debt Margin.....	S15
Ratio of Net General Obligation Bonded Debt to Assessed Value and Net General Obligation Bonded Debt per Capital - Last Ten Years.....	S16
Computation of Direct and Overlapping Debt.....	S18
Ratio of Annual Debt Service Expenditures for General Obligation Debt to Total General Governmental Expenditures - Last Ten Years.....	S19
Revenue Bond Coverage - Last Ten Years.....	S20
Demographic Statistics - Last Ten Years.....	S28
New Construction, Bank Deposits and Real Property Values - Last Ten Years.....	S30
Principal Taxpayers.....	S32
Miscellaneous Statistics.....	S33

BELMONT COUNTY



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

JOSEPH A. PAPPANO

Auditor

Secretary of Budget Commission
Secretary of Board of Revision

Auditor's Office

101 West Main Street • St. Clairsville, Ohio 43950
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Honorable, Charles R. Probst, Jr., President
Honorable Ryan E. Olexo
Honorable Mark A. Thomas

June 18, 2003

Citizens of Belmont County, Ohio:

As County Auditor, I am pleased to present the Comprehensive Annual Financial Report (CAFR) of Belmont County for the year ended December 31, 2002. This CAFR, which includes financial statements and other financial and statistical data, conforms to Generally Accepted Accounting Principles (GAAP) as applicable to governmental entities. Responsibility for both the accuracy of the data presented and the completeness and fairness of the presentation, including all disclosures, rest with the County Auditor. To the best of my knowledge and belief, the enclosed data are accurate in all material respects and are reported in a manner designed to present fairly the financial position and results of operations of the various funds and account groups of the County.

EXPLANATION OF CAFR SECTIONS:

The CAFR provides the taxpayers of the County with financial data in a format which enables them to gain a true understanding of the County's financial affairs. The CAFR is divided into three sections: an Introductory Section, a Financial Section, and a Statistical Section. The Introductory Section includes the table of contents, this transmittal letter, the 2001 certificate of achievement, a list of elected and principal appointed officials, and the County's organizational chart. The Financial Section contains the Auditor of State's opinion letter, the general purpose financial statements, and the combining and individual fund and account group financial statements and schedules. The Statistical Section includes selected financial and demographic information, generally presented on a multi-year basis.

THE COUNTY ORGANIZATION AND SERVICES PROVIDED:

Established September 7, 1801, Belmont County was the ninth County formed from the Northwest Territory. The County encompasses sixteen townships, six fire districts, two cities, and fourteen villages, with three of these villages overlapping into other counties. With a 2000 census population of 5,057, St. Clairsville is the County seat. According to the 2000 Census, 70,226 people reside within the County's 534 square miles.

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

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

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

In addition to the Board of County Commissioners, the Auditor, and the Treasurer, other elected officials of the County include the Clerk of Courts, Coroner, Engineer, Prosecuting Attorney, Recorder, Sheriff, three Common Pleas Court Judges, and three County Court Judges. Belmont County employs 888 individuals who efficiently provide its citizens with a wide range of services including the following:

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

The County strives to provide its citizens with efficient and professional services.

REPORTING ENTITY:

The County's reporting entity comprises the Primary Government, a Component Unit and other organizations that are included to ensure that the financial statements of the County are not misleading. The County's reporting entity has been defined in accordance with principles established by the Governmental Accounting Standards Board (GASB) Statement 14, "The Financial Reporting Entity." The primary government consists of all funds, departments, boards and agencies that are not legally separate from the County. Belmont County, the primary government, includes the Belmont County Water and Sanitary Sewer Districts, Belmont County Board of Mental Retardation and Developmental Disabilities and the Park Health Center.

Component Units are legally separate organizations for which the County is financially accountable. The County is financially accountable if the County appoints a voting majority of the governing board and (1) the County is able to significantly influence the programs or services performed or provided; or (2) the County is legally entitled to or can access the organization's resources; the County is legally obligated in some manner to finance deficits of, or provide financial support to the organization, or the County is obligated for the debt of the organization. The Component Unit column in the general purpose financial statements identifies the County's Component Unit - Belco Crafts, Inc.

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

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

Financial disclosure of the joint ventures and jointly governed organizations are presented in Note 20 and Note 21 to the General Purpose Financial Statements. Belmont County also serves as the fiscal agent for the operations of the Juvenile District, and the Alcohol, Drug Addiction, and Mental Health Services Board; therefore, their activities are presented in agency funds within the County's financial statements.

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

- (A) Belmont Metropolitan Housing Authority;
- (B) Belmont Park District
- (C) Belmont-Jefferson Workforce Policy Board

Information regarding the related organizations is presented in Note 22 to the General Purpose Financial Statements.

LOCAL ECONOMY:

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

The beginning of the new century is winding down as an obvious “transitional milestone” for Belmont County. Change is a constant in economic development. Transition to projects involving technology infrastructure, Ohio Riverfront commercialization and industrial park tenant settings has every indication of being a positive force for long-term growth. The challenge will be to manage external and known transitional forces for positive returns on a collective investment of time, energy and financial resources.

The backdrop to the county’s development metamorphosis was a national economic downturn that stymied several development plans and several opportunities, and financial shortcomings in the State of Ohio’s operating budget. Other contributing factors included a roller coaster stock market with major devaluation; and the after effects of national security considerations in light of the terrorist attack in New York City.

All these factors combined to slow commitments and timelines for corporate and commercial expansions regionally and across the nation. Belmont County development activity was no exception.

Perhaps more so than in previous years, a hard fact of business decision making is the interplay of regionalism and new economic development. Recent international surveys show that “knowledge business” or information age business is breaking down barriers that once isolated or categorized areas of the nation and world. Commercialization of the internet is changing business and job opportunities. The process is a growing economic generator of business, education and quality of life.

The trend in utilizing “digital technology” to attract and adapt the way business does business is making partners of regions. Where once turf competition precluded one county or one region from working with another, a new digital economy is making partnerships routine and sometimes mandatory. Many grant applications are now, only permitted to be submitted on-line and this trend will continue.

To that end, Belmont County’s Department of Development has a major initiative to utilize digital technology to attract and adapt the way business does business forming national and international partnerships.

A new agreement with American Electric Power and the State of Ohio created a web site featuring the “ProCure” format that will increase the county’s chances of attracting new businesses to the area. Many features on the site include, but are not limited to: digital photos of available buildings and land, site data, census data; updated utility and transportation information including information on exact size of utility lines and other infrastructure, local property taxes, including real and personal property, abatement and tax incentives and tax districts. Digital photos will be utilized to highlight the buildings and land.

2002 PROJECT HIGHLIGHTS INCLUDE:

East Ohio Regional Hospital – The East Ohio Regional Hospital (EORH) continues to lead the county and play a strong regional role in health care services. EORH’s 5,000 square foot cardiac catheterization center was completed and opened to patient services in May 2002. The unit serves as many as eight in/out patients per day. The one million dollar plus expansion has self-contained pre and post procedure beds and advanced monitoring equipment. The catheterization lab is Phase I of the construction plan for EORH. Phase II will begin in 2003 and includes a \$12 million, 15,000 square foot surgical center.

Century Mine – Energy extraction is having a rebirth in Belmont County with the development of the Century Mine near Jacobsburg. It is part of the Ohio Valley Coal Co. network. The new coal mine’s investment is between \$80 and \$100 million and will employ about 500 miners and support personnel when fully operational. These are all high paying, full benefit jobs. The company also built a rail spur from the mine site to the Ohio River for coal and materials transportation.

Morristown, Ohio Bicentennial - In 1802, the Village of Morristown was platted by John Zane and William Chapline and named for an early settler and innkeeper, Duncan Morrison. The National Road, the major overland route to the West in the second quarter on the nineteenth century was the crucial factor in Morristown’s development. It was built through the village around 1826 and changed the village’s main thoroughfare from the “Wheeling Road” to Main Street.

In 1853, when Morristown was at its peak, it supported forty to fifty businesses. It was transportation that caused Morristown’s growth and it would be a “new” form of transportation, the train that would cause the village to decline. In the 2000 census, Morristown had a population of 299. Morristown was added to the National Register of Historic Places when the Morristown Historic District was established in 1980. The Bicentennial celebration included a birthday party, hot air balloon festival, garden tours and concluded with the Christmas tour of homes. Please visit Morristown on line at www.morristownohio.com for more information.

New Businesses - The most recent retail openings in and around the Ohio Valley Mall and Ohio Valley Plaza are Wendy’s restaurant, Country Inn & Suites motel, Banfield Restaurant formerly Endsley’s and Sippers Café, in St.Clairsville.

MAJOR INITIATIVES:

Current Year Projects

Board of Mental Retardation and Developmental Disabilities (MRDD) - Medicaid Waiver Expansion, a refinancing of Adult Services program in Ohio, enabled the Belmont County Board to draw down federal dollars through the use of existing local property tax monies, which is allowing the County Board to serve more people with disabilities in better ways at no additional cost to local taxpayers.

Belco Crafts, Inc. Workshop, the non-profit organization that employs adults with disabilities, underwent an expansion and upgrade to equipment in its woodshop and packaging departments allowing it to secure more contracts from business and industry sources.

The County Board purchased an Automated Electronic Defibrillator (AED) for the Belco Crafts Workshop to ensure the health and safety of those employed in the workshop. The AED is a portable life saving device used to restore a normal heart rhythm in victims of sudden cardiac arrest.

Engineer – Ohio Public Works Commission (Issue 2) funds were used for two projects. A new 80 foot long single span bridge was built on the Willow Grove Road over the Little McMahon Creek 1.4 miles north of Neffs. The bridge was built at a cost of \$218,580. The second project was a slip repair project on county Highway 30, Dixon Hill, near Bellaire. The repair involved the placement of 304 pre-drilled concrete encased steel pilings with timber lagging along the outside edge of the roadway. The length of the project was 1,515 feet. The total cost was \$344,401.

GIS – February 2002 marked the opening of the new GIS office at the new County Engineer’s Lloydsville Bridge Garage. In July, the digital orthophotography generated from the aerial photos taken in February were delivered and converted to MrSid format at a 20:1 compression ratio. Planimetrics, which includes building outlines, transportation centerlines and hydrography were received in September. The planimetrics contours are at 10 feet intervals.

The County Engineer parcel data along with recorded plats that were converted to pdf format were posted on the county web site www.belmontcountyohio.org for the public’s review and download.

A pilot tax map conversion project was completed using about 1200 parcels and data-linked in the Bethesda municipal area. The tax maps were digitized which included the state, county and township roads, municipal streets and subdivisions. A video of Bethesda's Main Street was captured. Digital orthophotos of the edge area and surrounding areas are now complete. Map Research Technologies, Inc. provided demonstrations to various elected officials and employees showcasing the many uses for the mapping and the ease of operation.

Park Health Center – The Center applied to the Ohio Department of Health for Dual Certification of all certified beds. This will allow for a skilled admission in any of the ninety-nine beds. Seventeen beds are now dually certified.

A Living Design Bird Aviary that houses sixteen exotic birds was acquired for the resident's enjoyment and entertainment.

Sanitary Sewer District – 2002 saw the completion of several projects. The United States Route 40 and State Route 149 Sewer Force Main 13.5 mile project to Interstate 70, exit 208 was completed in May at a cost of \$ 2,182,000. The Avondale area sewer project in Shadyside was finished in July at a cost of \$239,000. The Barnesville Waterline Extension an estimated six mile project ended in November at a cost of \$757,000. The State Route 147, Chapel Hill Road to Centerville three mile water line project was completed in October at a cost of \$399,000. The State Route 147 Lashley Road, Hawthorn Hill, Meek Road and Ault Road 4.75 mile waterline project ended in June at a cost of \$582,702.

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

Sheriff - Funding in the amount of \$42,000 was received through the federally funded Bulletproof Vest Partnership, which funds one-half of the cost of bulletproof vests purchased by the Sheriff's Office. The money was used to outfit new employees who request body armor, and to replace employees' vests whose manufacturer's warranties have expired.

2003 AND THE FUTURE:

Auditor – In January the real estate property record cards go on line at the auditor's web site www.belmontcountyohio.org/auditor.htm then click on Real On Line. This information provides the public easy access to their real estate information without having to visit the courthouse.

Emergency 911 – On recently acquired orthophotography maps for the county GIS system there is a reference number for every building in the county. Through a data base the 911 personnel will attach an address to the building number on the maps. In the future when an individual calls 911 for help along with the current information dispatchers will have access to a map that will show the street or road and an outline of the structure that corresponds with the address. There are approximately 17,000 structures to be cross matched. The new program will allow for a more direct route for our public safety units to those in need.

Ohio Bicentennial Celebration – On March 1, 1803, Ohio became the 17th state to enter the Union, but the story of Ohio statehood dates to 1787 and the creation of the Northwest Territory. The Ohio Bicentennial Commission was authorized by the General Assembly and the Governor to plan and coordinate a dynamic, celebration and commemoration of the 200th anniversary of Ohio statehood. Celebrations will be held throughout the entire 88 counties to involve all Ohioans and provide them with an enhanced understanding and appreciation of their state's heritage and accomplishments of its citizens.

Sanitary Sewer District – The following water and sewer projects that are presently in the engineering design stage are US Route 40 Sewer Force Main from County Road 56 to Interstate 70 exit 215; a sewer collection system to Interstate 70 exit 208; a sewer collection system from US Route 40 to Interstate 70 exit 215 areas which include Beckleigh Addition and Country Club Estates; and a study for a sewer collection system in the Neffs, St. Joe and Willow Grove areas.

Planned water line extensions include in the Colerain area State Route 647 and Vickers Road; a water line extension in Woods, Angelo, and Holly View Roads which also includes a water line loop between Warnock and Glencoe; the Lamira and Loomis water line extension plus a two million gallon water storage tank and pump station.

Funding for these projects is from the county one-half cent piggyback tax as well as tap-in fees and an allocated amount of the monthly user fees.

DEPARTMENT HIGHLIGHT:

Recorder - The Recorder's primary responsibility is the indexing, recording and maintaining of land records and other miscellaneous documents. These would include mortgages, deeds, plats, powers of attorney, releases and assignment of mortgages, liens, leases, uniform commercial code filings (UCC'S), military discharges and surety bonds.

One of the main responsibilities of the Recorder is to maintain and keep accurate land records that are current, legible and easily accessible. An important aspect of the Recorder's work is to index each document so it may be readily located. Accurate indexing makes it possible for persons searching land records to find the documents necessary to establish a "chain of title" (history of ownership) and ensures that any debts or encumbrances against the property are evident.

The Recorder continues to provide the public easy access to the filed records. Starting with January 1, 1992 the recorder's office implemented an electronic index system. Records prior to 1992 can be viewed by visiting the office. The Recorder recently implemented an on-line search of all records filed in the recorder's office from 1992. These records may be viewed at www.belmontcountyohio.org/recorder. For more information about the recorder's office please visit the web site.

The Recorder continues to upgrade and provide current technology to the taxpayers of Belmont County. A future expansion to the current index system will include the years of 1990 and 1991. The staff includes the recorder and seven full and part-time employees.

COUNTY SERVICES AND RESPONSIBILITIES:

Welfare and Public Assistance

The Belmont County Department of Job and Family Service administers the public assistance functions within the County as well as other programs and services intended to assist the customer in attaining the highest level of independence. The Job & Family Services Director heads the department and is appointed by and responsible to the Belmont County Commissioners. The Belmont County Department of Job & Family Services administers programs within the County in the following areas:

Children and Family Services

Ohio Works First

- Assisting customers in gaining and retaining employment
- Cash assistance (Temporary Assistance to Needy Families-(TANF))
- Work requirements
- Three-year time limit on benefits

Food Stamps

Medicaid

Child Care

Child Support

- Paternity establishment
- Order establishment and enforcement
- Collection and disbursement of child support payments

Children's Services

- Investigation of child neglect and physical and sexual abuse
- Protective supervision of children in their own homes
- In home services to assist the family
- Care of children in foster, residential and group homes
- Adoption services

Adult Services

Workforce Investment Act

- Prepare youths, adults and older workers for entry into the labor force

Medicaid

Adult Protective Services

Food Stamps

Disability Assistance

This department is now the largest in the County with 164 full, part-time and intermittent employees as of December 31, 2002.

Board of Mental Retardation and Developmental Disabilities (MR/DD)

The Board of Mental Retardation and Developmental Disabilities consists of seven members who serve for four-year terms, five members of the board are appointed by the County Commissioners and two by the County Probate Judge.

The mission of the Mental Retardation and Developmental Disabilities Board is to ensure that opportunities and support, which promote choices and participation in the community, are available for eligible individuals and their families.

Services are offered without charge to children and adults who meet established criteria for individuals having one or more developmental disabilities. They include: a preschool (integrated with typically developing children), classes for school age children, training and employment services for adults, and a variety of support services. Board operated facilities include the School of Hope and Belco Crafts, Inc. /Belmont Industries. Services and support are also provided in the home and community.

The Board is presently funded by three continuing levies totaling seven mills. The Board also receives state reimbursement and federal and unit funding from the local school boards of the County. MR/DD is one of the largest departments of the County with 115 full and part-time employees as of December 31, 2002.

Park Health Center

The Park Health Center, the County nursing home, is a 100-bed facility managed by an Administrator who is appointed by and reports directly to the Board of County Commissioners. Admission to the County Home is based on need and medical requirements with the residents of the County given priority. As of December 31, 2002, the Park Health Center employed 114 full and part-time people.

Water and Sewer Service

The Belmont County Water and Sanitary Sewer Districts (the District) provide the majority of central water and sewer services in the unincorporated areas of the County through eight service districts created and governed by the County's Board of Commissioners. Other sewer and water systems in the County are either privately-owned and operated or owned and operated by other political subdivisions. The District has twenty-nine employees who manage and operate the eight service districts. The costs of such employees are allocated to the various districts on a prorated basis (in the case of the managing director and the office employees), or on the basis of services performed (in the case of the field employees).

The budget of each service district is included with that of the rest of the County, and the financial records and accounts of each district are maintained with and subject to an audit in the same manner as those of the rest of the County. Ohio law requires that the revenues of each water and sewer district of the County be used only for water and sewer purposes, and such revenues cannot be used to pay general expenses of other operations of the County.

Veterans' Service Commission

The Veterans' Service Commission assists the 10,000 veterans and their dependents in the County by filing claims with the Department of Veterans Affairs. Some of the claims filed are for pensions, compensation, burial benefits, government markers, educational assistance, government life insurance, nursing home benefits, and requests for information pertaining to medical records. The five members of the Veterans' Service Commission are appointed by the Common Pleas Court and serve five-year terms. The activities of the Veterans' Service Commission are financed from general fund monies.

Administration of the Justice System

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

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

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

FINANCIAL INFORMATION:

Basis of Accounting

Belmont County's accounting system is organized on a "Fund Basis." Each fund or account group is a distinct, self-balancing accounting entity. The County maintains its day-to-day accounting and budgetary records on a basis other than GAAP. For financial reporting purposes, beginning with the year ended December 31, 1991, the County changed its basis of accounting from the cash basis to the modified accrual basis for governmental, trust, and agency funds, and to the accrual basis of accounting for enterprise funds. This change to the accrual and modified accrual basis of accounting was accomplished according to generally accepted accounting principles.

In other words, records of general government operations are reported on the modified accrual basis of accounting where revenues are recognized when measurable and available, and expenditures are recognized when a fund liability is incurred. Records of the enterprise operations are reported on the accrual basis of accounting where revenues are recognized when earned and expenses are recognized when the related liability is incurred. By providing elected officials and department heads with realistic information regarding the current operations and financial position of the County, this change in the basis of accounting will enable County management to improve the quality of its decision-making process.

Internal Controls

In developing the County's accounting system, consideration was given to the adequacy of internal controls. Such controls are designed to provide reasonable, although not absolute, assurance regarding the safeguarding of the County's assets against loss from unauthorized use or disposition and the reliability of financial records for the preparation of financial statements in accordance with GAAP. "Reasonable assurance" is based on the assumption that the cost of internal accounting controls should not exceed the benefits expected to be derived from their implementation.

Belmont County uses a fully automated accounting system. This system combined with the manual auditing of each voucher prior to payment by the Auditor's Office ensures that the financial information generated is both accurate and reliable.

Budget

In accordance with state statutes, the County Commissioners adopt an annual appropriation measure for the County at the beginning of each year. All disbursements or transfers of cash between funds require appropriation authority from the County Commissioners. Budgets are controlled at the major account level within a department and fund. Purchase orders are approved by the department head and the County Commissioners, and funds are encumbered by the Auditor prior to their release to vendors. Any purchase order that exceeds the available appropriation is rejected.

A computerized certification system allows the Auditor's Office to ascertain the status of a department's appropriations prior to authorizing additional purchases from a particular account. Additional information concerning the County's budgetary controls may be found in Note 2 to the General Purpose Financial Statements.

FINANCIAL OVERVIEW:

Revenues for the governmental funds, which include General, Special Revenue, Debt Service, and Capital Projects fund types, totaled \$55,869,981, an increase of \$2,801,541 over 2001. The following schedule presents a summary of revenues for all governmental fund types by source for the year ended December 31, 2002, and the increases (decreases) in relation to prior year amounts.

<u>Revenues:</u>	<u>2001 Amount</u>	<u>2002 Amount</u>	<u>2002% of Total</u>	<u>Change</u>	<u>% of Change</u>
Taxes	\$9,176,273	\$8,452,976	15.13%	(\$723,297)	(7.88)%
Permissive Sales Tax	11,073,479	12,164,190	21.77%	1,090,711	9.85%
Charges for Services	3,648,773	3,753,785	6.72%	105,012	2.88%
Licenses and Permits	173,455	166,680	0.30%	(6,775)	(3.91)%
Fines and Forfeitures	1,422,726	1,524,680	2.73%	101,954	7.17%
Intergovernmental	23,882,811	26,462,580	47.36%	2,579,769	10.80%
Interest	1,886,106	1,076,950	1.93%	(809,156)	(42.90)%
Rent	289,567	259,601	0.46%	(29,966)	(10.35)%
Other	1,515,250	2,008,539	3.60%	493,289	32.55%
Total Revenues	<u>\$53,068,440</u>	<u>\$55,869,981</u>	<u>100.00%</u>	<u>\$2,801,541</u>	5.28%

Overall revenues for the governmental funds increased \$2,801,541 or 5.28 percent.

Taxes, permissive sales tax and intergovernmental receipts are the major components of the County's revenues.

Taxes decreased by 7.88 percent. The primary reason for the decrease is due to the effect of gas and electric deregulation which resulted in a \$47,021,250 loss in valuation. The loss in real estate tax revenue due to gas and electric deregulation is being reimbursed by the State through additional grants-in-aid which are reflected in intergovernmental revenues.

Permissive Sales Tax, charges for services, fines and forfeitures, and intergovernmental revenues remained relatively stable with only slight increases of 9.85, 2.88, 7.17, and 10.80 percent, respectively.

Interest revenue decreased 42.90 percent due to lower interest rates. Rental income decreased \$29,966 or 10.35 percent due to decrease in rental income at the Oakview Administration building.

The licenses and permits revenue remained relatively stable with a slight decrease of 3.91 percent.

Expenditures for all governmental fund types totaled \$51,882,752, a decrease of \$1,629,642 from 2001. The following schedule presents a summary of expenditures for all governmental fund types by function for the year ended December 31, 2002, and the increases (decreases) in relation to prior year amounts.

<u>Expenditures:</u>	<u>2001 Amount</u>	<u>2002 Amount</u>	<u>2002% of Total</u>	<u>Change</u>	<u>% of Change</u>
Current:					
General Government:					
Legislative and Executive	\$6,176,145	\$6,169,257	11.89%	(\$6,888)	(0.11)%
Judicial	3,175,540	3,087,798	5.95%	(87,742)	(2.76)%
Public Safety	6,155,662	6,990,082	13.47%	834,420	13.56%
Public Works	5,347,480	5,259,793	10.14%	(87,687)	(1.64)%
Health	8,993,243	9,350,695	18.02%	357,452	3.97%
Human Services	17,411,734	16,025,186	30.89%	(1,386,548)	(7.96)%
Economic Development and Assistance	185,988	214,004	0.41%	28,016	15.06%
Other	154,725	70,599	0.14%	(84,126)	(54.37)%
Capital Outlay	3,360,123	2,594,580	5.00%	(765,543)	(22.78)%
Intergovernmental	1,598,577	1,299,529	2.50%	(299,048)	(18.71)%
Debt Service:					
Principal Retirement	483,494	480,908	0.93%	(2,586)	(0.53)%
Interest and Fiscal Charges	<u>469,683</u>	<u>340,321</u>	<u>0.66%</u>	<u>(129,362)</u>	<u>(27.54)%</u>
Total Expenditures	<u>\$53,512,394</u>	<u>\$51,882,752</u>	<u>100.00%</u>	<u>(\$1,629,642)</u>	<u>(3.05)%</u>

Overall expenditures for the governmental funds decreased \$1,629,642 or 3.05 percent.

Legislative and executive, public safety, public works, health and human services comprise the major expenditure classifications for 2002.

Legislative and executive, judicial, public works, and human services expenditures remained relatively stable with only slight decreases of 0.11, 2.76, 1.64, and 7.96 percent, respectively.

The 18.71 percent decrease in intergovernmental expenditures is due to decreases in amounts paid to Soil Conservation and the District Detention Home.

The 22.78 percent decrease in capital outlay is due much of the satellite office construction nearing completion.

The economic development and assistance expenditures increased 15.06 percent from 2001.

General Fund Balance

The General Fund encompasses the general government operations of the County and all other functions not accounted for in other funds. The fund balance for the General Fund at the end of 2001 was \$5,375,561. The balance at the end of 2002 was \$7,588,776 which represents an increase of \$2,213,215 or 41.17.

Enterprise Funds

Enterprise funds are used to finance and account for the acquisitions, operations, and maintenance of County facilities and services designed to be entirely, or predominantly, self-supported from user charges. Operations are accounted for in such a manner as to show a profit or loss on a basis comparable with industries in the private sector. Included in Belmont County's Enterprise funds are Park Health Center, Water Works Systems 1, 2, and 3, and Sanitary Sewer Systems 1, 2, 3A, 3B, and 3C. The enterprise funds had a net income of \$383,363 for the year ended December 31, 2002.

Fiduciary Fund

Fiduciary Funds account for assets held by Belmont County in a trust capacity or as an agent for individuals, private organizations, other governments or other funds. The County maintains one expendable trust fund named County Home Special with a fund balance of \$23,935 at December 31, 2002. The County also maintains 20 agency funds.

GENERAL FIXED ASSETS:

General Fixed Assets include land, buildings, improvements other than buildings, furniture and fixtures, vehicles, equipment and machinery, and construction in progress owned by the County. All fixed assets of the County are included under the General Fixed Assets account group, except for those accounted for in the Enterprise funds.

CASH MANAGEMENT:

The County Treasurer, the custodian of all County money, is responsible for the investment of County funds. Effective cash management is essential to good fiscal management. This is particularly true as mounting costs, expanding programs and the down turn in the economy have placed increasing pressures on local government revenues. Investment returns on funds not immediately required can help to reduce this pressure but the continued decrease in interest rates has reduced the investment returns significantly. Effective cash management demands an investment and deposit policy to be well founded and uncompromisingly applied. Bank management practices represent an important part of the overall treasury management function. This relationship is also fundamental to a successful cash management program.

The County pools its cash for investment purposes to maximize investment earnings. County investment options are strictly limited by Ohio law to ensure the preservation of capital. Investments permitted include United States Government obligations, Federal Government Agency obligations and fully collateralized certificates of deposit and repurchase agreements with qualified financial institutions.

For full disclosure of Cash Management and Investments, see Note 6 to the General Purpose Financial Statements.

DEBT ADMINISTRATION:

The County has \$9,242,142 in general obligation bonds outstanding as of December 31, 2002. The \$575,000 County building bonds, issued for the purpose of constructing the Department of Human Services (now Jobs and Family First Service) building, will be paid from rental income from the Department of Jobs and Family Services. General fund revenues will assist in the repayment if rental income is insufficient. The \$3,735,000 outstanding general obligation bonds for the Park Health Center, issued for the construction of a new County nursing home, will be repaid from operating revenues from the Park Health Center Fund. The \$3,545,000 County Jail bonds, issued for the purpose of constructing the new County jail will be paid from the County's sales and use tax. The \$1,370,000 in general obligation bonds issued for water and sanitary sewer improvements will be repaid from water and sewer revenues. The County issued a \$400,000 Rural Industrial Park Loan. This loan was used for the purpose of construction of infrastructure for a new industrial park. The loan was issued for a fifteen year term bearing interest at the rate of zero percent for years one through five and a rate of four percent per annum for years six through fifteen. In addition, during years one through five payment of principal shall be due only upon the sale and transfer of parcels of land where the project is located. The amount payable as principal shall be 50% of the amount received as payment for the sale of project property. In the event that revenues from the sale of property are not sufficient, general tax revenues will be used for the repayment of the loan.

Computer Improvement bonds were outstanding as of December 31, 2002 in the amount of \$17,142 to provide computer services for the Northern and Eastern Division Courts with the general obligation bonds payable from court fines and fees. General fund revenues will assist in the repayment if fines and fees revenue is insufficient.

Five separate mortgage revenue bond issues totaling \$7,491,000 and an Ohio Water Development Authority Loan of \$40,140 were outstanding at December 31, 2002. All mortgage revenue bonds and the Ohio Water Development Authority Loan will be retired from the revenues of the appropriate water and sanitary sewer districts.

In addition, \$11,860,000 in bond anticipation notes exists at December 31, 2002 for the following:

Bond anticipation notes were renewed in 2002 in the amount of \$2,600,000 for the Fox-Shannon area to construct sewer improvements and \$3,500,000 for sewer improvements to the Route 40 Force Main Project. The \$2,600,000 debt will be repaid from sewer revenues collected from users and the \$3,500,000 debt will be repaid from the County's sales and use tax.

Bond anticipation notes were renewed in 2002 the amount of \$2,195,000 for the construction of a waterline extension to the Deep Run area and will be paid from the County's sales and use tax and waterworks revenues collected from users.

Building bond anticipation notes were renewed in 2002 in the amount of \$1,500,000 for the purpose of purchasing, improving, or constructing buildings to provide additional necessary county agency services and will be paid from General Fund revenues.

Bond anticipation notes were renewed in 2002 in the amount of \$500,000 to furnish the start up for the construction of the Oakview Juvenile Detention Facility. This facility will be funded and operated in its entirety by the Ohio Department of Youth Services. Belmont County serves as the lead county for this project and as such will provide the money that will be reimbursed by the State of Ohio.

County Engineer building bond anticipation notes were renewed in 2002 in the amount of \$1,440,000 for the purpose of constructing a new garage and office building at Lloydsville and new garages erected at Tacoma and Neffs to replace existing garages and will be paid from the Engineer's Motor Vehicle Gas Tax Fund.

Bond anticipation notes were renewed in the amount of \$125,000 for the purchase of a computer system for the Common Pleas Court and will be paid from court fines and fees.

As of December 31, 2002, the legal debt margin within the overall debt limitation was \$20,676,821.

RISK MANAGEMENT:

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

Under the CORSA program for general liability, auto liability, error and omission for public officials, and law enforcement liability, the County has \$1,000,000 of total liability coverage and \$1,000,000 aggregate, with a \$2,500 deductible per occurrence. Property damage is on a replacement cost basis for a blanket amount of \$100,759,686 on buildings and contents which include data processing equipment, and flood and earthquake damages in the amount of \$100,000,000. Boiler and machinery are covered in the amount of \$100,000,000 for extended comprehensive. Employee dishonesty, money orders and counterfeit, and depositors' forgery are covered in the amount of \$1,000,000 for each and every loss and \$1,000,000 in aggregate. Medical Professional liability is covered in the amounts of \$1,000,000 for each occurrence and \$6,000,000 in aggregate.

All insurance is held with CORSA, with the exception of workers' compensation. In 1992, the County joined a pool with 49 other Ohio Counties (all CORSA members) for a worker's compensation group-rating program. A cost savings was realized on the annual premium cost in 2002.

See Note 11 to the General Purpose Financial Statements for a full disclosure of Risk Management.

INDEPENDENT AUDIT:

The County is required by state statute to have an independent audit of all its funds and account groups. An independent audit was performed for Belmont County by the Ohio Auditor of State for the year ended December 31, 2002. The opinion of the Auditor of State introduces the Financial Section of the CAFR.

AWARDS:

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Belmont County for the year ended December 31, 2001. The County has received this award for ten consecutive years. The Certificate of Achievement is the highest form of recognition for excellence in state and local government financial reporting. In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized Comprehensive Annual Financial Report (CAFR) which conforms to program standards. Such a CAFR must satisfy both generally accepted accounting principles and applicable legal requirements. A Certificate of Achievement is valid for a period of one year. The County Auditor's office believes the current report conforms to the Certificate of Achievement program requirements. The report will be submitted to GFOA to determine eligibility for the certificate.

ACKNOWLEDGMENTS:

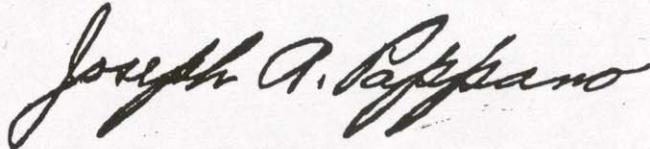
As with the 2001 report, the preparation of this report could not have been accomplished without the cooperation of each elected official, department head, and numerous County employees. I express my appreciation for their assistance and cooperation.

In addition, I wish to express my appreciation to Local Government Services of Auditor of State, Betty Montgomery, for their hard work and dedication in preparing this financial report.

Good things never change, so once again, my sincere appreciation and pride are extended to Judy Jenewein, Special Assistant and CAFR Project Leader; Sheila Turner, Supervisor of Accounting and Roger Conroy, Deputy Auditor who by their dedication and commitment made this project a success.

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

Sincerely,

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

Joseph A. Pappano
Belmont County Auditor

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Belmont County,
Ohio

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
December 31, 2001

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.



A handwritten signature in cursive script, reading "William Patrick Costa".

President

A handwritten signature in cursive script, reading "Jeffrey R. Emer".

Executive Director

**BELMONT COUNTY, OHIO
ELECTED OFFICIALS**

Board of Commissioners

Charles R. Probst, Jr. President
Ryan E. Olexo
Mark A. Thomas

Auditor

Joseph A. Pappano

Clerk of Courts

Randy L. Marple

Coroner

Luis A. Vazquez, Dr.

Engineer

Fred F. Bennett

Prosecuting Attorney

Frank Pierce

Recorder

Mary Catherine Nixon

Sheriff

Thomas C. McCort

Treasurer

Joseph A. Gaudio

Court of Common Pleas

Judge Jennifer Sargus
Judge John M. Solovan II

Court of Common Pleas: Probate and Juvenile

Judge J. Mark Costine

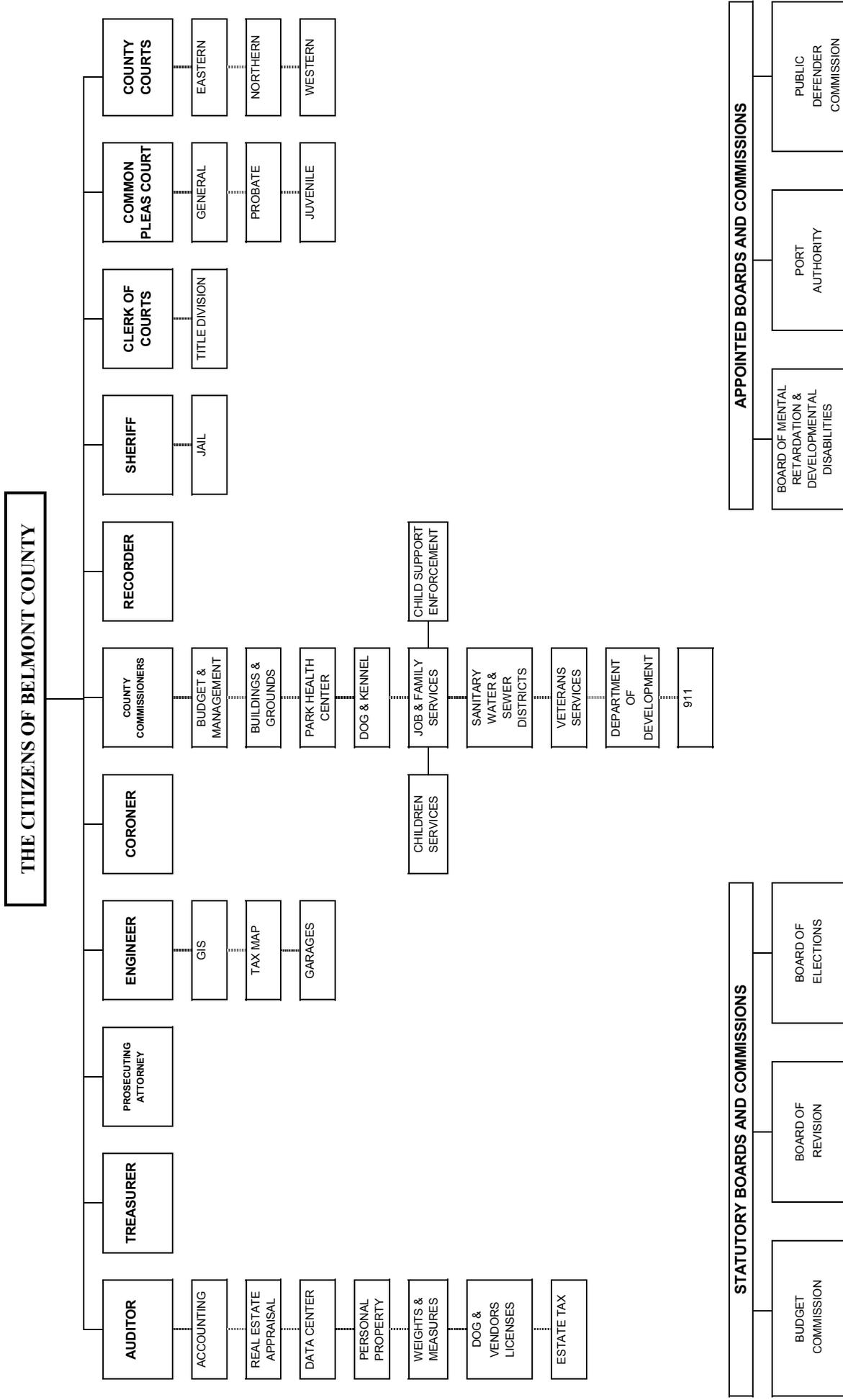
County Court Divisions

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

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

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

BELMONT COUNTY GOVERNMENT ORGANIZATIONAL CHART



Financial Section



The Hazlett House

The Hazlett House built in 1804 is a traditional frame built upon the original hand-hewn logs of its predecessor, a log cabin owned by storekeeper and merchant, Margaret Hazlett. Today the privately owned home continues to project its historic charm.



Auditor of State Betty Montgomery

INDEPENDENT ACCOUNTANTS' REPORT

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

To the Board of County Commissioners:

We have audited the accompanying general purpose financial statements of Belmont County, Ohio (the County), as of and for the year ended December 31, 2002. These general purpose financial statements are the responsibility of the County's management. Our responsibility is to express an opinion on these general purpose financial statements based on our audit. We did not audit the financial statements of Belco Crafts, Inc., the County's only discretely presented component unit. Those financial statements were audited by other auditors whose report thereon has been furnished to us, and our opinion, insofar as it relates to the amounts discretely presented for Belco Crafts, Inc., is based 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 financial statements are free of material misstatement. The financial statements of Belco Crafts, Inc., were audited by other auditors in accordance with auditing standards generally accepted in the United States of America, and not in accordance with *Government Auditing Standards*. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit and the report of other auditors provide a reasonable basis for our opinion.

In our opinion, based on our audit and the report of other auditors, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of Belmont County, Ohio as of December 31, 2002, and the results of its operations and cash flows of its proprietary fund types and its discretely presented component unit for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated June 18, 2003, 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.

The combining and individual fund and account group financial statements and schedules listed in the table of contents are presented for additional analysis and are not a required part of the general purpose financial statements. We subjected this information to the auditing procedures applied in the audit of the general purpose financial statements. In our opinion, it is fairly stated in all material respects, in relation to the general purpose financial statements taken as a whole.

We did not audit the data in the introductory or statistical sections of this report and therefore express no opinion thereon.

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

Betty Montgomery
Auditor of State

June 18, 2003

**GENERAL PURPOSE
FINANCIAL STATEMENTS**

Belmont County, Ohio
 Combined Balance Sheet
 All Fund Types, Account Groups and Discretely Presented Component Unit
 December 31, 2002

	Governmental Fund Types				Proprietary Fund Type
	General	Special Revenue	Debt Service	Capital Projects	Enterprise
<i><u>Assets and Other Debits:</u></i>					
<i><u>Assets:</u></i>					
Cash and Cash Equivalents	\$5,534,232	\$11,578,200	\$26,882	\$5,817,911	\$7,959,256
Cash and Cash Equivalents in Segregated Accounts	25,950	0	0	0	19,170
Cash and Cash Equivalents with Fiscal and Escrow Agents	0	1,091,580	0	0	0
Investments	0	0	0	266,625	0
Investments in Segregated Accounts	0	0	0	0	0
Investments with Fiscal and Escrow Agents	0	0	0	0	2,309,838
<i>Receivables:</i>					
Taxes	1,855,133	38,893	0	0	0
Accounts	14,260	0	0	0	851,452
Special Assessments	0	0	0	0	0
Loans	0	458,381	0	0	0
Interfund	92,196	0	0	0	58,000
Accrued Interest	138,866	0	0	4,911	31,692
Due from Other Funds	49,940	476,366	0	0	118,617
<i>Due from Agency Funds:</i>					
Property Taxes	2,125,045	8,143,361	0	0	0
Accounts	94,884	68,656	0	0	0
Intergovernmental	473,036	639,371	0	0	0
Due from Other Governments	54,316	3,180,177	0	892,851	231,597
<i>Materials and Supplies</i>					
Inventory	53,833	386,116	0	0	164,249
Deferred Charges	0	0	0	0	96,332
Prepaid Items	124,497	0	0	0	0
<i>Restricted Assets:</i>					
Cash and Cash Equivalents	0	0	0	0	71,972
Cash and Cash Equivalents in Segregated Accounts	0	0	0	0	0
Cash and Cash Equivalents with Fiscal and Escrow Agents	0	0	0	0	5,348
Investments with Fiscal and Escrow Agents	0	0	0	0	625,789
Fixed Assets (Net, where applicable, of Accumulated Depreciation)	0	0	0	0	29,495,355
<i><u>Other Debits:</u></i>					
Amount Available in Debt Service Fund for Retirement of General Obligation Bonds	0	0	0	0	0
Amount to be Provided from General Government Resources	0	0	0	0	0
Total Assets and Other Debits	<u>\$10,636,188</u>	<u>\$26,061,101</u>	<u>\$26,882</u>	<u>\$6,982,298</u>	<u>\$42,038,667</u>

Fiduciary Fund Types	Account Groups		Totals Primary Government (Memorandum Only)	Component Unit	Totals Reporting Entity (Memorandum Only)
	General Fixed Assets	General Long-Term Obligations			
Trust and Agency					
\$7,752,117	\$0	\$0	\$38,668,598	\$762,843	\$39,431,441
595,800	0	0	640,920	0	640,920
0	0	0	1,091,580	0	1,091,580
0	0	0	266,625	0	266,625
20,576	0	0	20,576	0	20,576
0	0	0	2,309,838	0	2,309,838
52,305,672	0	0	54,199,698	0	54,199,698
1,133,618	0	0	1,999,330	309,444	2,308,774
442,158	0	0	442,158	0	442,158
0	0	0	458,381	0	458,381
0	0	0	150,196	0	150,196
0	0	0	175,469	0	175,469
32,998	0	0	677,921	0	677,921
0	0	0	10,268,406	0	10,268,406
19,060	0	0	182,600	0	182,600
0	0	0	1,112,407	0	1,112,407
5,301,088	0	0	9,660,029	0	9,660,029
0	0	0	604,198	71,521	675,719
0	0	0	96,332	0	96,332
0	0	0	124,497	0	124,497
0	0	0	71,972	0	71,972
0	0	0	0	5,415	5,415
0	0	0	5,348	0	5,348
0	0	0	625,789	0	625,789
0	45,351,251	0	74,846,606	318,840	75,165,446
0	0	26,882	26,882	0	26,882
0	0	8,402,957	8,402,957	0	8,402,957
<u>\$67,603,087</u>	<u>\$45,351,251</u>	<u>\$8,429,839</u>	<u>\$207,129,313</u>	<u>\$1,468,063</u>	<u>\$208,597,376</u>

(Continued)

Belmont County, Ohio
 Combined Balance Sheet
 All Fund Types, Account Groups and Discretely Presented Component Unit
 December 31, 2002
 (Continued)

	Governmental Fund Types				Proprietary Fund Type
	General	Special Revenue	Debt Service	Capital Projects	Enterprise
Liabilities, Fund					
<u>Equity and Other Credits:</u>					
<u>Liabilities:</u>					
Accounts Payable	\$131,316	\$759,371	\$0	\$71,469	\$168,250
Contracts Payable	0	60,883	0	362,616	43,135
Retainage Payable	0	0	0	111,248	13,085
Accrued Wages and Benefits	282,245	500,957	0	0	162,214
Compensated Absences Payable	38,900	111,103	0	0	252,047
Interfund Payable	0	92,196	0	0	58,000
Due to Other Funds	8,014	554,197	0	0	115,710
Due to Other Governments	112,651	573,845	0	0	228,773
Deferred Revenue	2,474,286	11,084,534	0	0	0
Undistributed Monies	0	0	0	0	0
Due to Others	0	0	0	0	0
Pension Obligation Payable	0	0	0	0	0
Accrued Interest Payable	0	900	0	10,726	150,272
Notes Payable	0	125,000	0	2,940,000	8,295,000
Capital Leases Payable	0	0	0	0	19,731
Payable from Restricted Assets:					
Revenue Bonds Payable	0	0	0	0	255,373
Refundable Deposits	0	0	0	0	71,972
OWDA Loans Payable	0	0	0	0	40,140
General Obligation Bonds Payable (net of accounting gain)	0	0	0	0	4,739,551
Revenue Bonds Payable	0	0	0	0	7,235,627
Total Liabilities	3,047,412	13,862,986	0	3,496,059	21,848,880
<u>Fund Equity and Other Credits:</u>					
Investment in General					
Fixed Assets	0	0	0	0	0
Contributed Capital	0	0	0	0	4,314,595
Retained Earnings:					
Reserved:					
Reserved for Replacement	0	0	0	0	78,000
Unreserved	0	0	0	0	15,797,192
Fund Balance:					
Reserved for Encumbrances	2,040,151	1,094,303	0	13,000	0
Reserved for Inventory	53,833	386,116	0	0	0
Reserved for Loans Receivable	0	458,381	0	0	0
Reserved for Claimants	130,956	0	0	0	0
Unreserved:					
Designated	1,000,000	0	0	0	0
Undesignated	4,363,836	10,259,315	26,882	3,473,239	0
Total Fund Equity and Other Credits	7,588,776	12,198,115	26,882	3,486,239	20,189,787
Total Liabilities, Fund Equity and Other Credits	\$10,636,188	\$26,061,101	\$26,882	\$6,982,298	\$42,038,667

See accompanying notes to the general purpose financial statements

Fiduciary Fund Types	Account Groups		Totals Primary Government (Memorandum Only)	Component Unit	Totals Reporting Entity (Memorandum Only)	
	General Fixed Assets	General Long-Term Obligations				
	\$0	\$0	\$0	\$1,130,406	\$136,736	\$1,267,142
	0	0	0	466,634	0	466,634
	0	0	0	124,333	0	124,333
	0	0	0	945,416	145,499	1,090,915
	0	0	2,394,554	2,796,604	83,280	2,879,884
	0	0	0	150,196	0	150,196
11,563,413	0	0	12,241,334	0	12,241,334	
46,923,560	0	0	47,838,829	0	47,838,829	
0	0	0	13,558,820	7,818	13,566,638	
8,344,987	0	0	8,344,987	0	8,344,987	
747,192	0	0	747,192	0	747,192	
0	0	712,545	712,545	0	712,545	
0	0	0	161,898	0	161,898	
0	0	900,000	12,260,000	14,025	12,274,025	
0	0	285,598	305,329	0	305,329	
0	0	0	255,373	0	255,373	
0	0	0	71,972	0	71,972	
0	0	0	40,140	0	40,140	
0	0	4,137,142	8,876,693	0	8,876,693	
0	0	0	7,235,627	0	7,235,627	
<u>67,579,152</u>	<u>0</u>	<u>8,429,839</u>	<u>118,264,328</u>	<u>387,358</u>	<u>118,651,686</u>	
0	45,351,251	0	45,351,251	0	45,351,251	
0	0	0	4,314,595	0	4,314,595	
0	0	0	78,000	0	78,000	
0	0	0	15,797,192	1,080,705	16,877,897	
0	0	0	3,147,454	0	3,147,454	
0	0	0	439,949	0	439,949	
0	0	0	458,381	0	458,381	
0	0	0	130,956	0	130,956	
0	0	0	1,000,000	0	1,000,000	
<u>23,935</u>	<u>0</u>	<u>0</u>	<u>18,147,207</u>	<u>0</u>	<u>18,147,207</u>	
<u>23,935</u>	<u>45,351,251</u>	<u>0</u>	<u>88,864,985</u>	<u>1,080,705</u>	<u>89,945,690</u>	
<u>\$67,603,087</u>	<u>\$45,351,251</u>	<u>\$8,429,839</u>	<u>\$207,129,313</u>	<u>\$1,468,063</u>	<u>\$208,597,376</u>	

Belmont County, Ohio
 Combined Statement of Revenues, Expenditures
 and Changes in Fund Balances
 All Governmental Fund Types and Expendable Trust Fund
 For the Year Ended December 31, 2002

	Governmental Fund Types	
	General	Special Revenue
<i><u>Revenues:</u></i>		
Taxes	\$1,734,592	\$6,718,384
Permissive Sales Tax	11,455,538	708,652
Charges for Services	1,834,677	1,919,108
Licenses and Permits	4,855	161,825
Fines and Forfeitures	527,679	997,001
Intergovernmental	2,195,099	22,167,272
Interest	987,316	64,998
Rental Income	6,752	114,122
Other	514,855	1,492,986
	<u>19,261,363</u>	<u>34,344,348</u>
<i><u>Expenditures:</u></i>		
Current:		
General Government:		
Legislative and Executive	5,808,254	361,003
Judicial	2,155,997	931,801
Public Safety	5,325,439	1,664,643
Public Works	318,100	4,941,693
Health	80,196	9,270,499
Human Services	265,614	15,759,572
Economic Development and Assistance	0	214,004
Other	70,599	0
Capital Outlay	162,400	119,668
Intergovernmental	377,821	921,708
Debt Service:		
Principal Retirement	101,395	19,629
Interest and Fiscal Charges	16,611	8,675
	<u>14,682,426</u>	<u>34,212,895</u>
Excess of Revenues Over (Under) Expenditures	<u>4,578,937</u>	<u>131,453</u>
<i><u>Other Financing Sources (Uses):</u></i>		
Proceeds of Notes	0	0
Sale of Fixed Assets	18,288	4,255
Inception of Capital Lease	162,400	31,477
Operating Transfers In	0	435,299
Operating Transfers Out	(2,642,093)	(247,757)
	<u>(2,461,405)</u>	<u>223,274</u>
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	<u>2,117,532</u>	<u>354,727</u>
Fund Balances at Beginning of Year - Restated (Note 3)	5,375,561	11,748,029
Residual Equity Transfer In	118,483	0
Increase (Decrease) in Reserve for Inventory	(22,800)	95,359
Fund Balances at End of Year	<u>\$7,588,776</u>	<u>\$12,198,115</u>

See accompanying notes to the general purpose financial statements

		Fiduciary Fund Type	
Debt Service	Capital Projects	Expendable Trust	Totals (Memorandum Only)
\$0	\$0	\$0	\$8,452,976
0	0	0	12,164,190
0	0	0	3,753,785
0	0	0	166,680
0	0	0	1,524,680
0	2,100,209	0	26,462,580
0	24,636	911	1,077,861
112,591	26,136	0	259,601
0	698	450	2,008,989
<u>112,591</u>	<u>2,151,679</u>	<u>1,361</u>	<u>55,871,342</u>
0	0	0	6,169,257
0	0	0	3,087,798
0	0	0	6,990,082
0	0	0	5,259,793
0	0	0	9,350,695
0	0	0	16,025,186
0	0	0	214,004
0	0	0	70,599
0	2,312,512	0	2,594,580
0	0	0	1,299,529
359,884	0	0	480,908
<u>236,206</u>	<u>78,829</u>	<u>0</u>	<u>340,321</u>
<u>596,090</u>	<u>2,391,341</u>	<u>0</u>	<u>51,882,752</u>
<u>(483,499)</u>	<u>(239,662)</u>	<u>1,361</u>	<u>3,988,590</u>
0	500,000	0	500,000
0	265,000	0	287,543
0	0	0	193,877
434,020	1,839,048	0	2,708,367
0	0	0	(2,889,850)
<u>434,020</u>	<u>2,604,048</u>	<u>0</u>	<u>799,937</u>
(49,479)	2,364,386	1,361	4,788,527
76,361	1,121,853	22,574	18,344,378
0	0	0	118,483
0	0	0	72,559
<u>\$26,882</u>	<u>\$3,486,239</u>	<u>\$23,935</u>	<u>\$23,323,947</u>

Belmont County, Ohio
 Combined Statement of Revenues, Expenditures, and Changes
 In Fund Balances - Budget (Non-GAAP Basis) and Actual
 All Governmental Fund Types and Expendable Trust Fund
 For the Year Ended December 31, 2002

	General		Variance Favorable (Unfavorable)
	Revised Budget	Actual	
<u>Revenues:</u>			
Taxes	\$1,740,541	\$1,734,592	(\$5,949)
Permissive Sales Tax	10,580,000	10,861,802	281,802
Charges for Services	1,734,480	1,846,375	111,895
Licenses and Permits	5,000	4,855	(145)
Fines and Forfeitures	480,000	523,633	43,633
Intergovernmental	1,314,739	1,224,567	(90,172)
Interest	819,281	945,885	126,604
Rental Income	10,000	6,752	(3,248)
Other	407,178	487,510	80,332
Total Revenues	17,091,219	17,635,971	544,752
<u>Expenditures:</u>			
Current:			
General Government:			
Legislative and Executive	8,679,737	8,550,950	128,787
Judicial	2,286,798	2,231,740	55,058
Public Safety	5,611,209	5,471,535	139,674
Public Works	349,132	331,464	17,668
Health	96,406	95,892	514
Human Services	316,097	305,902	10,195
Economic Development and Assistance	0	0	0
Other	121,024	70,599	50,425
Capital Outlay	0	0	0
Intergovernmental	385,328	377,821	7,507
Debt Service:			
Principal Retirement	0	0	0
Interest and Fiscal Charges	0	0	0
Total Expenditures	17,845,731	17,435,903	409,828
Excess of Revenues Over (Under) Expenditures	(754,512)	200,068	954,580
<u>Other Financing Sources (Uses):</u>			
Proceeds of Notes	0	0	0
Sale of Fixed Assets	15,506	18,288	2,782
Advances In	0	0	0
Advances Out	(59,748)	(59,748)	0
Operating Transfers In	115,842	118,483	2,641
Operating Transfers Out	(3,055,885)	(3,052,093)	3,792
Total Other Financing Sources (Uses)	(2,984,285)	(2,975,070)	9,215
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(3,738,797)	(2,775,002)	963,795
Fund Balances at Beginning of Year	1,338,854	1,338,854	0
Prior Year Encumbrances Appropriated	2,784,420	2,784,420	0
Fund Balances at End of Year	\$384,477	\$1,348,272	\$963,795

Special Revenue Funds			Debt Service Fund		
Revised Budget	Actual	Variance Favorable (Unfavorable)	Revised Budget	Actual	Variance Favorable (Unfavorable)
\$5,404,600	\$6,711,149	\$1,306,549	\$0	\$0	\$0
500,000	709,028	209,028	0	0	0
1,569,420	1,934,349	364,929	319,840	442,000	122,160
98,800	144,735	45,935	0	0	0
437,617	1,000,060	562,443	0	0	0
20,439,318	22,226,199	1,786,881	0	0	0
0	23,219	23,219	0	0	0
80,000	114,122	34,122	95,000	112,591	17,591
926,802	1,070,743	143,941	0	1,210	1,210
<u>29,456,557</u>	<u>33,933,604</u>	<u>4,477,047</u>	<u>414,840</u>	<u>555,801</u>	<u>140,961</u>
573,473	375,528	197,945	0	0	0
1,231,273	960,260	271,013	0	0	0
2,625,039	2,013,586	611,453	0	0	0
5,697,436	5,355,650	341,786	0	0	0
12,576,986	9,990,743	2,586,243	0	0	0
16,980,866	15,918,365	1,062,501	0	0	0
227,200	214,004	13,196	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
906,698	906,698	0	0	0	0
250,000	250,000	0	3,667,464	3,412,884	254,580
7,953	7,953	0	938,007	844,185	93,822
<u>41,076,924</u>	<u>35,992,787</u>	<u>5,084,137</u>	<u>4,605,471</u>	<u>4,257,069</u>	<u>348,402</u>
<u>(11,620,367)</u>	<u>(2,059,183)</u>	<u>9,561,184</u>	<u>(4,190,631)</u>	<u>(3,701,268)</u>	<u>489,363</u>
125,000	125,000	0	2,600,000	2,600,000	0
4,255	4,255	0	0	0	0
59,748	64,703	4,955	0	0	0
(4,955)	(4,955)	0	0	0	0
2,059,147	435,299	(1,623,848)	1,235,113	1,285,587	50,474
(314,838)	(247,757)	67,081	(40,338)	0	40,338
<u>1,928,357</u>	<u>376,545</u>	<u>(1,551,812)</u>	<u>3,794,775</u>	<u>3,885,587</u>	<u>90,812</u>
(9,692,010)	(1,682,638)	8,009,372	(395,856)	184,319	580,175
9,575,067	9,575,067	0	407,630	407,630	0
2,067,058	2,067,058	0	0	0	0
<u>\$1,950,115</u>	<u>\$9,959,487</u>	<u>\$8,009,372</u>	<u>\$11,774</u>	<u>\$591,949</u>	<u>\$580,175</u>

(Continued)

Belmont County, Ohio
 Combined Statement of Revenues, Expenditures, and Changes
 In Fund Balances - Budget (Non-GAAP Basis) and Actual
 All Governmental Fund Types and Expendable Trust Fund
 For the Year Ended December 31, 2002
 (Continued)

	Capital Projects Funds		
	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Taxes	\$0	\$0	\$0
Permissive Sales Tax	0	0	0
Charges for Services	0	0	0
Licenses and Permits	0	0	0
Fines and Forfeitures	0	0	0
Intergovernmental	1,174,900	1,207,358	32,458
Interest	820	32,592	31,772
Rental Income	0	26,136	26,136
Other	0	698	698
Total Revenues	1,175,720	1,266,784	91,064
<u>Expenditures:</u>			
Current:			
General Government:			
Legislative and Executive	0	0	0
Judicial	0	0	0
Public Safety	0	0	0
Public Works	0	0	0
Health	0	0	0
Human Services	0	0	0
Economic Development and Assistance	0	0	0
Other	0	0	0
Capital Outlay	1,985,931	1,886,934	98,997
Intergovernmental	0	0	0
Debt Service:			
Principal Retirement	3,600,000	3,600,000	0
Interest and Fiscal Charges	104,006	104,004	2
Total Expenditures	5,689,937	5,590,938	98,999
Excess of Revenues Over (Under) Expenditures	(4,514,217)	(4,324,154)	190,063
<u>Other Financing Sources (Uses):</u>			
Proceeds of Notes	3,440,000	3,440,000	0
Sale of Fixed Assets	0	265,000	265,000
Advances In	0	0	0
Advances Out	0	0	0
Operating Transfers In	219,576	1,839,048	1,619,472
Operating Transfers Out	(123,478)	0	123,478
Total Other Financing Sources (Uses)	3,536,098	5,544,048	2,007,950
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(978,119)	1,219,894	2,198,013
Fund Balances at Beginning of Year	4,599,695	4,599,695	0
Prior Year Encumbrances Appropriated	251,174	251,174	0
Fund Balances at End of Year	\$3,872,750	\$6,070,763	\$2,198,013

See accompanying notes to the general purpose financial statements

Expendable Trust Fund			Totals (Memorandum Only)		
Revised Budget	Actual	Variance Favorable (Unfavorable)	Revised Budget	Actual	Variance Favorable (Unfavorable)
\$0	\$0	\$0	\$7,145,141	\$8,445,741	\$1,300,600
0	0	0	11,080,000	11,570,830	490,830
0	0	0	3,623,740	4,222,724	598,984
0	0	0	103,800	149,590	45,790
0	0	0	917,617	1,523,693	606,076
0	0	0	22,928,957	24,658,124	1,729,167
0	911	911	820,101	1,002,607	182,506
0	0	0	185,000	259,601	74,601
0	450	450	1,333,980	1,560,611	226,631
0	1,361	1,361	48,138,336	53,393,521	5,255,185
0	0	0	9,253,210	8,926,478	326,732
0	0	0	3,518,071	3,192,000	326,071
0	0	0	8,236,248	7,485,121	751,127
0	0	0	6,046,568	5,687,114	359,454
1,998	0	1,998	12,675,390	10,086,635	2,588,755
0	0	0	17,296,963	16,224,267	1,072,696
0	0	0	227,200	214,004	13,196
0	0	0	121,024	70,599	50,425
0	0	0	1,985,931	1,886,934	98,997
0	0	0	1,292,026	1,284,519	7,507
0	0	0	7,517,464	7,262,884	254,580
0	0	0	1,049,966	956,142	93,824
1,998	0	1,998	69,220,061	63,276,697	5,943,364
(1,998)	1,361	3,359	(21,081,725)	(9,883,176)	11,198,549
0	0	0	6,165,000	6,165,000	0
0	0	0	19,761	287,543	267,782
0	0	0	59,748	64,703	4,955
0	0	0	(64,703)	(64,703)	0
0	0	0	3,629,678	3,678,417	48,739
0	0	0	(3,534,539)	(3,299,850)	234,689
0	0	0	6,274,945	6,831,110	556,165
(1,998)	1,361	3,359	(14,806,780)	(3,052,066)	11,754,714
1,998	1,998	0	15,923,244	15,923,244	0
0	0	0	5,102,652	5,102,652	0
\$0	\$3,359	\$3,359	\$6,219,116	\$17,973,830	\$11,754,714

Belmont County, Ohio
 Combined Statement of Revenues,
 Expenses and Changes in Fund Equity
 Proprietary Fund Type and Discretely Presented Component Unit
 For the Year Ended December 31, 2002

	Proprietary Fund Type	Component Unit	Totals Reporting Entity (Memorandum Only)
	Enterprise		
<i><u>Operating Revenues:</u></i>			
Charges for Services	\$10,168,957	\$3,386,575	\$13,555,532
Contributions: Belmont County Board of Mental Retardation/ Developmental Disabilities	0	359,435	359,435
Other Operating Revenues	8,725	0	8,725
Total Operating Revenues	<u>10,177,682</u>	<u>3,746,010</u>	<u>13,923,692</u>
<i><u>Operating Expenses:</u></i>			
Personal Services	3,973,494	2,856,262	6,829,756
Contractual Services	2,908,514	2,132	2,910,646
Materials and Supplies	852,024	720,864	1,572,888
Other Operating Expenses	729,065	6,418	735,483
Depreciation	989,287	83,708	1,072,995
Total Operating Expenses	<u>9,452,384</u>	<u>3,669,384</u>	<u>13,121,768</u>
Operating Income (Loss)	<u>725,298</u>	<u>76,626</u>	<u>801,924</u>
<i><u>Non-Operating Revenues (Expenses):</u></i>			
Capital Grant	0	174,290	174,290
Interest Income	205,467	10,997	216,464
Loss on Disposal of Fixed Asset	(5,548)	0	(5,548)
Interest and Fiscal Charges	(883,769)	0	(883,769)
Tap-In Fees	144,215	0	144,215
Other Non-Operating Revenue	22,500	13,686	36,186
Other Non-Operating Expenses	(6,283)	0	(6,283)
Total Non-Operating Revenues (Expenses)	<u>(523,418)</u>	<u>198,973</u>	<u>(324,445)</u>
Income (Loss) Before Operating Transfers	201,880	275,599	477,479
Operating Transfers In	191,411	0	191,411
Operating Transfers Out	(9,928)	0	(9,928)
Net Income (Loss)	383,363	275,599	658,962
Depreciation on Fixed Assets Acquired by Contributed Capital	146,877	0	146,877
Retained Earnings at Beginning of Year - Restated (Note 3)	15,463,435	805,106	16,268,541
Residual Equity Transfer Out	(118,483)	0	(118,483)
Retained Earnings at End of Year	<u>15,875,192</u>	<u>1,080,705</u>	<u>16,955,897</u>
Contributed Capital at Beginning of Year	4,461,472	0	4,461,472
Depreciation on Fixed Assets Acquired by Contributed Capital	(146,877)	0	(146,877)
Contributed Capital at End of Year	<u>4,314,595</u>	<u>0</u>	<u>4,314,595</u>
Total Fund Equity at End of Year	<u>\$20,189,787</u>	<u>\$1,080,705</u>	<u>\$21,270,492</u>

See accompanying notes to the general purpose financial statements

Belmont County, Ohio
 Combined Statement of Cash Flows
 Proprietary Fund Type and Discretely Presented Component Unit
 For the Year Ended December 31, 2002

	Proprietary Fund Type	Component Unit	Totals Reporting Entity (Memorandum Only)
	Enterprise		
<i>Increase (Decrease)</i>			
<u><i>in Cash and Cash Equivalents:</i></u>			
Cash Flows from			
Operating Activities:			
Cash Received from Customers	\$10,070,223	\$3,342,871	\$13,413,094
Cash Payments for Employee Services and Benefits	(3,944,420)	(2,463,391)	(6,407,811)
Cash Payments for Goods and Services	(3,554,876)	(650,189)	(4,205,065)
Utility Deposits Received	14,821	0	14,821
Utility Deposits Paid	(12,942)	0	(12,942)
Other Operating Revenues	1,210	0	1,210
Other Non-Operating Revenues	22,500	13,686	36,186
Other Operating Expenses	(729,065)	(59,677)	(788,742)
Net Cash Provided by Operating Activities	<u>1,867,451</u>	<u>183,300</u>	<u>2,050,751</u>
Cash Flows from			
<u><i>Cash Flows from Noncapital Financing Activities:</i></u>			
Operating Transfers In	191,411	0	191,411
Operating Transfers Out	(9,928)	0	(9,928)
Residual Equity Transfers Out	(118,483)	0	(118,483)
Net Cash Provided by Noncapital Financing Activities	<u>63,000</u>	<u>0</u>	<u>63,000</u>
Cash Flows from Capital and			
<u><i>Related Financing Activities:</i></u>			
Proceeds of Notes	8,295,000	(3,849)	8,291,151
Tap In Fees	144,215	0	144,215
Capital Grants	0	174,290	174,290
Payments for Capital Acquisitions	(3,914,799)	(199,487)	(4,114,286)
Principal Paid on General Obligation Bonds	(370,000)	0	(370,000)
Principal Paid on Revenue Bonds	(283,000)	0	(283,000)
Principal Paid on Revenue Notes	(7,505,000)	0	(7,505,000)
Principal Paid on OWDA Loan	(2,357)	0	(2,357)
Principal Paid on Capital Lease	(3,478)	0	(3,478)
Interest and Fiscal Charges			
Paid on General Obligation Bonds	(248,383)	0	(248,383)
Interest Paid on Revenue Bonds	(412,580)	0	(412,580)
Interest Paid on Revenue Notes	(220,752)	0	(220,752)
Interest Paid on OWDA Loan	(3,510)	0	(3,510)
Interest Paid on Capital Lease	(902)	0	(902)
Net Cash Used for Capital and Related Financing Activities	<u>(4,525,546)</u>	<u>(29,046)</u>	<u>(4,554,592)</u>
<u><i>Cash Flows from Investing Activities:</i></u>			
Receipts of Interest	203,215	12,357	215,572
Purchase of Investments	(2,935,627)	0	(2,935,627)
Sale of Investments	3,423,969	0	3,423,969
Net Cash Provided by Investing Activities	<u>691,557</u>	<u>12,357</u>	<u>703,914</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(1,903,538)	166,611	(1,736,927)
Cash and Cash Equivalents at Beginning of Year	<u>9,959,284</u>	<u>601,647</u>	<u>10,560,931</u>
Cash and Cash Equivalents at End of Year	<u><u>\$8,055,746</u></u>	<u><u>\$768,258</u></u>	<u><u>\$8,824,004</u></u>

(Continued)

Belmont County, Ohio
 Combined Statement of Cash Flows
 Proprietary Fund Type and Discretely Presented Component Unit
 For the Year Ended December 31, 2002
 (Continued)

	Proprietary Fund Type		Totals Reporting Entity (Memorandum Only)
	Enterprise	Component Unit	
<i>Reconciliation of Operating Income (Loss) to Net Cash Provided by Operating Activities:</i>			
Operating Income (Loss)	\$725,298	\$76,626	\$801,924
<i>Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by Operating Activities:</i>			
Depreciation	989,287	83,708	1,072,995
Non-Operating Revenues	22,500	13,686	36,186
Changes in Assets and Liabilities:			
Decrease in Accounts Receivable	15,943	13,579	29,522
Increase in Due from Other Funds	(110,707)	0	(110,707)
Increase in Due from Other Governments	(14,693)	0	(14,693)
(Increase) Decrease in Inventory	(19,477)	15,687	(3,790)
Increase in Accounts Payable	70,900	24,828	95,728
Increase in Accrued Wages and Benefits	21,722	5,159	26,881
Decrease in Accrued Revenue	0	(57,283)	(57,283)
Increase in Compensated Absences	26,254	7,310	33,564
Increase in Due to Other Funds	111,204	0	111,204
Increase in Due to Other Governments	26,534	0	26,534
Increase in Accrued Interest Payable	807	0	807
Increase in Refundable Deposits Payable	1,879	0	1,879
Total Adjustments	1,142,153	106,674	1,248,827
Net Cash Provided by Operating Activities	\$1,867,451	\$183,300	\$2,050,751

Non-Cash Capital Financing Transactions:

Disposal of fixed assets had a current book value of \$15,174.

See accompanying notes to the general purpose financial statements

Belmont County, Ohio
 Combined Statement of Revenues, Expenses and
 Changes in Fund Equity - Budget (Non-GAAP Basis) and Actual
 Proprietary Fund Type - Primary Government
 For the Year Ended December 31, 2002

	Enterprise Funds		
	Revised Budget	Actual	Variance Favorable (Unfavorable)
<i>Revenues:</i>			
Charges for Services	\$7,422,594	\$9,624,697	\$2,202,103
Tap-In Fees	89,558	144,215	54,657
Interest Income	26,127	81,839	55,712
Other Operating Revenues	0	370,000	370,000
Other Non-Operating Revenues	21,787	37,321	15,534
Proceeds of Notes	4,695,000	5,695,000	1,000,000
Total Revenues	12,255,066	15,953,072	3,698,006
<i>Expenses:</i>			
Personal Services	4,132,925	3,944,420	188,505
Contractual Services	5,325,934	2,840,324	2,485,610
Materials and Supplies	1,134,940	880,646	254,294
Other Non-Operating Expenses	70,093	12,942	57,151
Other Operating Expenses	977,584	729,065	248,519
Capital Outlay	4,027,982	3,914,799	113,183
Debt Service:			
Principal Retirement	4,902,357	4,902,357	0
Interest and Fiscal Charges	237,369	237,358	11
Total Expenses	20,809,184	17,461,911	3,347,273
Excess of Revenues Under Expenses	(8,554,118)	(1,508,839)	7,045,279
Operating Transfers In	74,807	191,411	116,604
Operating Transfers Out	(1,114,326)	(979,978)	134,348
Excess of Revenues and Operating Transfers In Under Expenses and Operating Transfers Out	(9,593,637)	(2,297,406)	7,296,231
Fund Equity at Beginning of Year	9,325,446	9,325,446	0
Prior Year Encumbrances Appropriated	272,596	272,596	0
Fund Equity at End of Year	\$4,405	\$7,300,636	\$7,296,231

See accompanying notes to the general purpose financial statements

NOTE 1 – REPORTING ENTITY AND BASIS OF PRESENTATION

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

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

A. Reporting Entity:

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

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

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

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

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

NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
(Continued)

Crafts, Inc., St. Clairsville, Ohio.

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

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

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

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

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

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

Belmont-Harrison Juvenile District (District)

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

NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
(Continued)

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

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

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

Belmont Metropolitan Housing Authority
Belmont Park District
Belmont-Jefferson Workforce Policy Board

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

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

B. Basis of Presentation - Fund Accounting:

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

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

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

Governmental Fund Types:

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

General Fund - This fund is used to account for all financial resources of the County except those required to be accounted for in another fund. The general fund balance is

NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
(Continued)

available to the County for any purpose provided it is expended or transferred according to the general laws of Ohio.

Special Revenue Funds - These funds are used to account for the proceeds of specific revenue sources (other than expendable trusts or for major capital projects) that are legally restricted to expenditure for specified purposes.

Debt Service Fund - This fund is used to account for the accumulation of financial resources for, and the payment of, general long-term debt principal, interest and related costs and special assessment long-term debt principal, interest and related costs.

Capital Projects Funds - These funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds and trust funds).

Proprietary Fund Type:

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

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

Fiduciary Fund Types:

These funds are used to account for assets held by the County in a trustee capacity or as an agent for individuals, private organizations, other governments, and/or other funds. The following are the County's fiduciary fund types:

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

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

Account Groups:

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

General Fixed Assets Account Group - The general fixed assets account group is used to account for all fixed assets of the County, other than those fixed assets accounted for in the proprietary funds.

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

NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
(Continued)

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies followed in the preparation of these financial statements are summarized below. These policies conform to generally accepted accounting principles for local governmental units as prescribed in the statements issued by the Governmental Accounting Standards Board and other recognized authoritative sources. The County applies Financial Accounting Standards Board Statements and Interpretations issued prior to November 30, 1989 to proprietary activities provided they do not conflict with Governmental Accounting Standards Board Statements and Interpretations. Information in the notes to the General Purpose Financial Statements relates in general to the Primary Government. Information related to the operation of Belco Crafts, Inc. (Belco) is specifically identified.

A. Measurement Focus and Basis of Accounting:

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental fund types and expendable trust funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. Operating statements of these funds present increases (i.e. revenues and other financing sources) and decreases (i.e. expenditures and other financing uses) in net current assets.

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

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

The modified accrual basis of accounting is followed for the governmental, expendable trust and agency funds. The full accrual basis of accounting is followed for the proprietary fund.

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

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

Under the modified accrual basis, the following revenue sources are considered to be both measurable and available at fiscal year-end: earnings on investments, sales taxes (see Note 8), hotel/motel lodge tax, federal and state grants and subventions, and charges for current services. Using this criteria, the County has elected to not record child support arrearages within the special revenue and agency fund types. These amounts, while potentially significant, are not considered measurable and, because collections are often significantly in arrears, the County is unable to

NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
(Continued)

determine a reasonable value.

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

Property taxes for which there is an enforceable legal claim as of December 31, 2002, but which were levied to finance 2003 operations, have been recorded as deferred revenue. Grants and entitlements received before eligibility requirements are met are also recorded as deferred revenue. On a modified accrual basis, receivables that will not be collected within the available period have also been reported as deferred revenue.

Expenses are recognized on a full accrual basis at the time they are incurred.

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

Belco is a not-for profit that follows the accounting guidelines set forth in GASB Statement Number 29, "The Use of Not-For-Profit Accounting and Financial Reporting Principles by Governmental Entities." Under GASB Statement Number 29, Belco uses the governmental model for financial reporting. The not-for profit corporation uses the full accrual method of accounting for its operations similar to the proprietary funds of the County.

B. Budgetary Process:

The budgetary process is prescribed by provisions of the Ohio Revised Code and entails the preparation of budgetary documents within an established timetable. The major documents prepared are the tax budget, the certificate of estimated resources and the appropriation resolution, all of which are prepared on the budgetary basis of accounting. The certificate of estimated resources and the appropriation resolution are subject to amendment throughout the year with the legal restriction that appropriations cannot exceed estimated resources, as certified. All funds, other than agency funds, legally are required to be budgeted and appropriated. The legal level of budgetary control is at the object level within each fund, program, and department. The County encumbered transfers out of \$410,000 in the General Fund prior to year end and this caused the transfers in and out on the budgetary basis not to equal. Budgetary modifications may only be made by resolution of the County Commissioners. Budgetary information for Belco Crafts, Inc. (component unit) is not reported because it is not included in the entity for which "the appropriated budget" is adopted, and does not itself maintain budgetary financial records.

Tax Budget:

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

Estimated Resources:

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

NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
(Continued)

agrees, that an estimate needs either to be increased or decreased. The amounts reported on the budgetary statement reflect the amounts in the final amended official certificate of estimated resources issued during 2002.

Appropriations:

A temporary appropriation resolution to control expenditures may be passed on or around January 1 of each year for the period January 1 to March 31. An annual appropriation resolution must be passed by April 1 of each year for the period January 1 to December 31. The appropriation resolution fixes spending authority at the fund, program, department, and object levels. The appropriation resolution may be amended during the year as new information becomes available, provided that total fund appropriations do not exceed current estimated resources, as certified. The allocation of appropriations among departments and objects within a fund may be modified during the year only by a resolution of the County Commissioners. Several supplemental appropriation resolutions were legally enacted by the County Commissioners during the year. The budget figures which appear in the statements of budgetary comparisons represent the final appropriation amounts, including all amendments and modifications.

Encumbrances:

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

Lapsing of Appropriations:

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

C. Cash and Cash Equivalents:

Cash balances of the County's funds, except cash held by a trustee or fiscal agent or held in segregated accounts, are pooled and invested in short-term investments in order to provide improved cash management. During fiscal year 2002, investments were limited to STAR Ohio, treasury notes, repurchase agreements, and certificates of deposit. Nonparticipating investment contracts such as repurchase agreements, treasury notes and nonnegotiable certificates of deposit are reported at cost. The County has invested funds in the State Treasurer's Asset Reserve of Ohio (STAR Ohio) during fiscal year 2002. STAR Ohio is an investment pool managed by the State Treasurer's Office which allows governments within the State to pool their funds for investment purposes. STAR Ohio is not registered with the SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in STAR Ohio are valued at STAR Ohio's share price which is the price the investment could be sold for on December 31, 2002. For purposes of the combined statement of cash flows and for presentation on the combined balance sheet, investments of the pool and investments with original maturities of three months or less are considered to be cash equivalents. Under existing Ohio statutes, all investment earnings accrue to the general fund unless statutorily required to be credited to a specific fund. Interest income earned in 2002 totaled \$1,283,328 for the primary government. Interest revenue credited to the general fund during fiscal year 2002 amounted to \$987,316, which includes \$599,279 assigned from other funds. Interest income received directly by Belco Crafts, Inc. during 2002 was \$10,997.

NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
(Continued)

D. Restricted Assets:

Certain resources set aside for the repayment of enterprise fund mortgage revenue bonds are classified as restricted assets on the balance sheet because their use is limited by applicable bond covenants. Restricted assets of the County also include customer deposits. In addition, certain resources set aside for enrollee activities, events, or projects of Belco Crafts Inc., are classified as restricted assets on the balance sheet.

E. Inventory of Supplies:

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

F. Prepaid Items:

Payments made to vendors for services that will benefit periods beyond December 31, 2002, are recorded as prepaid items using the consumption method. A current asset for the prepaid amount is recorded at the time of the payment, and an expenditure/expense is reported in the year in which services are consumed.

G. Interfund Assets and Liabilities:

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

Amounts owed to a particular fund by another fund in the County for goods or services rendered, and amounts to be distributed by agency funds to other funds of the County, are classified as "due from other funds/due to other funds."

H. Property, Plant, Equipment and Depreciation:

1. General Fixed Assets Account Group

General fixed assets are not capitalized in the funds used to acquire or construct them. Instead, capital acquisitions and construction are reflected as expenditures in governmental funds, and the related assets are reported in the general fixed assets account group at historical cost or estimated historical cost.

Assets in the general fixed assets account group are not depreciated.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Improvements which extend the useful life or increase the capacity or operating efficiency of the asset are capitalized at cost in the general fixed assets account group.

Public domain (infrastructure) general fixed assets consisting of roads, bridges, curbs and gutters, streets and sidewalks, drainage systems, and lighting systems are not capitalized or reported, as these assets are immovable and of value only to the County.

2. Enterprise Fund Fixed Assets

Property, plant, and equipment reflected in the enterprise funds are stated at historical cost (or estimated historical cost) and are updated for the cost of additions and

NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
(Continued)

retirements during the year. Depreciation has been provided on a straight-line basis over the following estimated useful lives:

<u>Description</u>	<u>Primary Government Estimated Lives</u>	<u>Belco Estimated Lives</u>
Buildings and Plants	40 years	N/A
Pump Stations and Water Towers	40 years	N/A
Sewer and Water Mains	40 years	N/A
Vehicles	5 years	5 years
Equipment	3-20 years	5 years

3. Valuation

The primary government's fixed asset values initially were determined at December 31, 1990, assigning original acquisition costs when such information was available. In cases when original costs were not practicably determinable, estimates were arrived at by indexing estimated current costs back to the estimated year of acquisition. Donated fixed assets are capitalized at estimated fair market value on the date donated. During 2002, the County raised the capitalization threshold for fixed assets from \$1,000 to \$5,000 with the exception of land and buildings, as these are listed regardless of cost. Belco's asset values were determined at original acquisition cost when purchased.

I. Compensated Absences:

Vacation and personal leave benefits are accrued as a liability as the benefits are earned if the employees' rights to receive compensation are attributable to services already rendered and it is probable that the employer will compensate employees for the benefits through paid time off or some other means. Sick leave benefits are accrued using the vesting method. The liability is based on the sick leave accumulated at December 31 by those employees who are currently eligible to receive termination payments and by those employees for whom it is probable they will become eligible to receive termination benefits in the future.

The County records a liability for accumulated unused vacation time and personal leave when earned for all employees with more than one year of service. The County records a liability for accumulated unused sick leave for employees with fifteen or more years of service with the exception of the Park Health Center, Sheriff's Office, Engineer's Office and Job and Family services that records a liability for employees with ten or more years of service. For governmental funds, the current portion of unpaid compensated absences is the amount expected to be paid using expendable available resources. These amounts are recorded in the account "compensated absences payable" in the fund from which the employees who have accumulated unpaid leave are paid. The remainder is reported in the general long-term obligations account group.

In proprietary funds the entire amount of compensated absences is reported as a fund liability.

J. Long-term Obligations:

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

Long-term obligations expected to be financed from proprietary fund operations are accounted for in those funds.

NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
(Continued)

K. Capitalization of Interest:

The County's policy is to capitalize net interest on proprietary fund construction projects until substantial completion of the project. The amount of capitalized interest equals the difference between the interest cost associated with the tax-exempt borrowing used to finance the project and the interest earned from temporary investment on the debt proceeds. Capitalized interest is amortized on the straight-line basis over the estimated useful life of the asset. For 2002, interest costs incurred on construction projects in proprietary funds were not material.

L. Contributed Capital:

Contributed capital represents resources from other funds, other governments, and private sources provided to enterprise funds prior to 2001 that is not subject to repayment. Since 2001, capital contributions, other than contributions from other funds, have been recorded as revenues and are reported as increases in retained earnings based on new guidelines established by GASB Statement 33, "Accounting and Reporting for Non-exchange Transactions". These assets are recorded at their fair market value on the date contributed. Tap-in fees were recorded as contributed capital to the extent they exceeded the actual costs of the connection to the waste water system. Depreciation on those assets acquired or constructed with contributed resources was expensed and closed to unreserved retained earnings at year end except for depreciation on assets acquired through grants, which is expensed and closed to contributed capital at year end.

M. Reserves of Fund Equity:

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

Reserves have been established in the enterprise funds for replacement of assets to the extent necessary to satisfy bond indentures.

N. Interfund Transactions:

During the course of normal operations the County makes numerous transactions between funds. Nonrecurring or non-routine transfers of equity are reported as residual equity transfers. All other transfers are reported as operating transfers. The most significant include operating transfers and reimbursements.

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

O. Total Columns on General Purpose Financial Statements:

Total Columns on the general purpose financial statements are captioned "(Memorandum Only)" to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations, or cash flows in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data. When the title of a statement indicates that a component unit is included two total columns are presented. The first is captioned primary government to indicate that only those activities that comprise the County's legal entity have been included. The second is captioned reporting entity and includes the activity and operations of the County's legally separate discretely presented component unit. See Note 1. The

NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
(Continued)

total columns on statements which do not include a component unit have no additional caption.

P. Designation of Fund Balance:

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

NOTE 3 - CHANGES IN ACCOUNTING POLICY AND RESTATEMENT OF FUND BALANCE AND RETAINED EARNINGS

Certain adjustments and a change in accounting policy has resulted in fund equity/retained earnings restatements. In 2002, the County changed the threshold for capitalizing fixed assets from \$1,000 to \$5,000; several prior year advances were approved by the County commissioners as transfers; certain special revenue funds were combined for GAAP reporting; and an error resulting in an understatement of previously reported mortgage revenue bonds payable was restated. The following identifies the effect of these changes on fund equity/retained earnings by fund type:

	Retained Earnings Previously Reported <u>at December 31, 2001</u>	Restatement <u>Amount</u>	Retained Earnings Previously Reported at December 31, 2001
<i>Governmental Funds:</i>			
General	\$5,403,695	(\$28,134)	\$5,375,561
Special Revenue	\$11,719,895	\$28,134	\$11,748,029
<i>Proprietary Funds:</i>			
Enterprise	\$15,679,719	(\$216,284)	\$15,463,435

There was no effect of such changes noted above on the Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses previously reported and net income for the year ended December 31, 2001.

The General Fixed Assets Account Group total assets decreased from \$46,442,101 to \$44,813,647.

NOTE 4 - BUDGETARY BASIS OF ACCOUNTING

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

The Combined Statement of Revenues, Expenditures and Changes in Fund Balances - Budget (Non-GAAP Basis) and Actual, All Governmental Fund Types and Expendable Trust Fund and the Combined Statement of Revenues, Expenses and Changes in Fund Equity - Budget (Non-GAAP Basis) and Actual, Proprietary Fund Type are presented on the budgetary basis to provide a meaningful comparison of actual results with the budget. The major differences between the budget basis and the GAAP basis are that:

1. Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis).
2. Expenditures/expenses are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis).
3. Outstanding year end encumbrances are treated as expenditures/expenses (budget basis) rather than as a reservation of fund balance for governmental fund types and the expendable trust fund (GAAP basis). Material encumbrances are disclosed in the notes for proprietary fund types (GAAP basis).

NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
(Continued)

4. Proceeds from and principal payments on short-term note obligations are reported on the operating statement (budget basis) rather than as balance sheet transactions (GAAP basis).
5. For proprietary funds, the acquisition and construction of capital assets are reported on the operating statement (budget basis) rather than as balance sheet transactions (GAAP basis).
6. The County reports six Debt Service Funds for budgetary basis of reporting but only three Debt Service Funds are reported for GAAP purposes. The reconciled difference is reflected in the following tables as allocation of revenue to pay debt.
7. Unrecorded cash and unrecorded interest are reported on the balance sheet and operating statements (GAAP basis), but not on the budgetary basis. The reconciled difference is reflected in the following tables as unrecorded cash.
8. The County does not budget for the activities of the trustee who collects and holds the restricted assets used for the retirement of debt associated with the County's appropriate water and sewer improvements. However, the activity of the trustee is included in the enterprise funds for GAAP reporting.

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

	Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses Governmental Fund Types and Expendable Trust Fund				
	General	Special Revenue	Debt Service	Capital Projects	Expendable Trust
GAAP Basis	\$2,117,532	\$354,727	(\$49,479)	\$2,364,386	\$1,361
Net Adjustments for					
Revenue Accruals	(746,478)	(499,243)	83,210	(884,122)	0
Net Adjustments for					
Expenditure Accruals	(13,043)	(28,476)	0	438,578	0
Prepaid Items	26,622	(350)	0	0	0
Materials and Supplies					
Inventory	(22,800)	95,359	0	0	0
Note Proceeds	0	125,000	2,600,000	2,940,000	0
Unrecorded Cash	(1,031,704)	(22,288)	0	(773)	0
Cash in Segregated					
Accounts	(9,610)	79,310	0	0	0
Allocation of Revenue					
to Pay Debt	0	0	360,000	0	0
Debt Principal Retirement	0	(250,000)	(3,053,000)	(3,600,000)	0
Interest and Fiscal Charges	0	0	(607,979)	(25,175)	0
Transfers	0	0	851,567	0	0
Residual Equity Transfers	118,483	0	0	0	0
Advances	(59,748)	59,748	0	0	0
Encumbrances	(3,154,256)	(1,596,425)	0	(13,000)	0
Budget Basis	<u>(\$2,775,002)</u>	<u>(\$1,682,638)</u>	<u>\$184,319</u>	<u>\$1,219,894</u>	<u>\$1,361</u>

NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
(Continued)

Net Income/Excess of Revenues and Operating Transfers In
Over (Under) Expenses and Operating Transfers Out
Proprietary Fund Type and Discretely Presented Component Unit

	Enterprise	Component Unit
GAAP Basis	\$383,363	\$275,599
Net Adjustments for Revenue Accruals	558,222	0
Net Adjustments for Expenditure Accruals	205,122	0
Materials and Supplies Inventory	19,477	0
Note Proceeds	5,695,000	0
Cash with Fiscal and Escrow Agents	(486,203)	0
Unrecorded Cash	(3,811)	0
Allocation of Revenue to pay Debt	(360,000)	0
Debt Principal Retirement	(4,902,357)	0
Interest and Fiscal Charges	645,509	0
Depreciation	989,287	0
Loss on Disposal of Fixed Assets	5,548	0
Transfers	(970,050)	0
Capital Outlay	(3,914,799)	0
Encumbrances	(161,714)	0
Excess of		
Non Budgeted Component Unit	0	(275,599)
Budget Basis	<u>(\$2,297,406)</u>	<u>\$0</u>

NOTE 5 - ACCOUNTABILITY AND COMPLIANCE

A. Fund Deficits:

The following funds had a deficit fund balance or deficit retained earnings as of December 31, 2002:

	Deficit Fund Balance	Deficit Retained Earnings
<u>Special Revenue Fund:</u>		
Job Training Partnership Act	\$3,501	
<u>Capital Projects Funds:</u>		
Permanent Improvement	393,958	
Satellite Building Construction	284,566	
<u>Enterprise Fund:</u>		
Sanitary Sewer District 3B		\$70,059

The deficit in the special revenue fund is largely the result of the recognition of liabilities in accordance with generally accepted accounting principles. The general fund provides transfers to cover deficit balances; however, this is done when cash is needed rather than when accruals occur.

The deficits in the capital projects funds arose from the requirement to report bond anticipation note liabilities in the fund which received the note proceeds. The deficit will be alleviated when the bonds are issued or when the notes are paid.

The enterprise fund retained earnings deficit resulted from accumulated operating losses. The County will review the operations to determine if steps need to be taken to insure that the funds are self-sustaining.

NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
(Continued)

B. Legal Compliance:

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

<u>General Fund:</u>	
General Government-Auditor-Materials and Supplies	\$9,183
General Government-Probate Court-Personal Services	381
Health-Clinics and Care-Personal Services	42
<u>Special Revenue Fund:</u>	
Commissary Fund	
Public Safety	
Materials and Supplies	46,121

The County will more closely monitor budgetary procedures pertaining to violations of this nature in the future.

NOTE 6 - DEPOSITS AND INVESTMENTS

A Primary Government

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

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

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

1. United States treasury notes, bills, bonds, or any other obligation or security issued by the United States treasury or any other obligation guaranteed as to principal and interest by the United States;
2. Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentality, including but not limited to, the federal national mortgage association, federal home loan bank, federal farm credit bank, federal home loan mortgage corporation, government national mortgage association, and student loan marketing association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
3. Written repurchase agreements in the securities listed above provided that the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least two percent and be marked daily, and that the term of the agreement must not exceed thirty days;
4. Bond and other obligations of the State of Ohio or its political subdivisions, provided that such political subdivisions are located wholly or partly within the County;

NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
(Continued)

5. Time certificates of deposit or savings or deposit accounts, including, but not limited to, passbook accounts;
6. No-load money market mutual funds consisting exclusively of obligations described in division (1) or (2) and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions;
7. The State Treasurer's investment pool (STAR Ohio);
8. Securities lending agreements in which the County lends securities and the eligible institution agrees to exchange either securities described in division (1) or (2) or cash or both securities and cash, equal value for equal value;
9. High grade commercial paper in an amount not to exceed five percent of the County's total average portfolio; and,
10. Bankers acceptances for a period not to exceed 270 days and in an amount not to exceed ten percent of the County's total average portfolio.

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

Cash on Hand At year-end, the County had \$546,563 in undeposited cash on hand which is included on the Balance Sheet of the County as part of "Cash and Cash Equivalents".

Deposits At year-end, the carrying amount of the County's deposits was \$21,826,608, and the bank balance was \$37,212,395. Of the bank balance, \$1,313,076 was covered by federal depository insurance, and \$34,865,505 was collateralized by securities held by the pledging financial institutions' trust department in the County's name and all State statutory requirements for the deposit of money had been followed and \$1,033,814 was uninsured and uncollateralized.

Investments

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

	<u>Category 2</u>	<u>Unclassified</u>	<u>Carrying/Fair Value</u>
STAR Ohio	\$0	\$4,675,528	\$4,675,528
Repurchase Agreement	13,716,920	0	13,716,920
U.S. Treasury Notes	2,935,627	0	2,935,627
Total	<u>\$16,652,547</u>	<u>\$4,675,528</u>	<u>\$21,328,075</u>

NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
(Continued)

The treasury notes have maturities ranging from February 2003 to November 2004.

The classification of cash and cash equivalents and investments on the combined financial statements is based on criteria set forth in GASB Statement No. 9 entitled "Reporting Cash Flows of Proprietary and Non-Expendable Trust Funds and Governmental Entities that use Proprietary Fund Accounting". Reconciliation between the classifications of cash and cash equivalents and investments on the combined financial statements and the classifications of deposits and investments presented above per GASB Statement No. 3 is as follows:

	Cash and Cash Equivalents/Deposits	Investments
GASB Statement 9	\$40,478,418	\$3,222,828
Undeposited Cash	(546,563)	0
Investments:		
Repurchase Agreement	(13,716,920)	13,716,920
Certificates of Deposits with a maturity of more than 90 days	287,201	(287,201)
Star Ohio	(4,675,528)	4,675,528
GASB Statement 3	\$21,826,608	\$21,328,075

B. Component Unit

At year end, the carrying amount of Belco's deposits was \$768,258, and the bank balance was \$884,759. Of the bank balance \$200,000 was covered by federal depository insurance, and \$684,759 was uninsured and uncollateralized. Belco Crafts, Inc. holds certificate of deposits totaling \$226,985 which is included in the deposits with financial institutions. There are no statutory guidelines regarding the deposit and investment of funds by the not-for-profit corporation.

NOTE 7 - PROPERTY TAXES

Property taxes include amounts levied against all real, public utility, and tangible personal property located in the County. Property tax revenue received during 2002 for real and public utility property taxes represents collections of 2001 taxes. Property tax payments received during 2002 for tangible personal property (other than public utility property) is for 2002 taxes.

2002 taxes collected on real property (other than public utility) are levied after October 1, 2002 on the assessed value as of January 1, 2002, the lien date. Assessed values are established by the State Law at 35 percent of appraised market value. 2002 real property taxes are intended to finance 2003. All property is required to be revalued every six years. The last revaluation was completed in 2000. Real property taxes are payable annually or semiannually. If paid annually, payment is due December 31; if paid semiannually, the first payment is due December 31, with the remainder payable by June 20. Under certain circumstances, state statute permits later payment dates to be established. Tax year 2002 collections will reflect an increase due to the six year reappraisal.

2002 taxes collected on tangible personal property (other than public utility) are levied after October 1, 2001, on the value as of December 31, 2001. Collections are made in 2002. Tangible personal property used in business (except for public utilities) is currently assessed for ad valorem taxation purposes at 25 percent for machinery and equipment and 24 percent for inventory of its true value. Amounts paid by multi-county taxpayers are due September 20. Single county taxpayers may pay annually or semiannually. If paid annually, payment is due April 30; if paid semiannually, the first payment is due April 30, with the remainder payable by September 20.

2002 public utility real and tangible personal property taxes became a lien December 31, 2001, are levied after October 1, 2002, and are collected in 2003 with real property taxes. Public utility tangible personal property currently is at varying percentages of true value; public utility real property taxes is assessed at 35 percent of true value.

NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
(Continued)

The County Treasurer collects property tax on behalf of all taxing districts within the County. The County Auditor periodically remits to the taxing districts their portions of the taxes collected. Collections of the taxes and remittance of them to the taxing districts are accounted for in various agency funds of the County.

Accrued property taxes receivable represent delinquent taxes outstanding and real, tangible personal, and public utility taxes which were measurable as of December 31, 2002 and for which there is an enforceable legal claim. Although total property tax collections for the next fiscal year are measurable, amounts to be received during the available period are not subject to reasonable estimation at December 31, nor are they intended to finance 2002 operations. The receivable is therefore offset by a credit to deferred revenue.

The full tax rate for all County operations for the year ended December 31, 2002, was 13.80 per \$1,000 of assessed value. The assessed values of real and tangible personal property upon which 2002 property tax receipts were based are as follows:

Real Property	\$709,742,280
Public Utility Personal Property	105,868,250
Tangible Personal Property	<u>71,462,320</u>
Total Assessed Value	<u><u>\$887,072,850</u></u>

NOTE 8 - PERMISSIVE SALES AND USE TAX

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

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

Vendor collections of the tax are paid to the State Treasurer by the twenty-third day of the month following collection. The State Tax Commissioner certifies to the State Auditor the amount of the tax to be returned to the County. The Tax Commissioner's certification must be made within forty-five days after the end of each month. The State Auditor then has five days in which to draw the warrant payable to the County. Proceeds of the tax are credited to the General Fund and the Road and Bridge special revenue fund. Sales tax that is measurable and available as of December 31 is accrued as revenue. Sales and use tax revenue for 2002 amounted to \$12,164,190.

NOTE 9 RECEIVABLES

A. Primary Government

Receivables at December 31, 2002, consisted of taxes, interest, special assessments, loans, accounts (which include billed and unbilled charged services), and intergovernmental receivables arising from grants, entitlements, and shared revenues. All receivables are considered collectible in full. Most delinquent accounts receivable may be certified and collected as a special assessment, subject to foreclosure for nonpayment.

A summary of the principal items of intergovernmental receivables follows:

NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
(Continued)

<u>General Fund:</u>	Amount
Local Government	\$309,275
Homestead and Rollback	110,531
Real Estate Tax Deregulation	54,316
Indigent Fee Reimbursement	53,230
Total General Fund	<u>527,352</u>
<u>Special Revenue Funds:</u>	
Motor Vehicle License Tax	1,200,244
Gasoline Tax	661,061
Small Cities CDBG	456,320
Homestead and Rollback	373,228
Community Residential Services	281,802
Real Estate Tax Deregulation	266,143
MR/Dd Title XIX	219,486
MR/DD Targeted Case Management	69,042
COPS	66,236
Alternative School	50,268
Delinquent Real Estate Tax Assessment Collection	48,441
Community Based Corrections Act Grant	31,844
Prosecutors Victim Assistance	26,577
MR/DD Social Services Block	14,899
Litter Control and Recycling	11,086
Real Estate Assessment	9,688
MR/DD Title VIB	9,417
Domestic Violence	9,198
MR/DD Early Childhood Special Education	5,836
Drug Court	2,972
MR/DD Food Subsidy	2,856
MR/DD Title VI	2,419
Bulletproof Vest	485
Total Special Revenue Funds	<u>3,819,548</u>
<u>Capital Projects Funds:</u>	
Department of Youth Services	722,628
Issue Two	170,223
Total Capital Projects Funds	<u>892,851</u>
<u>Proprietary Funds:</u>	
Resident Fees	231,597
Total Proprietary Funds	<u>231,597</u>
<u>Agency Funds:</u>	
Local Government	1,937,339
Libraries and Local Government Support	1,650,607
Homestead and Rollback	483,759
Real Estate Deregulation	456,602
Gasoline Tax	382,678
Motor Vehicle License Tax	379,288
Permissive Motor Vehicle License Tax	10,815
Total Agency Funds	<u>5,301,088</u>
Grand Total	<u><u>\$10,772,436</u></u>

NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
(Continued)

B. Component Unit

Belco Crafts, Inc. uses the allowance method of accounting for doubtful accounts. All accounts were considered to be fully collectible at December 31, 2002; therefore, no allowance for doubtful accounts has been recorded.

NOTE 10- FIXED ASSETS

A summary of the enterprise funds' and Belco's fixed assets at December 31, 2002, follows:

	County Enterprise	
	Funds	Belco
Land	\$117,251	\$0
Buildings	16,912,763	0
Improvements Other Than Buildings	54,443	0
Furniture, Fixtures, Machinery and Equipment	816,493	288,145
Vehicles	510,081	454,310
Lines	22,305,117	0
Construction In Progress	4,868,652	0
Total	<u>45,584,800</u>	<u>742,455</u>
Less: Accumulated Depreciation	<u>(16,089,445)</u>	<u>(423,615)</u>
Net Fixed Assets	<u>\$29,495,355</u>	<u>\$318,840</u>

	Restated Balance	Additions	Deletions	Balance
	January 1, 2001			December 31, 2002
Land	\$762,674	\$0	\$0	\$762,674
Buildings	25,229,710	1,672,637	406,617	26,495,730
Improvements Other Than Buildings	624,959	327,772	0	952,731
Furniture, Fixtures, Machinery and Equipment	9,924,961	330,643	124,309	10,131,295
Vehicles	4,635,794	344,444	215,299	4,764,939
Construction In Progress	3,635,549	140,769	1,532,436	2,243,882
Total	<u>\$44,813,647</u>	<u>\$2,816,265</u>	<u>\$2,278,661</u>	<u>\$45,351,251</u>

NOTE 11 - RISK MANAGEMENT

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

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

Under the CORSA program for general liability, auto liability, error and omission for public officials, and law enforcement liability, the County has \$1,000,000 of total liability coverage for each occurrence and equipment and flood and earthquake damages in the amount of \$100,000,000. Boiler and machinery is

NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
(Continued)

covered in the amount of \$100,000,000 for extended comprehensive. Employee dishonesty, money orders and counterfeit, and depositor's forgery are covered in the amount of \$1,000,000 for each and every loss. Money and securities inside and outside of the premises are covered in the amount of \$1,000,000 for each and every loss and \$1,000,000 aggregate.

In addition, the County maintains other property insurance which includes the following: \$1,000,000 for extra expenses, \$950,000 for contractor's equipment and miscellaneous equipment, \$1,000,000 for valuable papers and records, actual cash value less \$2,500 deductible for automobile physical damage and \$3,500,000 for inland marine insurance.

Beginning in May 1992, medical professional liability was added in the amounts of \$1,000,000 each occurrence and \$6,000,000 aggregate. With the exception of workers' compensation, all insurance is held with CORSA. The County pays all elected official bonds by statute. Settlements have not exceeded coverages in any of the last three years. There has not been a significant reduction in coverage from the prior year.

The County participates in the workers' compensation program provided by the state of Ohio. For 2002, the County participated in the County Commissioners Association of Ohio Worker's Compensation Group Rating Plan (Plan), an insurance purchasing pool (See Note 23). The Plan is intended to achieve lower worker's compensation rates while establishing safer working conditions and environments for the participants. The workers compensation experience of the participating Counties is calculated as one experience and a common premium rate is applied to all participants in the Plan. Each participant pays its workers' compensation premium to the State based on the rate for the Plan rather than its individual rate. In order to allocate the savings derived by formation of the Plan, and to maximize the number of participants in the Plan, the Plan's executive committee annually calculates the total savings which accrued to the Plan through its formation. This savings is then compared to the overall savings percentage of the Plan. The Plan's executive committee then collects rate contributions from or pays rate equalization rebates to the various participants. A savings of 75 percent was realized on the annual premium costs. Participation in the Plan is limited to Counties that can meet the Plan's selection criteria. The firm of Comp Management, Inc. provides administrative, cost control and actuarial services to the Plan. Each year, the County pays an enrollment fee to the Plan to cover the costs of administering the program.

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

NOTE 12 - DEFINED BENEFIT PENSION PLANS

A. Public Employees Retirement System:

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

Plan members, other than those engaged in law enforcement, are required to contribute 8.5 percent of their annual covered salary to fund pension obligations; law enforcement employees contribute 10.1 percent. For plan members, other than those engaged in law enforcement, the County was required to contribute 8.55 percent of covered salary for 2002, a decrease from 9.25 percent for 2001. The PERS law enforcement program was separated into two divisions, law enforcement and public safety, with separate employee contribution rates and benefits. The County contribution for law enforcement employees for 2002 was 11.7 percent, down from 12.4

NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
(Continued)

percent for 2001 for both the law enforcement and public safety divisions. Contributions are authorized by State statute. The contribution rates are determined actuarially. The County's contributions to PERS for the years ended December 31, 2002, 2001, and 2000 were \$1,319,316, \$1,480,806, and \$1,232,080, respectively; 71 percent has been contributed for 2002 and 100 percent has been contributed for 2001 and 2000. The unpaid contribution for 2002 is recorded as a liability in the respective funds and the general long-term obligations account group.

B. State Teachers Retirement System (STRS):

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

Plan members are required to contribute 9.3 percent of their annual covered salary to fund pension obligations and the County is required to contribute 9.5 percent. Contribution rates are established by STRS, upon recommendation of its consulting actuary, not to exceed statutory maximum rates of 10 percent for members and 14 percent for employers. The County's contributions to STRS for the years ended December 31, 2002, 2001, and 2000 were \$39,471, \$39,793, and \$32,294, respectively; 96 percent has been contributed for 2002 and 100 percent has been contributed for 2000 and 2001. The unpaid contribution for 2002 is recorded as a liability in the respective funds.

C. Social Security System

Effective July 1, 1991, all employees not otherwise covered by a State Retirement System have an option to choose social security or the appropriate state system. As of December 31, 2002, one has elected social security. The County's liability is 6.2 percent of wages paid.

NOTE 13 - POST-EMPLOYMENT BENEFITS - PERS and STRS

A. Public Employees Retirement System (PERS):

The Public Employees Retirement System of Ohio (PERS) provides postretirement health care coverage to age and service retirees with ten or more years of qualifying Ohio service credit and primary survivor recipients of such retirees. Health care coverage for disability recipients is available. The health care coverage provided by the retirement system is considered an Other Postemployment Benefit (OPEB) as described in GASB Statement No. 12, "Disclosure of Information on Postemployment Benefits Other Than Pension Benefits by State and Local Governmental Employers". A portion of each employer's contribution to PERS is set aside for the funding of postretirement health care based on authority granted by State statute. The 2002 employer contribution rate was 13.55 percent of covered payroll for employees not engaged in law enforcement; 5.0 percent was the portion that was used to fund health care. The employer contribution rate for law enforcement employees for 2002 was 16.7 percent; 5.0 percent was used to fund health care for both the law enforcement and public safety divisions

Benefits are advance-funded using the entry age normal cost method. Significant actuarial assumptions, based on PERS's latest actuarial review performed as of December 31, 2001, include a rate return on investments of 8.00 percent, an annual increase in active employee total payroll of 4.00 percent compounded annually (assuming no change in the number of active employees) and an additional increase in total payroll of between .50 percent and 6.3 percent based on additional annual pay increases. Health care premiums were assumed to increase 4.00 percent annually. All investments are carried at market. For actuarial valuation purposes, a smoothed market approach is used. Assets are adjusted to reflect 25 percent of unrealized market appreciation or depreciation on investment assets.

NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
(Continued)

The number of active contribution participants was 402,041. The County's actual contributions for 2002 which were used to fund postemployment benefits were \$1,088,508. The actual contribution and the actuarially required contribution amounts are the same. PERS's net assets available for payment of benefits at December 31, 2001, (the latest information available) were \$11.6 million. The actuarially accrued liability and the unfunded actuarial accrued liability were \$16.4 million and \$4.8 million, respectively.

House Bill 416 divided the PERS law enforcement program into two separate divisions with separate employee contribution rates and benefits. The law enforcement classification consisted of sheriffs, deputy sheriffs and township police with an employee contribution rate of 10.1 percent. All other members of the PERS law enforcement program were placed in a newly named public safety division and continue to contribute 9.0 percent. The employer contribution rate for both the law enforcement and public safety divisions is 16.70 percent.

B. State Teachers Retirement System (STRS):

Comprehensive health care benefits are provided to retired teachers and their dependents through the State Teachers Retirement System of Ohio (STRS). Benefits include hospitalization, physicians' fees, prescription drugs, and partial reimbursement of monthly Medicare premiums. All benefit recipients and sponsored dependents are eligible for health care coverage. The State Teachers Retirement Board has statutory authority over how much, if any, of the health care costs will be absorbed by STRS.

Benefits are funded on a pay-as-you-go basis. Most benefit recipients pay a portion of the health care cost in the form of a monthly premium. By Ohio law, the cost of coverage paid from STRS funds shall be included in the employer contribution rate, currently 14 percent of covered payroll. The Board allocated employer contributions equal to 4.5 percent of covered payroll to the Health Care Reserve Fund. For the County, this amount equaled \$19,467 for 2002.

STRS pays health care benefits from the Health Care Reserve Fund. The balance in the Fund at June 30, 2001, (the latest information available) was \$3.256 billion. For the fiscal year ended June 30, 2001, net health care costs paid by STRS were \$300,772,000 and there were 102,132 eligible benefit recipients.

NOTE 14 - OTHER EMPLOYER BENEFITS

A. Compensated Absences:

County employees earn vacation and sick leave at varying rates depending on length of service and department policy. All accumulated, unused vacation time is paid upon separation if the employee has acquired at least one year of service with the County. Accumulated, unused sick leave and compensatory time is paid to a terminated employee at varying rates depending on length of service and department policy. As of December 31, 2002, the liability for compensated absences was \$2,796,604 for the entire County.

B. Medical and Life Insurance

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

NOTE 15 - CAPITAL LEASES - LESSEE DISCLOSURE

In prior years, the County has entered into capitalized leases for copying equipment, office equipment, and vehicles. During 2002, the County entered into twelve additional capital leases. Each lease meets the

NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
(Continued)

criteria of a capital lease as defined by Statement of Financial Accounting Standards No. 13 "Accounting for Leases," which defines a capital lease generally as one which transfers benefits and risks of ownership to the lessee. Capital lease payments are reflected as debt service expenditures in the general purpose financial statements for the governmental funds. Equipment acquired by lease has been capitalized in the general fixed assets account group in the amount of \$559,808, which is equal to the present value of the future minimum lease payments at the time of acquisition. A corresponding liability was recorded in the general long-term obligations account group. Enterprise fund capitalized leased assets are reflected net of accumulated depreciation in the amount of \$18,479 in the Park Health Center Fund. Principal payments towards all capital leases during 2002 totaled \$121,024 for governmental funds and \$3,478 for proprietary funds. In addition a reduction to principal outstanding prior to the end of the lease agreement for assets returned was \$19,878 for governmental funds and \$9,626 for proprietary funds. Future minimum lease payments through 2007 are as follows:

Year	General Long-Term Obligations	Enterprise Fund
2003	\$133,483	\$5,255
2004	112,945	5,256
2005	38,187	5,256
2006	18,754	5,256
2007	8,048	876
Total	311,417	21,899
Less: Amount Representing Interest	(25,819)	(2,168)
Present Value of Net Minimum Lease Payments	<u>\$285,598</u>	<u>\$19,731</u>

NOTE 16 - CONSTRUCTION COMMITMENTS

As of December 31, 2002 the County had the following contractual purchase commitments.

Project	Fund	Purchase Commitment	Paid as of 12/31/02	Remaining on Contracts
County Rd 4, 30, & 82 Guardrail Project	Motor Vehicle Gasoline Tax Construction	\$85,325	\$19,359	\$65,966
Oakview Juvenile Rehabilitation Center	Oakview Juvenile Rehabilitation Center - Building Construction	4,141,483	1,279,341	2,862,142
Route 40 West Sewage Lift Station	Sanitary Sewer 2 Construction	654,250	651,250	3,000
Fox Commerce Industrial Park	Fox Commerce Industrial Park Construction	1,806,475	1,721,757	84,718

NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
(Continued)

NOTE 17 - LONG-TERM DEBT

A. Primary Government

Changes in the County's general long-term obligations during 2002 consist of the following:

General Long-Term Obligations:

	Outstanding 12/31/2001	Additions	Reductions	Outstanding 12/31/2002
County Building 1993 2.75%-\$1,565,000 General Obligation Bonds	\$705,000	\$0	\$130,000	\$575,000
County Jail 1993 2.75%-\$2,090,000 General Obligation Bonds	1,465,000	0	95,000	1,370,000
County Jail 1996 4.00-5.85%-\$2,725,000 General Obligation Bonds	2,275,000	0	100,000	2,175,000
Computer Improvement 1998 4.30%-\$165,498 General Obligation Bonds				
Northern Court	36,929	0	19,787	17,142
Eastern Court	15,097	0	15,097	0
Total General Obligation Bonds Payable	4,497,026	0	359,884	4,137,142
Fox Commerce Industrial Park 2000 4.00% Note-\$400,000	400,000	0	0	400,000
Juvenile Detention Facility 2002 2.49%- \$500,000 Bond Anticipation Note	0	500,000	0	500,000
Pension Obligation	689,993	712,545	689,993	712,545
Compensated Absences	2,078,397	1,441,385	1,125,228	2,394,554
Capital Leases	232,623	193,877	140,902	285,598
Total General Long-Term Obligations	7,898,039	2,847,807	2,316,007	8,429,839
<u>Enterprise Fund Obligations:</u>				
Park Health Center Refunding 1999 3.15-4.80%-\$4,405,000 General Obligation Bonds	3,910,000	0	175,000	3,735,000
Sanitary Sewer 1993 2.75%-\$860,000 General Obligation Bonds				
Sanitary Sewer 2	336,567	0	61,194	275,373
Sanitary Sewer 3B	48,433	0	8,806	39,627
Waterworks 3 1993 2.75%-\$2,020,000 General Obligation Bonds	1,180,000	0	125,000	1,055,000
Total Enterprise General Obligation Bonds Payable	5,475,000	0	370,000	5,105,000

NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
(Continued)

	Outstanding 12/31/2001	Additions	Reductions	Outstanding 12/31/2002
Sanitary Sewer 1 1964 3.25%-4.25%-\$725,000 Mortgage Revenue Bonds	80,000	0	35,000	45,000
Waterworks 3 Extension 1968 5.75%-\$1,000,000 Mortgage Revenue Bonds	380,000	0	90,000	290,000
Waterworks 3 1964 4.25%-\$1,000,000 Mortgage Revenue Bonds	148,000	0	80,000	68,000
Waterworks 3 Phase I 1992 6.125%-\$2,000,000 Mortgage Revenue Bonds	1,868,000	0	21,000	1,847,000
Waterworks 3 Phase II 1997 4.875%-\$5,500,000 Mortgage Revenue Bonds	5,298,000	0	57,000	5,241,000
Total Mortgage Revenue Bonds Payable	7,774,000	0	283,000	7,491,000
Waterworks 3 1989 8.25%-\$61,267 OWDA Loan	42,497	0	2,357	40,140
Capital Leases	9,626	23,209	13,104	19,731
Total Enterprise Funds Long-term Obligations	13,301,123	23,209	668,461	12,655,871
<i>Total All Long-Term Obligations</i>	<u><u>\$21,199,162</u></u>	<u><u>\$2,871,016</u></u>	<u><u>\$2,984,468</u></u>	<u><u>\$21,085,710</u></u>

The County has \$9,242,142 in general obligation bonds and general obligation notes outstanding as of December 31, 2002. The \$575,000 County building bonds, issued for the purpose of constructing the Department of Human Services (now Jobs and Family Services) building, will be paid from rental income from the Department of Jobs and Family Services. General fund revenues will assist in the repayment if rental income is insufficient. The \$17,142 computer improvement bonds, issued for the purpose of purchasing computer hardware and software for Belmont County Eastern Court and Belmont County Northern Court, will be paid from fines and fees collected by the courts. General fund revenues will assist in the repayment if fines and fees revenue is insufficient. The \$3,735,000 of Park Health Center Improvement general obligation bonds will be repaid from operating revenues from the Park Health Center Fund. The \$3,545,000 County Jail bonds, issued for the purpose of constructing the new County jail will be paid from the County's sales and use tax. The \$1,370,000 in general obligation bonds issued for water and sanitary sewer improvements will be repaid from water and sewer revenues.

On August 23, 2000, the County issued a \$400,000 Rural Industrial Park Note. This note was used for the purpose of construction of infrastructure for a new industrial park. The loan was issued for a fifteen year term bearing interest at the rate of zero percent for years one through five and a rate of four percent per annum for years six through fifteen. In addition, during years one through five payment of principal shall be due only upon the sale and transfer of parcels of land where the project is located. The amount payable as principal shall be 50% of the amount received as payment for the sale of project property. In the event that revenues from the sale of property are not sufficient, general tax revenues will be used for the repayment of the loan.

On May 1, 2002, the County issued \$500,000 in bond anticipation notes for the purpose of constructing a juvenile detention facility. The notes were rolled over on March 19, 2003. See subsequent event Note 28.

Annual debt service requirements to maturity for general obligation bonds are as follows:

NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
(Continued)

Year Ending December 31	General Long-Term Obligations		Enterprise Funds		Grand Total
	Principal	Interest	Principal	Interest	
2003	\$852,142	\$229,799	\$390,000	\$232,907	\$1,704,848
2004	355,000	203,197	400,000	216,857	1,175,054
2005	378,177	190,141	425,000	199,673	1,192,991
2006	423,535	183,110	440,000	180,872	1,227,517
2007	279,901	162,259	370,000	160,953	973,113
2008-12	1,662,030	573,068	1,555,000	557,575	4,347,673
2013-17	1,086,357	135,532	1,525,000	226,250	2,973,139
2018-22	0	0	0	0	0
Total	<u>\$5,037,142</u>	<u>\$1,677,106</u>	<u>\$5,105,000</u>	<u>\$1,775,087</u>	<u>\$13,594,335</u>

The waterworks system revenue bonds will be paid from revenues derived by the County from the operation of the water system. The sanitary sewer system revenue bonds will be paid from revenues derived by the County from the operation of the sewer system. Mortgage revenue bonds debt service requirements to maturity are as follows:

Year Ending December 31	Sanitary Sewer		Water Works		Grand Total
	Principal	Interest	Principal	Interest	
2003	\$35,000	\$1,169	\$83,000	\$393,562	\$512,731
2004	10,000	213	154,000	389,228	553,441
2005	0	0	91,000	378,488	469,488
2006	0	0	96,000	373,727	469,727
2007	0	0	101,000	368,710	469,710
2008-12	0	0	881,000	1,683,496	2,564,496
2013-17	0	0	761,000	1,492,659	2,253,659
2018+22	0	0	987,000	1,269,947	2,256,947
2023-27	0	0	1,273,000	980,630	2,253,630
2028-32	0	0	1,650,000	605,507	2,255,507
2033-37	0	0	1,369,000	206,554	1,575,554
2038-42	0	0	0	0	0
Total	<u>\$45,000</u>	<u>\$1,382</u>	<u>\$7,446,000</u>	<u>\$8,142,508</u>	<u>\$15,634,890</u>

The Enterprise Funds' related bond indentures have certain restrictive covenants and principally require that bond reserve funds be maintained and charges for fees to customers be in sufficient amounts, as defined, to satisfy the obligations under the indenture agreements. In addition, special provisions exist regarding covenant violations, redemption of principal, and maintenance of properties in good condition. The OWDA loan debt service requirements to maturity are as follows:

Year Ending December 31	OWDA LOAN		
	Principal	Interest	Grand Total
2003	\$2,551	\$3,315	\$5,866
2004	2,763	3,105	5,868
2005	2,991	2,877	5,868
2006	3,238	2,630	5,868
2007	3,506	2,362	5,868
2008-12	22,380	6,958	29,338
2013-17	2,711	224	2,935
Total	<u>\$40,140</u>	<u>\$21,471</u>	<u>\$61,611</u>

NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
(Continued)

The OWDA loan is reported in the Water Works 3 Enterprise Fund, and will be paid from charges for services revenue in the enterprise fund.

The Ohio Revised Code provides that the net general obligation debt of the County, exclusive of certain exempt debt, issued without a vote of the electors shall never exceed one percent of the total assessed valuation of the County. The Code further provides that the total voted and unvoted net debt of the County less the same exempt debt shall never exceed a sum equal to three percent of the first \$100,000,000 of the assessed valuation, plus one and one-half percent of such valuation in excess of \$100,000,000 and not in excess of \$300,000,000, plus two and one-half percent of such valuation in excess of \$300,000,000. The effects of the debt limitations described above at December 31, 2002 are a margin on unvoted debt of \$8,870,729, and an overall debt margin of \$20,676,821.

Pursuant to State Statute, various industrial revenue bonds have been issued for private industry within Belmont County. The proceeds of the industrial revenue bonds are used by the various private industries for new construction or improvements. The bonds are to be repaid by the recipients of the proceeds and do not represent an obligation of the County. As of December 31, 2002, there is \$28,875,000 in industrial revenue bond issues that have not been completely repaid of which \$22,033,213 remain outstanding.

Effective October 15, 1993, the County entered into an Escrow Trust Agreement with Belmont National Bank. The agreement provides that the County deposit \$4,252,876 from bond proceeds into an irrevocable trust with the bank for the payment to final maturity of outstanding bonds. The funds were used to purchase noncallable direct obligations of the United States of America. The funds deposited, together with interest thereon, are sufficient to pay annual bond principal and semiannual interest payments, thus providing an insubstance defeasance. As of December 31, 2002, \$1,290,000 of bonds remained outstanding. The debt had been issued for the county human services building, and water and sewer improvements and it is no longer presented as a liability of the general purpose financial statements.

Effective April 28, 1999, the County entered into an Escrow Trust Agreement with Belmont National Bank. The agreement provides that the County deposit \$4,262,840 from bond proceeds into an irrevocable trust with the bank for the payment to final maturity of outstanding bonds. The funds were used to purchase noncallable direct obligations of the United States of America. The funds deposited, together with interest thereon, are sufficient to pay annual bond principal and semiannual interest payments, thus providing an insubstance defeasance. As of December 31, 2002, \$3,355,000 of bonds remained outstanding. The debt had been issued for improvements to the county home and it is no longer presented as a liability of the general purpose financial statements.

The Park Health Center advance refunding issue resulted in a difference between the acquisition price and the net carrying amount of the debt of \$452,840. This difference, reported in the accompanying financial statements as a deduction from bonds payable, is being charged to operations through the year 2017 using the straight line method.

General obligation bonds payable in the enterprise funds is made up of the following components:

	Water	Sewer	Park Health Center	Total
Outstanding Balance of General Obligation Bonds	\$1,055,000	\$315,000	\$3,735,000	\$5,105,000
Unamortized Accounting Gain	0	0	(365,449)	(365,449)
Net Bonds Payable	<u>\$1,055,000</u>	<u>\$315,000</u>	<u>\$3,369,551</u>	<u>\$4,739,551</u>

B. Component Unit

Long-term debt as of December 31, 2002 consists of a \$14,025 note payable to Ford Credit with interest at 2.9%, due May 2006, secured by 2001 Ford Windstar.

NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
(Continued)

Year Ending December 31	Amount
2003	\$3,962
2004	4,079
2005	4,199
2006	1,785
Total	<u>\$14,025</u>

NOTE 18 - NOTES PAYABLE

A summary of the note transactions for the year ended December 31, 2002, follows:

<u>Special Revenue Funds:</u>		Outstanding 12/31/2001	Issued	Retired	Outstanding 12/31/2002
Common Pleas					
Court Computer	3.19%	\$250,000	\$0	\$250,000	\$0
Common Pleas					
Court Computer	1.92%	0	125,000	0	125,000
Total Special Revenue Funds		<u>250,000</u>	<u>125,000</u>	<u>250,000</u>	<u>125,000</u>
<u>Capital Projects Funds:</u>		Outstanding 12/31/2001	Issued	Retired	Outstanding 12/31/2002
Satellite Building	2.22%	1,500,000	0	1,500,000	0
County Engineer Buildings	3.19%	1,600,000	0	1,600,000	0
Oakview Juvenile					
Detention Center	3.88%	500,000	0	500,000	0
Satellite Building	2.00%	0	1,500,000	0	1,500,000
County Engineer Buildings	1.92%	0	1,440,000	0	1,440,000
Total Capital Projects Funds		<u>3,600,000</u>	<u>2,940,000</u>	<u>3,600,000</u>	<u>2,940,000</u>
<u>Enterprise Funds:</u>		Outstanding 12/31/2001	Issued	Retired	Outstanding 12/31/2002
Sanitary Sewer System	3.66%	3,500,000	0	3,500,000	0
Sanitary Sewer System	2.22%	2,800,000	0	2,800,000	0
Water Works System	2.22%	205,000	0	205,000	0
Water Works System	2.62%	1,000,000	0	1,000,000	0
Sanitary Sewer System	2.03%	0	3,500,000	0	3,500,000
Sanitary Sewer System	2.00%	0	2,600,000	0	2,600,000
Water Works System	2.00%	0	195,000	0	195,000
Water Works System	1.88%	0	1,000,000	0	1,000,000
Water Works System	2.50%	0	1,000,000	0	1,000,000
Total Enterprise Funds		<u>7,505,000</u>	<u>8,295,000</u>	<u>7,505,000</u>	<u>8,295,000</u>
Total All Funds		<u>\$11,355,000</u>	<u>\$11,360,000</u>	<u>\$11,355,000</u>	<u>\$11,360,000</u>

All of the notes, with the exception of the court computer notes, are bond anticipation notes and are backed by the full faith and credit of Belmont County and have maturity dates of one year or less. Those notes pertaining to the water works and the sanitary sewer enterprise funds will be paid from revenues derived by the County from the operation of the water and sewer systems with the exception of the \$3,500,000 Sanitary Sewer System 2.03% Note and the \$195,000 Water Works System 2.0% Note. County sales and use tax revenue will assist in the repayment if enterprise fund revenues are insufficient. The installment notes issued for court computers were paid through the Court Computer Fund with fine and forfeiture monies.

NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
(Continued)

NOTE 19 - INTERFUND TRANSACTIONS

Interfund balances at December 31, 2002, consist of the following individual interfund receivables and payables:

	<u>Receivable</u>	<u>Payable</u>
<i><u>General Fund:</u></i>	<u>\$92,196</u>	<u>\$0</u>
<i><u>Special Revenue Funds:</u></i>		
Dog and Kennel	0	29,000
Juvenile Court Grant	0	59,748
Law Enforcement	0	3,448
Total Special Revenue Funds	0	92,196
<i><u>Proprietary Funds:</u></i>		
Sanitary Sewer District 3A	0	36,000
Sanitary Sewer District 2B	0	22,000
Water Works District 2	58,000	0
Total Proprietary Funds	58,000	58,000
Total All Funds	\$150,196	\$150,196

Due from other funds and due to other funds at December 31, 2002, consist of the following individual balances:

	<u>Due From</u>	<u>Due To</u>
<i><u>General Fund:</u></i>	<u>\$2,742,905</u>	<u>\$8,014</u>
<i><u>Special Revenue Funds:</u></i>		
Certificate of Title Administration	24,987	0
Child Support Enforcement Agency	7,206	28,589
Children Services	550,368	378,301
Court Computer	18,552	1,198
Court Special Projects	14,069	0
Dog and Kennel	325	0
DRETAC	1,032	0
In-Home Care Levy	1,606,591	0
Juvenile Court Grant	0	25,434
Law Enforcement	1,628	0
Marriage License	1,218	0
Mental Health	992,491	0
Mental Retardation	5,680,865	901
Motor Vehicle and Gasoline Tax	7,877	0
Public Assistance	416,235	119,774
Real Estate Assessment	4,310	0
Total Special Revenue Funds	9,327,754	554,197

NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
(Continued)

	<u>Due From</u>	<u>Due To</u>
<i>Proprietary Funds:</i>		
Water Works District 1	0	4,506
Sanitary Sewer District 2	5,891	5,891
Water Works District 2	0	97,200
Water Works District 3	112,726	8,113
Total Proprietary Funds	<u>118,617</u>	<u>115,710</u>
<i>Agency Funds:</i>		
Belmont-Harrison Juvenile District	32,998	0
County Court	0	143,850
Law Library	12,569	0
Sheriff Agency	6,486	0
Subdivision and Utility	5	0
Taxes Agency	0	11,110,288
Undivided State Monies	0	309,275
Total Agency Funds	<u>52,058</u>	<u>11,563,413</u>
Total All Funds	<u>\$12,241,334</u>	<u>\$12,241,334</u>

NOTE 20 - JOINT VENTURE

Belmont-Harrison Juvenile District (District):

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

Each county's contribution is based on its prior year's usage of services and is made from the General Fund. Belmont County's payment for services provided the County from the District amounted to \$381,691 or 29% of the District's total revenues during 2002. Continued existence of the Joint District is dependent upon the County's continued participation; however, the County does not have an equity interest in the District. The Joint District is not accumulating significant financial resources and is not experiencing fiscal distress that may cause an additional financial benefit to or burden on the County. The financial activity of the District is presented as an agency fund due to the County serving as fiscal agent. Complete financial statements can be obtained from the Belmont-Harrison Juvenile District, St. Clairsville, Ohio.

NOTE 21 - JOINTLY GOVERNED ORGANIZATIONS

A. *Belmont, Harrison, and Monroe Counties Cluster*

Belmont, Harrison, and Monroe Counties Cluster provides services to multi-need youth in Belmont, Harrison, and Monroe Counties. Members of the Cluster include the Belmont, Harrison, Monroe Counties Alcohol, Drug Addiction, and Mental Health Services Board, the Children Services Board, the Belmont, Harrison, Monroe Drug and Alcohol Councils, student services, Belmont-Harrison Juvenile District, the superintendent of public instruction, and the directors of youth services, human services, and mental retardation and developmental disabilities. The operation of the Cluster is controlled by an advisory committee which consists of a representative from each

NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
(Continued)

agency. The Cluster is not dependent upon Belmont County for its continued existence, no debt exists, and the County does not have an equity interest in or a financial responsibility for the Cluster. In 2002, the County contributed \$187,490 to the Cluster.

B. Bel-O-Mar Regional Council

Bel-O-Mar Regional Council is operated as a non-profit organization formed to provide planning and administrative services to all local governments in a four county region comprised of Belmont County and three counties in West Virginia. The governing board is comprised of 58 officials from the four county service area of which four are appointed by Belmont County. The Council is not dependent upon Belmont County for its continued existence, no debt exists, and the County does not have an equity interest in or a financial responsibility for the Council. The County contributed \$97,230 to the Council during 2002.

C. Mental Health Recovery Board (Board):

The Board is responsible for delivery of comprehensive mental health and substance abuse services in Belmont, Harrison and Monroe counties. The Board provides no direct services but contracts for their delivery. The Board's function is to assess needs, and to plan, monitor, fund and evaluate the services. The Board is managed by eighteen members, six appointed by commissioners of Belmont County, two each by commissioners of Harrison and Monroe counties and are proportionate to population, four by Ohio Department of Drug and Alcohol and four by the State Department of Mental Health. Each participating county's influence is limited to the number of members each appoints to the board. The Board exercises total control of the budgeting, appropriation, contracting and management.

Contributions of \$906,698 were provided to the Board by Belmont County during 2002. This represents approximately 10 percent of the Board's revenue. The remaining revenues are provided by levies from other member counties, and state and federal grants awarded to the multi-county board. Since Belmont County serves as the fiscal agent for the Board, the financial activity of the Board is presented as an agency fund. Continued existence of the Board is not dependent on the County's continued participation, no debt exists, and the County does not have an equity interest in or a financial responsibility for the Board.

D. Southeast Ohio Juvenile Rehabilitation District (SOJRD):

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

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

E. Area Office on Aging:

The Area Office on Aging is a regional council of governments that assists nine counties, including Belmont County, in providing services to senior citizens in the Council's service area. The Council is governed by a board of directors comprised of one representative appointed by each participating county. The board has total control over budgetary, personnel and all other financial matters. The Area Office on Aging receives Title III monies to be used for programs within the

NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
(Continued)

member counties. A local not-for-profit corporation (The Belmont County Committee on Aging, Inc.) receives revenue from a one-half mill tax levy. These revenues and related expenditures are reported in the In Home Care Levy fund of the County's financial statements. The continued existence of the Council is not dependent on the County's continued participation and the County has no equity interest in or financial responsibility for the Council. The Council has no outstanding debt.

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

OMEGA is a ten-county regional council of governments comprised of Belmont, Carroll, Coshocton, Columbiana, Guernsey, Harrison, Holmes, Jefferson, Muskingum, and Tuscarawas Counties. OMEGA was formed to aid and assist the participating counties and political subdivisions within the counties in the application of Appalachian Regional Commission and Economic Development grant monies. OMEGA is governed by a sixteen member executive board comprised of members appointed from each participating county and the cities within each county. City membership is voluntary. The board has total control over budgeting, personnel, and financial matters. Each member currently pays a per capita membership fee based upon the most recent United States census. During 2002, OMEGA received \$8,060 from Belmont County. The continued existence of OMEGA is not dependent on the County's continued participation and the County does not have an equity interest in or financial responsibility for OMEGA. OMEGA has no outstanding debt.

G. Mid Eastern Ohio Regional Council of Governments (MEORC):

The Mid Eastern Ohio Regional Council of Governments is a regional council of governments created pursuant to Ohio Revised Code Chapter 167. Participating counties include Belmont, Carroll, Coshocton, Fairfield, Guernsey, Harrison, Hocking, Holmes, Jefferson, Knox, Monroe, Morgan, Muskingum, Noble, Perry, Tuscarawas, and Washington Counties. MEORC was created to provide the best possible services to persons with mental retardation and disability in their respective counties. Each county has representation on the MEORC board. Member counties have a contract between its county MR/DD board and MEORC for MEORC to provide supported living services or housing to eligible persons in the member counties.

H. Jefferson-Belmont Joint Solid Waste Authority:

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

I. South Eastern Narcotics Team (SENT):

SENT is a multijurisdictional drug task force with the primary goal of combating major narcotic traffickers in Belmont, Carroll, Guernsey, Harrison, Monroe, and Tuscarawas Counties. It is jointly governed among the participating counties and cities. A grant is received from the State of Ohio of which the participating entities must match 25 percent. Of the 32 members, the County appoints two. Each member's control over the operation of SENT is limited to its representation of the Board. In 2002, the County did not contribute to SENT.

J. Belmont County Family and Children First Council:

The Belmont County Family and Children First Council is a jointly governed organization created under Ohio Revised Code Section 121.37. The Council is made up of the following members: Director of the Board of Alcohol, Drug Addiction, and Mental Health Services, Director of the Belmont County Community Mental Health Services Board, Health Commissioner of the Belmont County Health Department, Director of the Belmont County Human Services, Director of the Children Services Department, Superintendent of the Belmont County Mental Retardation and

NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
(Continued)

Development Disabilities, the Belmont County Juvenile Court Judge, Superintendent of St. Clairsville City Schools, Superintendent of Bridgeport Exempted Village Schools, Mayor of the City of Martins Ferry, two representatives of the City of St. Clairsville, Chair of the Belmont County Commissioners, State Department of Youth Services Regional representative, representative from the County Head Start Agencies, a representative of the County's early intervention collaborative established pursuant to the federal early intervention program operated under the "Education of the Handicapped Act Amendments of 1986", and at least three individuals representing the interests of families in the County. When possible, the number of members representing families shall be equal to twenty percent of the Council's remaining membership. In 2002, the County made no contributions to the Council. Continued existence of the Council is not dependent on the County's continued participation, no equity interest exists, and no debt is outstanding.

K. East Ohio Correctional Facility:

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

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

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

NOTE 22 - RELATED ORGANIZATIONS

A. Belmont Metropolitan Housing Authority

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

B. Belmont Park District

The three Park District Commissioners are appointed by the Probate Judge of the County. The Park District hires and fires its own staff and does not rely on the County to finance deficits. The County is not financially accountable for the Park District nor is the Park District financially dependent on the County. The Park District serves as its own budgeting, taxing and debt

NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
(Continued)

issuance authority. During 2002, the Park District received \$29,669 from local government and local government revenue assistant monies.

C. Belmont - Jefferson Workforce Policy Board

The Belmont - Jefferson Workforce Policy Board was created to establish a workforce investment system, including providing policy guidance for, and exercising oversight for the Workforce Development Plan in conjunction with the Workforce Investment Act. The Board was created under the Ohio Revised Code Section 6301 and Amended Substitute House Bill 470. The Board is comprised of 29 members in total with 14 members appointed by the Jefferson County Commissioners and 15 members appointed by the Belmont County Commissioners. During 2002, the County made no contributions to the Board.

NOTE 23 - PUBLIC ENTITY POOLS

A. County Risk Sharing Authority (CORSA)

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

Each member County has one vote on all matters requiring a vote, to be cast by a designated representative. The affairs of the Corporation are managed by an elected board of not more than nine trustees. Only county commissioners of member Counties are eligible to serve on the board. No county may have more than one representative on the board at any time. Each member County's control over the budgeting and financing of CORSA is limited to its voting authority and any representation it may have on the board of trustees. CORSA has issued certificates of participation in order to provide adequate cash reserves. The certificates are secured by the member Counties' obligations to make coverage payments to CORSA. The participating counties have no responsibility for the payment of certificates. The County does not have an equity interest in or a financial responsibility for CORSA. Any additional premium or contribution amounts and estimates of losses are not reasonably determinable. The County's payment for insurance to CORSA in 2002 was \$293,626.

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

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

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

NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
(Continued)

NOTE 24 - SEGMENT INFORMATION FOR ENTERPRISE FUNDS AND COMPONENT UNIT

The government maintains ten enterprise funds which are intended to be self-supported through user fees charged for services provided to consumers for sewer and water services, and nursing home care. The component unit, Belco Crafts, Inc., provides various services for the mentally retarded/developmentally disabled. Financial information as of and for the year ended December 31, 2002, is as follows:

	Sanitary Sewer District 1	Water Works District 1	Sanitary Sewer District 2	Sanitary Sewer District 2B
Operating Revenue	\$251,136	\$182,798	\$955,049	\$25,110
Depreciation Expense	31,790	2,817	186,243	4,454
Operating Income (Loss)	(99,583)	(46,104)	(65,264)	(551)
Net Non-Operating				
Revenue (Expenses)	40,733	0	(126,268)	0
Operating Transfers In	0	0	181,483	0
Operating Transfers Out	0	0	(9,928)	0
Net Income (Loss)	(58,850)	(46,104)	(19,977)	(551)
Additions to Property				
Plant and Equipment	13,604	0	1,555,992	0
Deletions to Property				
Plant and Equipment	973	0	306	0
Net Working Capital	1,006,958	370,859	(4,439,326)	(22,000)
Total Assets	1,431,332	454,793	9,688,652	82,757
Bonds and Other Long-Term				
Liabilities Payable				
from Revenue	0	0	209,808	0
Total Equity	1,324,376	429,056	3,133,934	60,426
Encumbrances Outstanding at				
December 31, 2002	\$0	\$133,000	\$3,500	\$0

NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
(Continued)

Water Works District 2	Sanitary Sewer District 3A	Sanitary Sewer District 3B	Water Works District 3	Sanitary Sewer District 3C
\$885,217	\$47,987	\$20,562	\$2,779,618	\$8,080
19,912	6,984	9,740	595,753	1,370
(89,810)	5,295	(9,165)	669,601	6,710
12,478	0	(2,244)	(260,991)	0
0	0	9,928	0	0
0	0	0	0	0
(77,332)	5,295	(1,481)	408,610	6,710
31,839	0	0	2,334,592	0
0	0	0	3,555	0
1,060,143	58,850	4,020	3,084,202	8,395
1,562,211	226,268	200,704	23,508,343	42,696
0	0	30,192	8,069,543	0
1,418,019	178,270	159,158	12,497,822	42,696
\$9,367	\$0	\$12,847	\$0	\$0

NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
(Continued)

NOTE 24 - SEGMENT INFORMATION FOR ENTERPRISE FUNDS AND COMPONENT UNIT

(Continued)

	Park Health Center	Total Primary Government	Component Unit	Total Reporting Entity
Operating Revenue	\$5,022,125	\$10,177,682	\$3,746,010	\$13,923,692
Depreciation Expense	130,224	989,287	83,708	1,072,995
Operating Income (Loss)	354,169	725,298	76,626	801,924
Net Non-Operating Revenue (Expenses)	(187,126)	(523,418)	198,973	(324,445)
Operating Transfers In	0	191,411	0	191,411
Operating Transfers Out	0	(9,928)	0	(9,928)
Net Income (Loss)	167,043	383,363	275,599	658,962
Additions to Property Plant and Equipment	34,992	3,971,019	199,487	4,170,506
Deletions to Property Plant and Equipment	32,463	37,297	0	37,297
Net Working Capital	735,661	1,867,762	761,864	2,629,626
Total Assets	4,840,911	42,038,667	1,468,063	43,506,730
Bonds and Other Long-Term Liabilities Payable				
from Revenue	3,239,551	11,549,094	0	11,549,094
Total Equity	946,030	20,189,787	1,080,705	21,270,492
Encumbrances Outstanding at December 31, 2002	\$3,000	\$161,714	\$0	\$161,714

NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
(Continued)

NOTE 25 - FOOD STAMPS

The County's Department of Job and Family Services distributes, through a contracting issuance center, federal food stamps to entitled recipients within Belmont County. The receipt and issuance of the stamps have the characteristics of a federal grant. However, the Department of Job and Family Services merely acts in an intermediary capacity. Therefore, the inventory value of these stamps is not reflected in the accompanying financial statements, as the only economic interest related to these stamps rests with the ultimate recipient. The County's Department of Job and Family Services had on hand for distribution \$1,718 of federal food stamps at December 31, 2002.

NOTE 26 - CONTINGENT LIABILITIES

A. Primary Government

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

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

B. Component Unit

Currently, no potential liability is expected to be incurred by Belco Crafts, Inc.

NOTE 27 - RELATED PARTY TRANSACTIONS

During 2002, Belmont County provided facilities, certain equipment, transportation and salaries for administration, implementation and supervision of its programs to Belco Crafts, Inc. Belco Crafts, Inc., a discretely presented component unit of Belmont County, reported \$359,435 for such contributions. Belco Crafts, Inc., recorded operating revenues and operating expenses at cost or fair value as applicable, to the extent the contribution is related to the vocational purpose of Belco. Additional habilitative services provided directly to Belco clients by the County amounted to \$1,787,809.

NOTE 28 – SUBSEQUENT EVENT

On March 19, 2003, the County issued \$500,000 in bond anticipation notes for the purpose of constructing a juvenile detention facility. The notes have an interest rate of 1.4 percent and matures on March 19, 2004.

**COMBINING, INDIVIDUAL FUND
AND
ACCOUNT GROUP STATEMENTS
AND
SCHEDULES**

GENERAL FUND

The general fund is used to account for financial resources traditionally associated with governments which are not required to be accounted for in another fund.

Belmont County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund
For the Year Ended December 31, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Taxes	\$1,740,541	\$1,734,592	(\$5,949)
Permissive Taxes	10,580,000	10,861,802	281,802
Charges for Services	1,734,480	1,846,375	111,895
Licenses and Permits	5,000	4,855	(145)
Fines and Forfeitures	480,000	523,633	43,633
Intergovernmental	1,314,739	1,224,567	(90,172)
Rent	10,000	6,752	(3,248)
Interest	819,281	945,885	126,604
Other	407,178	487,510	80,332
Total Revenues	17,091,219	17,635,971	544,752
<u>Expenditures:</u>			
Current:			
General Government -			
Legislative and Executive			
Commissioners			
Personal Services	522,363	515,097	7,266
Materials and Supplies	226,435	224,318	2,117
Contractual Services	1,099,823	1,095,932	3,891
Capital Outlay	523,563	523,192	371
Other	803,441	803,441	0
Total Commissioners	3,175,625	3,161,980	13,645
Auditor			
Personal Services	729,213	728,753	460
Materials and Supplies	37,667	46,850	(9,183)
Contractual Services	16,400	7,025	9,375
Capital Outlay	483,423	483,251	172
Other	249,223	249,145	78
Total Auditor	1,515,926	1,515,024	902
Treasurer			
Personal Services	269,152	265,546	3,606
Materials and Supplies	10,000	8,874	1,126
Contractual Services	0	0	0
Capital Outlay	5,000	0	5,000
Other	14,203	14,111	92
Total Treasurer	298,355	288,531	9,824
Prosecuting Attorney			
Personal Services	525,400	525,061	339
Materials and Supplies	5,513	5,463	50
Capital Outlay	1,680	0	1,680
Other	11,279	3,989	7,290
Total Prosecuting Attorney	543,872	534,513	9,359
Budget Commission			
Personal Services	3,683	3,683	0
Board of Revision			
Other	0	0	0
Bureau of Inspection			
Contractual Services	102,510	102,510	0

(Continued)

Belmont County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund
For the Year Ended December 31, 2002
(Continued)

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Board of Elections			
Personal Services	\$283,214	\$267,686	\$15,528
Materials and Supplies	24,500	22,998	1,502
Contractual Services	140,500	128,513	11,987
Other	55,400	55,390	10
Total Board of Elections	503,614	474,587	29,027
Maintenance and Operations			
Personal Services	484,757	470,780	13,977
Materials and Supplies	106,938	105,362	1,576
Contractual Services	742,365	727,985	14,380
Capital Outlay	14,350	13,793	557
Other	27,268	22,154	5,114
Total Maintenance and Operations	1,375,678	1,340,074	35,604
Recorder			
Personal Services	252,215	249,146	3,069
Materials and Supplies	24,800	21,209	3,591
Contractual Services	82,400	81,805	595
Other	3,800	3,765	35
Total Recorder	363,215	355,925	7,290
Insurance on Property			
Contractual Service	352,692	351,491	1,201
Historical Society			
Contractual Services	3,000	3,000	0
Other			
Personal Services	441,567	419,632	21,935
Total General Government - Legislative and Executive	8,679,737	8,550,950	128,787
General Government - Judicial			
Court of Appeals			
Personal Services	0	0	0
Contractual Services	24,000	23,927	73
Total Court of Appeals	24,000	23,927	73
Common Pleas			
Personal Services	456,016	452,577	3,439
Materials and Supplies	8,193	7,238	955
Contractual Services	43,060	36,564	6,496
Capital Outlay	10,000	9,436	564
Other	1,659	1,659	0
Total Common Pleas	518,928	507,474	11,454
Jury Commission			
Personal Services	1,100	1,044	56
Juvenile Court			
Personal Services	9,300	7,510	1,790
Materials and Supplies	4,583	4,338	245
Contractual Services	1,650	1,548	102
Capital Outlay	0	0	0
Total Juvenile Court	15,533	13,396	2,137

(Continued)

Belmont County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund
For the Year Ended December 31, 2002
(Continued)

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Probate Court			
Personal Services	\$218,259	\$218,640	(\$381)
Materials and Supplies	3,000	2,951	49
Other	5,526	2,610	2,916
Total Probate Court	<u>226,785</u>	<u>224,201</u>	<u>2,584</u>
Clerk of Courts			
Personal Services	275,751	275,546	205
Materials and Supplies	13,791	13,486	305
Contractual Services	100	77	23
Other	2,650	1,606	1,044
Total Clerk of Courts	<u>292,292</u>	<u>290,715</u>	<u>1,577</u>
County Courts			
Personal Services	451,954	441,614	10,340
Materials and Supplies	21,000	18,503	2,497
Contractual Services	14,200	14,186	14
Other	19,297	10,630	8,667
Total County Courts	<u>506,451</u>	<u>484,933</u>	<u>21,518</u>
Public Defender			
Personal Services	150,743	150,740	3
Materials and Supplies	2,517	2,517	0
Contractual Services	158,209	157,974	235
Capital Outlay	10,677	10,677	0
Other	54,182	54,058	124
Total Public Defender	<u>376,328</u>	<u>375,966</u>	<u>362</u>
Law Library			
Personal Services	31,003	30,996	7
Other			
Personal Services	294,378	279,088	15,290
Total Other	<u>294,378</u>	<u>279,088</u>	<u>15,290</u>
Total General Government - Judicial	<u>2,286,798</u>	<u>2,231,740</u>	<u>55,058</u>
Public Safety			
Juvenile Probation			
Personal Services	615,055	615,051	4
Materials and Supplies	3,550	3,484	66
Capital Outlay	0	0	0
Other	17,859	17,794	65
Total Juvenile Probation	<u>636,464</u>	<u>636,329</u>	<u>135</u>
Coroner			
Personal Services	52,704	52,704	0
Other	55,681	54,586	1,095
Total Coroner	<u>108,385</u>	<u>107,290</u>	<u>1,095</u>
Sheriff			
Personal Services	2,529,384	2,524,857	4,527
Materials and Supplies	22,195	22,102	93
Contractual Services	461,785	461,372	413
Capital Outlay	56,573	56,573	0
Other	33,406	33,205	201
Total Sheriff	<u>3,103,343</u>	<u>3,098,109</u>	<u>5,234</u>

Belmont County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund
For the Year Ended December 31, 2002
(Continued)

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Disaster Services			
Personal Services	\$98,817	\$86,839	\$11,978
Contractual Services	14,800	14,628	172
Other	32,533	31,982	551
Total Disaster Services	146,150	133,449	12,701
911 Services			
Personal Services	505,800	485,920	19,880
Materials and Supplies	40,000	27,818	12,182
Contractual Services	431,500	389,465	42,035
Capital Outlay	12,000	0	12,000
Other	16,000	4,523	11,477
Total 911 Services	1,005,300	907,726	97,574
Ambulance Service			
Contractual Services	170,000	170,000	0
Other			
Personal Services	441,567	418,632	22,935
Total Public Safety	5,611,209	5,471,535	139,674
Public Works			
Engineer			
Personal Services	278,754	261,654	17,100
Materials and Supplies	4,900	4,417	483
Contractual Services	57,478	57,398	80
Capital Outlay	8,000	7,995	5
Total Engineer	349,132	331,464	17,668
Total Public Works	349,132	331,464	17,668
Health			
Clinics and Care			
Personal Services	36,799	36,841	(42)
Materials and Supplies	5,248	5,031	217
Contractual Services	500	500	0
Other	4,500	4,500	0
Total Clinics and Care	47,047	46,872	175
Vital Statistics			
Materials and Supplies	1,150	1,129	21
Other Health			
Personal Services	6,133	5,815	318
Materials and Supplies	42,076	42,076	0
Total Other Health	48,209	47,891	318
Total Health	96,406	95,892	514
Human Services			
Soldier's Relief			
Personal Services	21,196	20,196	1,000
Contractual Services	116,500	114,403	2,097
Other	10,000	8,624	1,376
Total Soldier's Relief	147,696	143,223	4,473

(Continued)

Belmont County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund
For the Year Ended December 31, 2002
(Continued)

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Veteran's Services			
Personal Services	\$139,135	\$136,355	\$2,780
Materials and Supplies	9,000	8,602	398
Contractual Services	7,000	5,700	1,300
Other	1,000	393	607
Total Veteran's Services	156,135	151,050	5,085
Other			
Personal Services	12,266	11,629	637
Total Human Services	316,097	305,902	10,195
Other			
Other Expenditures			
Contractual Services	70,499	68,049	2,450
Other	50,525	2,550	47,975
Total Other	121,024	70,599	50,425
Intergovernmental:			
Contractual Services	289,317	289,310	7
Other	96,011	88,511	7,500
Total Intergovernmental	385,328	377,821	7,507
Total Expenditures	17,845,731	17,435,903	409,828
Excess of Revenues Over (Under) Expenditures	(754,512)	200,068	954,580
<i><u>Other Financing Sources (Uses):</u></i>			
Sale of Fixed Assets	15,506	18,288	2,782
Advance Out	(59,748)	(59,748)	0
Operating Transfers - In	115,842	118,483	2,641
Operating Transfers - Out	(3,055,885)	(3,052,093)	3,792
Total Other Financing Sources (Uses)	(2,984,285)	(2,975,070)	9,215
Excess of Revenues and Other Financing Sources Under Expenditures and Other Financing Uses	(3,738,797)	(2,775,002)	963,795
Fund Balance at Beginning of Year	1,338,854	1,338,854	0
Prior Year Encumbrances Appropriated	2,784,420	2,784,420	0
Fund Balance at End of Year	\$384,477	\$1,348,272	\$963,795

SPECIAL REVENUE FUNDS

Dog and Kennel Fund - To account for the dog warden's operations, which are financed by the sale of dog tags, kennel permits and through fine collections.

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

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

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

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

Public Assistance Fund - To account for various federal and state grants as well as transfers from the General Fund used to provide public assistance to general relief recipients, pay their providers of medical assistance, and for certain other public social services.

Child Support Enforcement Agency Fund - To account for state, federal, and local revenue used to administer the County Child Support Enforcement Agency.

Litter/Recycling/Waste Disposal Fund - To account for state grants and local revenues used for litter control and recycling projects in the County.

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

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

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

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

Job Training Partnership Act Fund - To account for grant revenue expended to provide employment and education opportunities to youth, unemployed, and displaced workers.

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

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

(Continued)

SPECIAL REVENUE FUNDS

(Continued)

Marriage License Fund - To account for marriage license fees to be used for financial assistance to shelters for victims of domestic violence.

Commissary Fund - To account for revenues generated through the Sheriff's department from sales within the jail commissary.

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

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

Oakview Administration Building Fund - To account for rental revenue received from various departments. The money is used for building utilities and incidental maintenance work.

Certificate of Title Administration Fund - To account for fines received from the title division to be used for expenditures of the title division.

Court Computer Fund - To account for fines received from the county courts. This revenue is to be used for repairs and supplies of computer equipment in the county courts.

Supplement Equipment Recorder Fund - To account for a designated amount of County recorder fees. This revenue is to be used for the operation of the office, for future equipment needs and contract services.

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

Court Special Projects Fund - To account for fees charged by the court for special programs.

County Emergency Preparedness Grant - To account for state and federal grant revenues used to assist in the operation of the emergency operations center and to assist local governments in disaster assistance.

Court Security Grant Fund - To account for state grant funds to purchase security equipment for the courts.

Belmont County, Ohio
Combining Balance Sheet
All Special Revenue Funds
December 31, 2002

	Dog and Kennel	Law Enforcement	Road and Bridge	911 Emergency
<u>Assets:</u>				
Cash and Cash Equivalents	\$72,023	\$267,861	\$101,673	\$1,100,464
Cash and Cash Equivalents with Fiscal and Escrow Agents	0	0	0	0
Receivables:				
Taxes	0	0	0	0
Loans	0	0	0	0
Due from Other Funds	0	0	0	0
Due From Agency Funds:				
Property Taxes	0	0	0	0
Accounts	325	1,628	0	0
Intergovernmental	0	0	0	0
Due from Other Governments	0	134,340	0	0
Materials and Supplies				
Inventory	0	0	0	0
Total Assets	<u>\$72,348</u>	<u>\$403,829</u>	<u>\$101,673</u>	<u>\$1,100,464</u>
<u>Liabilities:</u>				
Accounts Payable	\$2,909	\$2,601	\$0	\$16,881
Contracts Payable	0	0	27,772	0
Accrued Wages and Benefits	4,024	0	0	14,756
Compensated Absences Payable	67	0	0	2,045
Interfund Payable	29,000	3,448	0	0
Due to Other Funds	0	0	0	0
Due to Other Governments	1,395	0	0	0
Deferred Revenue	0	38,904	0	0
Accrued Interest Payable	0	0	0	0
Notes Payable	0	0	0	0
Total Liabilities	<u>37,395</u>	<u>44,953</u>	<u>27,772</u>	<u>33,682</u>
<u>Fund Equity:</u>				
Fund Balance:				
Reserved for Encumbrances	10,291	400	59,888	350,838
Reserved for Inventory	0	0	0	0
Reserved for Loans Receivable	0	0	0	0
Unreserved:				
Undesignated (Deficit)	24,662	358,476	14,013	715,944
Total Fund Equity (Deficit)	<u>34,953</u>	<u>358,876</u>	<u>73,901</u>	<u>1,066,782</u>
Total Liabilities and Fund Equity	<u>\$72,348</u>	<u>\$403,829</u>	<u>\$101,673</u>	<u>\$1,100,464</u>

(Continued)

Belmont County, Ohio
Combining Balance Sheet
All Special Revenue Funds
December 31, 2002
(Continued)

	Real Estate Assessment	Public Assistance	Child Support Enforcement Agency	Litter/ Recycling/ Waste Disposal
<u>Assets:</u>				
Cash and Cash Equivalents	\$488,685	\$760,149	\$166,639	\$16,636
Cash and Cash Equivalents with Fiscal and Escrow Agents	0	0	0	0
Receivables:				
Taxes	0	0	0	0
Loans	0	0	0	0
Due from Other Funds	0	416,235	7,206	0
Due From Agency Funds:				
Property Taxes	4,310	0	0	0
Accounts	0	0	0	0
Intergovernmental	0	0	0	0
Due from Other Governments	9,688	0	0	11,086
Materials and Supplies Inventory	0	17,993	0	0
Total Assets	<u>\$502,683</u>	<u>\$1,194,377</u>	<u>\$173,845</u>	<u>\$27,722</u>
<u>Liabilities:</u>				
Accounts Payable	\$0	\$280,009	\$1,578	\$0
Contracts Payable	0	0	0	0
Accrued Wages and Benefits	4,494	190,205	0	2,136
Compensated Absences Payable	0	51,648	6,929	0
Interfund Payable	0	0	0	0
Due to Other Funds	0	119,774	28,589	0
Due to Other Governments	0	240,993	6,929	0
Deferred Revenue	13,998	215,193	83,678	11,086
Accrued Interest Payable	0	0	0	0
Notes Payable	0	0	0	0
Total Liabilities	<u>18,492</u>	<u>1,097,822</u>	<u>127,703</u>	<u>13,222</u>
<u>Fund Equity:</u>				
Fund Balance:				
Reserved for Encumbrances	2,940	0	0	0
Reserved for Inventory	0	17,993	0	0
Reserved for Loans Receivable	0	0	0	0
Unreserved:				
Undesignated (Deficit)	481,251	78,562	46,142	14,500
Total Fund Equity (Deficit)	<u>484,191</u>	<u>96,555</u>	<u>46,142</u>	<u>14,500</u>
Total Liabilities and Fund Equity	<u>\$502,683</u>	<u>\$1,194,377</u>	<u>\$173,845</u>	<u>\$27,722</u>

Motor Vehicle and Gasoline Tax	Mental Health	Mental Retardation	In-Home Care Levy	Job Training Partnership Act	Children Services
\$1,119,407	\$0	\$2,979,123	\$1,704,913	\$1,710	\$801,459
0	0	0	0	0	0
13,218	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	52,925
0	917,148	5,272,135	1,489,972	0	458,764
7,877	0	0	0	0	0
0	75,343	408,730	116,619	0	38,679
1,861,305	0	605,757	0	0	0
353,994	0	14,129	0	0	0
<u>\$3,355,801</u>	<u>\$992,491</u>	<u>\$9,279,874</u>	<u>\$3,311,504</u>	<u>\$1,710</u>	<u>\$1,351,827</u>
\$70,379	\$0	\$171,742	\$0	\$1,308	\$146,239
33,111	0	0	0	0	0
71,033	0	154,515	0	0	50,442
6,696	0	25,969	0	0	17,442
0	0	0	0	0	0
0	0	901	0	0	378,301
7,437	0	18,057	280,416	3,903	9,638
1,442,146	992,491	5,726,586	1,606,591	0	497,443
0	0	0	0	0	0
0	0	0	0	0	0
<u>1,630,802</u>	<u>992,491</u>	<u>6,097,770</u>	<u>1,887,007</u>	<u>5,211</u>	<u>1,099,505</u>
199,530	0	221,553	130,337	92	0
353,994	0	14,129	0	0	0
0	0	0	0	0	0
<u>1,171,475</u>	<u>0</u>	<u>2,946,422</u>	<u>1,294,160</u>	<u>(3,593)</u>	<u>252,322</u>
<u>1,724,999</u>	<u>0</u>	<u>3,182,104</u>	<u>1,424,497</u>	<u>(3,501)</u>	<u>252,322</u>
<u>\$3,355,801</u>	<u>\$992,491</u>	<u>\$9,279,874</u>	<u>\$3,311,504</u>	<u>\$1,710</u>	<u>\$1,351,827</u>

(Continued)

Belmont County, Ohio
Combining Balance Sheet
All Special Revenue Funds
December 31, 2002
(Continued)

	Commissioners CDBG	Marriage License	Commissary	Delinquent Real Estate Tax and Assessment Collection
<u>Assets:</u>				
Cash and Cash Equivalents	\$45,006	\$8,466	\$41,515	\$79,954
Cash and Cash Equivalents with Fiscal and Escrow Agents	1,091,580	0	0	0
Receivables:				
Taxes	0	0	0	0
Loans	458,381	0	0	0
Due from Other Funds	0	0	0	0
Due From Agency Funds:				
Property Taxes	0	0	0	1,032
Accounts Intergovernmental	0	1,218	0	0
Due from Other Governments	456,320	0	0	48,441
Materials and Supplies Inventory	0	0	0	0
Total Assets	\$2,051,287	\$9,684	\$41,515	\$129,427
<u>Liabilities:</u>				
Accounts Payable	\$0	\$8,466	\$3,384	\$5,230
Contracts Payable	0	0	0	0
Accrued Wages and Benefits	0	0	0	0
Compensated Absences Payable	0	0	0	0
Interfund Payable	0	0	0	0
Due to Other Funds	0	0	0	0
Due to Other Governments	0	0	0	0
Deferred Revenue	380,152	0	0	49,473
Accrued Interest Payable	0	0	0	0
Notes Payable	0	0	0	0
Total Liabilities	380,152	8,466	3,384	54,703
<u>Fund Equity:</u>				
Fund Balance:				
Reserved for Encumbrances	0	0	5,661	12,133
Reserved for Inventory	0	0	0	0
Reserved for Loans Receivable	458,381	0	0	0
Unreserved:				
Undesignated (Deficit)	1,212,754	1,218	32,470	62,591
Total Fund Equity (Deficit)	1,671,135	1,218	38,131	74,724
Total Liabilities and Fund Equity	\$2,051,287	\$9,684	\$41,515	\$129,427

Lodging Excise Tax	Oakview Administration Building	Certificate of Title Administration	Court Computer	Supplement Equipment Recorder	Juvenile Court Grant
\$250,900	\$197,829	\$391,999	\$335,925	\$141,809	\$161,630
0	0	0	0	0	0
25,675	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	24,987	18,552	0	0
0	0	0	0	0	0
0	0	0	0	0	53,240
0	0	0	0	0	0
<u>\$276,575</u>	<u>\$197,829</u>	<u>\$416,986</u>	<u>\$354,477</u>	<u>\$141,809</u>	<u>\$214,870</u>
\$0	\$1,534	\$0	\$2,987	\$0	\$16,816
0	0	0	0	0	0
200	0	0	0	0	9,152
0	0	0	0	0	307
0	0	0	0	0	59,748
0	0	0	1,198	0	25,434
0	0	0	0	0	5,077
0	0	0	0	0	26,793
0	0	0	900	0	0
0	0	0	125,000	0	0
200	1,534	0	130,085	0	143,327
0	53,466	2,430	12,892	0	125
0	0	0	0	0	0
0	0	0	0	0	0
<u>276,375</u>	<u>142,829</u>	<u>414,556</u>	<u>211,500</u>	<u>141,809</u>	<u>71,418</u>
<u>276,375</u>	<u>196,295</u>	<u>416,986</u>	<u>224,392</u>	<u>141,809</u>	<u>71,543</u>
<u>\$276,575</u>	<u>\$197,829</u>	<u>\$416,986</u>	<u>\$354,477</u>	<u>\$141,809</u>	<u>\$214,870</u>

(Continued)

Belmont County, Ohio
Combining Balance Sheet
All Special Revenue Funds
December 31, 2002
(Continued)

	Court Special Projects	County Emergency Preparedness	Court Security Grant	Totals
<u>Assets:</u>				
Cash and Cash Equivalents	\$278,060	\$62,407	\$1,958	\$11,578,200
Cash and Cash Equivalents with Fiscal and Escrow Agents	0	0	0	1,091,580
Receivables:				
Taxes	0	0	0	38,893
Loans	0	0	0	458,381
Due from Other Funds	0	0	0	476,366
Due From Agency Funds:				
Property Taxes	0	0	0	8,143,361
Accounts	14,069	0	0	68,656
Intergovernmental	0	0	0	639,371
Due from Other Governments	0	0	0	3,180,177
Materials and Supplies				
Inventory	0	0	0	386,116
Total Assets	\$292,129	\$62,407	\$1,958	\$26,061,101
<u>Liabilities:</u>				
Accounts Payable	\$0	\$27,308	\$0	\$759,371
Contracts Payable	0	0	0	60,883
Accrued Wages and Benefits	0	0	0	500,957
Compensated Absences Payable	0	0	0	111,103
Interfund Payable	0	0	0	92,196
Due to Other Funds	0	0	0	554,197
Due to Other Governments	0	0	0	573,845
Deferred Revenue	0	0	0	11,084,534
Accrued Interest Payable	0	0	0	900
Notes Payable	0	0	0	125,000
Total Liabilities	0	27,308	0	13,862,986
<u>Fund Equity:</u>				
Fund Balance:				
Reserved for Encumbrances	0	31,727	0	1,094,303
Reserved for Inventory	0	0	0	386,116
Reserved for Loans Receivable	0	0	0	458,381
Unreserved:				
Undesignated (Deficit)	292,129	3,372	1,958	10,259,315
Total Fund Equity (Deficit)	292,129	35,099	1,958	12,198,115
Total Liabilities and Fund Equity	\$292,129	\$62,407	\$1,958	\$26,061,101

Belmont County, Ohio
Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
All Special Revenue Funds
For the Year Ended December 31, 2002

	<u>Dog and Kennel</u>	<u>Law Enforcement</u>	<u>Road and Bridge</u>
<u>Revenues:</u>			
Taxes	\$0	\$0	\$0
Permissive Sales Tax	0	0	500,000
Charges for Services	0	15,318	0
Licenses and Permits	142,735	0	0
Fines and Forfeitures	2,058	29,264	0
Intergovernmental	0	519,165	0
Interest	0	0	0
Rent	0	0	0
Other	47,951	17,427	0
	<hr/>	<hr/>	<hr/>
Total Revenues	192,744	581,174	500,000
<u>Expenditures:</u>			
Current:			
General Government:			
Legislative and Executive	0	0	0
Judicial	0	0	0
Public Safety	0	485,952	0
Public Works	0	0	439,378
Health	207,320	0	0
Human Services	0	0	0
Economic Development and Assistance	0	0	0
Capital Outlay	0	0	27,772
Intergovernmental	0	0	0
Debt Service:			
Principal Retirement	0	0	0
Interest and Fiscal Charges	0	0	0
	<hr/>	<hr/>	<hr/>
Total Expenditures	207,320	485,952	467,150
Excess of Revenues Over (Under) Expenditures	<hr/> (14,576)	<hr/> 95,222	<hr/> 32,850
<u>Other Financing Sources (Uses):</u>			
Sale of Fixed Assets	0	0	0
Inception of Capital Lease	0	0	0
Operating Transfers In	0	6,205	0
Operating Transfers Out	0	0	0
	<hr/>	<hr/>	<hr/>
Total Other Financing Sources (Uses)	0	6,205	0
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Uses	<hr/> (14,576)	<hr/> 101,427	<hr/> 32,850
Fund Balances at Beginning of Year	49,529	257,449	41,051
Increase (Decrease) in Reserve for Inventory	<hr/> 0	<hr/> 0	<hr/> 0
Fund Balances (Deficit) at End of Year	<hr/> <u>\$34,953</u>	<hr/> <u>\$358,876</u>	<hr/> <u>\$73,901</u>

(Continued)

Belmont County, Ohio
Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
All Special Revenue Funds
For the Year Ended December 31, 2002
(Continued)

	911 Emergency	Real Estate Assessment	Public Assistance
<u>Revenues:</u>			
Taxes	\$0	\$0	\$0
Permissive Sales Tax	0	0	0
Charges for Services	0	420,367	0
Licenses and Permits	0	0	0
Fines and Forfeitures	0	0	0
Intergovernmental	0	0	9,518,121
Interest	0	0	0
Rent	0	0	0
Other	1,763	0	1,187,908
Total Revenues	1,763	420,367	10,706,029
<u>Expenditures:</u>			
Current:			
General Government:			
Legislative and Executive	0	229,811	0
Judicial	0	0	0
Public Safety	532,306	0	0
Public Works	0	0	0
Health	0	0	0
Human Services	0	0	11,305,614
Economic Development and Assistance	0	0	0
Capital Outlay	0	0	31,477
Intergovernmental	0	0	0
Debt Service:			
Principal Retirement	0	0	19,629
Interest and Fiscal Charges	0	0	2,790
Total Expenditures	532,306	229,811	11,359,510
Excess of Revenues Over (Under) Expenditures	(530,543)	190,556	(653,481)
<u>Other Financing Sources (Uses):</u>			
Sale of Fixed Assets	0	0	0
Inception of Capital Lease	0	0	31,477
Operating Transfers In	0	0	331,382
Operating Transfers Out	0	0	0
Total Other Financing Sources (Uses)	0	0	362,859
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Uses	(530,543)	190,556	(290,622)
Fund Balances at Beginning of Year	1,597,325	293,635	390,859
Increase (Decrease) in Reserve for Inventory	0	0	(3,682)
Fund Balances (Deficit) at End of Year	\$1,066,782	\$484,191	\$96,555

Child Support Enforcement Agency	Litter/ Recycling/ Waste Disposal	Motor Vehicle and Gasoline Tax	Mental Health	Mental Retardation	In-Home Care Levy
\$0	\$0	\$0	\$744,596	\$4,162,105	\$1,190,659
0	0	208,652	0	0	0
112,075	0	0	0	0	0
0	0	0	0	0	0
0	0	107,574	0	0	0
964,531	56,576	3,386,766	162,102	4,286,769	248,406
3,680	0	19,539	0	0	0
0	0	0	0	0	0
71,626	20,338	7,375	0	86,577	15,649
<u>1,151,912</u>	<u>76,914</u>	<u>3,729,906</u>	<u>906,698</u>	<u>8,535,451</u>	<u>1,454,714</u>
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	111,394	3,627,728	0	0	0
0	0	0	0	7,351,199	1,693,035
1,217,817	0	0	0	0	0
0	0	0	0	0	0
0	0	33,111	0	0	0
0	0	0	906,698	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>1,217,817</u>	<u>111,394</u>	<u>3,660,839</u>	<u>906,698</u>	<u>7,351,199</u>	<u>1,693,035</u>
<u>(65,905)</u>	<u>(34,480)</u>	<u>69,067</u>	<u>0</u>	<u>1,184,252</u>	<u>(238,321)</u>
0	0	4,255	0	0	0
0	0	0	0	0	0
61,712	36,000	0	0	0	0
0	0	(210,898)	0	0	0
<u>61,712</u>	<u>36,000</u>	<u>(206,643)</u>	<u>0</u>	<u>0</u>	<u>0</u>
(4,193)	1,520	(137,576)	0	1,184,252	(238,321)
50,335	12,980	1,748,037	0	2,013,349	1,662,818
0	0	114,538	0	(15,497)	0
<u>\$46,142</u>	<u>\$14,500</u>	<u>\$1,724,999</u>	<u>\$0</u>	<u>\$3,182,104</u>	<u>\$1,424,497</u>

(Continued)

Belmont County, Ohio
Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
All Special Revenue Funds
For the Year Ended December 31, 2002
(Continued)

	Job Training Partnership Act	Children Services	Commissioners CDBG
<u>Revenues:</u>			
Taxes	\$0	\$356,861	\$0
Permissive Sales Tax	0	0	0
Charges for Services	0	1,000,744	0
Licenses and Permits	0	0	0
Fines and Forfeitures	0	0	0
Intergovernmental	50,200	1,798,404	790,378
Interest	0	0	41,779
Rent	0	0	0
Other	0	10,455	0
Total Revenues	<u>50,200</u>	<u>3,166,464</u>	<u>832,157</u>
<u>Expenditures:</u>			
Current:			
General Government:			
Legislative and Executive	0	0	0
Judicial	0	0	0
Public Safety	0	0	0
Public Works	0	0	757,679
Health	0	0	0
Human Services	59,164	3,106,898	0
Economic Development and Assistance	0	0	0
Capital Outlay	0	0	0
Intergovernmental	0	0	15,010
Debt Service:			
Principal Retirement	0	0	0
Interest and Fiscal Charges	0	0	0
Total Expenditures	<u>59,164</u>	<u>3,106,898</u>	<u>772,689</u>
Excess of Revenues Over (Under) Expenditures	<u>(8,964)</u>	<u>59,566</u>	<u>59,468</u>
<u>Other Financing Sources (Uses):</u>			
Sale of Fixed Assets	0	0	0
Inception of Capital Lease	0	0	0
Operating Transfers In	0	0	0
Operating Transfers Out	0	0	0
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>0</u>
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Uses	<u>(8,964)</u>	<u>59,566</u>	<u>59,468</u>
Fund Balances at Beginning of Year	5,463	192,756	1,611,667
Increase (Decrease) in Reserve for Inventory	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balances (Deficit) at End of Year	<u><u>(\$3,501)</u></u>	<u><u>\$252,322</u></u>	<u><u>\$1,671,135</u></u>

<u>Marriage License</u>	<u>Commissary</u>	<u>Delinquent Real Estate Tax and Assessment Collection</u>	<u>Lodging Excise Tax</u>	<u>Oakview Administration Building</u>	<u>Certificate of Title Administration</u>
\$0	\$0	\$0	\$264,163	\$0	\$0
0	0	0	0	0	0
0	113,099	90,243	0	0	0
19,090	0	0	0	0	0
0	0	0	0	0	331,503
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	114,122	0
0	0	147	0	0	801
<u>19,090</u>	<u>113,099</u>	<u>90,390</u>	<u>264,163</u>	<u>114,122</u>	<u>332,304</u>
0	0	85,035	0	0	0
0	0	0	0	0	299,181
0	109,596	0	0	0	0
0	0	0	0	0	0
18,945	0	0	0	0	0
0	0	0	0	70,079	0
0	0	0	214,004	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>18,945</u>	<u>109,596</u>	<u>85,035</u>	<u>214,004</u>	<u>70,079</u>	<u>299,181</u>
<u>145</u>	<u>3,503</u>	<u>5,355</u>	<u>50,159</u>	<u>44,043</u>	<u>33,123</u>
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
145	3,503	5,355	50,159	44,043	33,123
1,073	34,628	69,369	226,216	152,252	383,863
0	0	0	0	0	0
<u>\$1,218</u>	<u>\$38,131</u>	<u>\$74,724</u>	<u>\$276,375</u>	<u>\$196,295</u>	<u>\$416,986</u>

(Continued)

Belmont County, Ohio
Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
All Special Revenue Funds
For the Year Ended December 31, 2002
(Continued)

	Court Computer	Supplement Equipment Recorder	Juvenile Court Grant
<u>Revenues:</u>			
Taxes	\$0	\$0	\$0
Permissive Sales Tax	0	0	0
Charges for Services	0	53,408	113,854
Licenses and Permits	0	0	0
Fines and Forfeitures	325,655	0	0
Intergovernmental	0	0	353,054
Interest	0	0	0
Rent	0	0	0
Other	0	96	24,855
Total Revenues	325,655	53,504	491,763
<u>Expenditures:</u>			
Current:			
General Government:			
Legislative and Executive	0	46,157	0
Judicial	506,745	0	0
Public Safety	0	0	536,789
Public Works	0	0	0
Health	0	0	0
Human Services	0	0	0
Economic Development and Assistance	0	0	0
Capital Outlay	0	0	0
Intergovernmental	0	0	0
Debt Service:			
Principal Retirement	0	0	0
Interest and Fiscal Charges	5,885	0	0
Total Expenditures	512,630	46,157	536,789
Excess of Revenues Over (Under) Expenditures	(186,975)	7,347	(45,026)
<u>Other Financing Sources (Uses):</u>			
Sale of Fixed Assets	0	0	0
Inception of Capital Lease	0	0	0
Operating Transfers In	0	0	0
Operating Transfers Out	(36,859)	0	0
Total Other Financing Sources (Uses)	(36,859)	0	0
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Uses	(223,834)	7,347	(45,026)
Fund Balances at Beginning of Year	448,226	134,462	116,569
Increase (Decrease) in Reserve for Inventory	0	0	0
Fund Balances (Deficit) at End of Year	\$224,392	\$141,809	\$71,543

Court Special Projects	County Emergency Preparedness	Court Security Grant	Totals
\$0	\$0	\$0	\$6,718,384
0	0	0	708,652
0	0	0	1,919,108
0	0	0	161,825
200,947	0	0	997,001
0	32,800	0	22,167,272
0	0	0	64,998
0	0	0	114,122
0	18	0	1,492,986
<u>200,947</u>	<u>32,818</u>	<u>0</u>	<u>34,344,348</u>
0	0	0	361,003
125,875	0	0	931,801
0	0	0	1,664,643
0	5,514	0	4,941,693
0	0	0	9,270,499
0	0	0	15,759,572
0	0	0	214,004
0	27,308	0	119,668
0	0	0	921,708
0	0	0	19,629
0	0	0	8,675
<u>125,875</u>	<u>32,822</u>	<u>0</u>	<u>34,212,895</u>
	0		
<u>75,072</u>	<u>(4)</u>	<u>0</u>	<u>131,453</u>
	0		
0	0	0	4,255
0	0	0	31,477
0	0	0	435,299
0	0	0	(247,757)
<u>0</u>	<u>0</u>	<u>0</u>	<u>223,274</u>
75,072	(4)	0	354,727
217,057	35,103	1,958	11,748,029
0	0	0	95,359
<u>\$292,129</u>	<u>\$35,099</u>	<u>\$1,958</u>	<u>\$12,198,115</u>

Belmont County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Dog and Kennel Fund
For the Year Ended December 31, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<i><u>Revenues:</u></i>			
Licenses and Permits	\$98,800	\$144,735	\$45,935
Fines and Forfeitures	1,200	1,818	618
Other	<u>46,238</u>	<u>47,951</u>	<u>1,713</u>
Total Revenues	<u>146,238</u>	<u>194,504</u>	<u>48,266</u>
<i><u>Expenditures:</u></i>			
Current:			
Health Services			
Dog and Kennel			
Personal Services	151,296	150,683	613
Materials and Supplies	5,703	5,612	91
Contractual Services	37,356	37,280	76
Capital Outlay	4,027	2,222	1,805
Other	<u>25,292</u>	<u>25,200</u>	<u>92</u>
Total Expenditures	<u>223,674</u>	<u>220,997</u>	<u>2,677</u>
Excess of Revenues Under Expenditures	(77,436)	(26,493)	50,943
Fund Balance at Beginning of Year	69,567	69,567	0
Prior Year Encumbrances Appropriated	<u>15,750</u>	<u>15,750</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$7,881</u></u>	<u><u>\$58,824</u></u>	<u><u>\$50,943</u></u>

Belmont County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Law Enforcement Fund
For the Year Ended December 31, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<i><u>Revenues:</u></i>			
Charges for Services	\$3,180	\$16,139	\$12,959
Fines and Forfeitures	0	28,634	28,634
Intergovernmental	427,723	443,731	16,008
Other	15,398	17,427	\$2,029
Total Revenues	446,301	505,931	59,630
<i><u>Expenditures:</u></i>			
Current:			
Public Safety			
Law Enforcement			
Personal Services	491,678	454,569	37,109
Materials and Supplies	7,637	4,420	3,217
Contractual Services	56,001	18,234	37,767
Capital Outlay	11,848	0	11,848
Other	18,960	7,819	11,141
Total Expenditures	586,124	485,042	101,082
Excess of Revenues Over (Under) Expenditures	(139,823)	20,889	160,712
<i><u>Other Financing Sources (Uses):</u></i>			
Advance Out	(4,955)	(4,955)	0
Operating Transfers - In	6,205	6,205	0
Total Other Financing Sources (Uses)	1,250	1,250	0
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(138,573)	22,139	160,712
Fund Balance at Beginning of Year	244,027	244,027	0
Prior Year Encumbrances Appropriated	1,291	1,291	0
Fund Balance at End of Year	\$106,745	\$267,457	\$160,712

Belmont County, Ohio
 Schedule of Revenues, Expenditures and Changes
 In Fund Balance - Budget (Non-GAAP Basis) and Actual
 Road and Bridge Fund
 For the Year Ended December 31, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<i>Revenues:</i>			
Permissive Taxes	\$500,000	\$500,000	\$0
<i>Expenditures:</i>			
Current:			
Public Works			
Road and Bridge			
Contractual Services	541,051	527,038	14,013
Excess of Revenues Under Expenditures	(41,051)	(27,038)	14,013
Fund Balance at Beginning of Year	41,051	41,051	0
Prior Year Encumbrances Appropriated	0	0	0
Fund Balance at End of Year	<u>\$0</u>	<u>\$14,013</u>	<u>\$14,013</u>

Belmont County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
911 Emergency Fund
For the Year Ended December 31, 2002

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<i>Revenues:</i>			
Other	<u>\$0</u>	<u>\$1,763</u>	<u>\$1,763</u>
<i>Expenditures:</i>			
Current:			
Public Safety			
911 Emergency			
Contractual Services	417,000	417,000	0
Capital Outlay	755,783	486,075	269,708
Other	<u>0</u>	<u>0</u>	<u>0</u>
Total Expenditures	<u>1,172,783</u>	<u>903,075</u>	<u>269,708</u>
Excess of Revenues Under Expenditures	(1,172,783)	(901,312)	271,471
Fund Balance at Beginning of Year	609,917	609,917	0
Prior Year Encumbrances Appropriated	<u>1,024,140</u>	<u>1,024,140</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$461,274</u></u>	<u><u>\$732,745</u></u>	<u><u>\$271,471</u></u>

Belmont County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Real Estate Assessment Fund
For the Year Ended December 31, 2002

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<i><u>Revenues:</u></i>			
Charges for Services	<u>\$370,000</u>	<u>\$420,367</u>	<u>\$50,367</u>
<i><u>Expenditures:</u></i>			
Current:			
General Government - Legislative and Executive			
Real Estate Assessment			
Personal Services	143,938	126,338	17,600
Materials and Supplies	5,000	0	5,000
Contractual Services	243,336	93,336	150,000
Other	<u>14,962</u>	<u>14,945</u>	<u>17</u>
Total Expenditures	<u>407,236</u>	<u>234,619</u>	<u>172,617</u>
Excess of Revenues Over (Under) Expenditures	(37,236)	185,748	222,984
Fund Balance at Beginning of Year	206,661	206,661	0
Prior Year Encumbrances Appropriated	<u>93,336</u>	<u>93,336</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$262,761</u></u>	<u><u>\$485,745</u></u>	<u><u>\$222,984</u></u>

Belmont County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Public Assistance Fund
For the Year Ended December 31, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<i><u>Revenues:</u></i>			
Intergovernmental	\$10,779,635	\$10,156,006	(\$623,629)
Other	<u>400,449</u>	<u>771,673</u>	<u>371,224</u>
Total Revenues	<u>11,180,084</u>	<u>10,927,679</u>	<u>(252,405)</u>
<i><u>Expenditures:</u></i>			
Current:			
Human Services			
Public Assistance			
Personal Services	8,395,174	7,942,337	452,837
Materials and Supplies	237,000	215,389	21,611
Contractual Services	3,091,200	2,855,382	235,818
Capital Outlay	88,000	75,334	12,666
Other	<u>399,282</u>	<u>385,812</u>	<u>13,470</u>
Total Expenditures	<u>12,210,656</u>	<u>11,474,254</u>	<u>736,402</u>
Excess of Revenues Under Expenditures	(1,030,572)	(546,575)	483,997
<i><u>Other Financing Sources:</u></i>			
Operating Transfers In	<u>55,230</u>	<u>331,382</u>	<u>276,152</u>
Excess of Revenues and Other Financing Sources Under Expenditures	(975,342)	(215,193)	760,149
Fund Balance at Beginning of Year	<u>975,342</u>	<u>975,342</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$0</u></u>	<u><u>\$760,149</u></u>	<u><u>\$760,149</u></u>

Belmont County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Child Support Enforcement Agency Fund
For the Year Ended December 31, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<i><u>Revenues:</u></i>			
Charges for Services	\$125,000	\$126,495	\$1,495
Intergovernmental	751,379	895,434	144,055
Investment Income	0	3,680	3,680
Other	<u>146,218</u>	<u>65,618</u>	<u>(80,600)</u>
Total Revenues	<u>1,022,597</u>	<u>1,091,227</u>	<u>68,630</u>
<i><u>Expenditures:</u></i>			
Current:			
Human Services			
Child Support Enforcement Agency			
Personal Services	868,500	822,275	46,225
Contractual Services	<u>480,317</u>	<u>428,533</u>	<u>51,784</u>
Total Expenditures	<u>1,348,817</u>	<u>1,250,808</u>	<u>98,009</u>
Excess of Revenues Under Expenditures	(326,220)	(159,581)	166,639
<i><u>Other Financing Sources:</u></i>			
Operating Transfers In	<u>61,712</u>	<u>61,712</u>	<u>0</u>
Excess of Revenues and Other Financing Sources Under Expenditures	(264,508)	(97,869)	166,639
Fund Balance at Beginning of Year	<u>264,508</u>	<u>264,508</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$0</u></u>	<u><u>\$166,639</u></u>	<u><u>\$166,639</u></u>

Belmont County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Litter/Recycling/Waste Disposal Fund
For the Year Ended December 31, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<i><u>Revenues:</u></i>			
Intergovernmental	\$56,576	\$56,576	\$0
Other	<u>20,050</u>	<u>20,338</u>	<u>288</u>
Total Revenues	<u>76,626</u>	<u>76,914</u>	<u>288</u>
<i><u>Expenditures:</u></i>			
Current:			
Public Works			
Litter, Recycling, and Waste Disposal			
Personal Services	93,470	82,464	11,006
Materials and Supplies	11,200	10,041	1,159
Contractual Services	17,096	16,923	173
Capital Outlay	4,000	3,730	270
Other	<u>3,741</u>	<u>0</u>	<u>3,741</u>
Total Expenditures	<u>129,507</u>	<u>113,158</u>	<u>16,349</u>
Excess of Revenues Under Expenditures	(52,881)	(36,244)	16,637
<i><u>Other Financing Sources:</u></i>			
Operating Transfers In	<u>36,000</u>	<u>36,000</u>	<u>0</u>
Excess of Revenues and Other Financing Sources Under Expenditures	(16,881)	(244)	16,637
Fund Balance at Beginning of Year	<u>16,881</u>	<u>16,881</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$0</u></u>	<u><u>\$16,637</u></u>	<u><u>\$16,637</u></u>

Belmont County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Motor Vehicle and Gasoline Tax Fund
For the Year Ended December 31, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<i><u>Revenues:</u></i>			
Fines and Forfeitures	\$50,000	\$110,040	\$60,040
Intergovernmental	1,945,745	3,395,717	1,449,972
Permissive Tax	0	209,028	209,028
Interest	0	19,539	19,539
Other	0	7,375	7,375
Total Revenues	1,995,745	3,741,699	1,745,954
<i><u>Expenditures:</u></i>			
Current:			
Public Works			
Motor Vehicle and Gasoline Tax			
Personal Services	2,338,118	2,213,942	124,176
Materials and Supplies	1,036,456	1,035,958	498
Contractual Services	727,157	554,591	172,566
Capital Outlay	45,750	36,160	9,590
Other	57,163	52,575	4,588
Total Expenditures	4,204,644	3,893,226	311,418
<i><u>Other Financing Sources (Uses):</u></i>			
Sale of Fixed Assets	4,255	4,255	0
Operating Transfers In	1,900,000	0	(1,900,000)
Operating Transfers Out	(210,898)	(210,898)	0
Total Other Financing Sources (Uses)	1,693,357	(206,643)	(1,900,000)
Excess of Revenues and Other Financing Sources Under Expenditures and Other Financing Uses	(515,542)	(358,170)	157,372
Fund Balance at Beginning of Year	970,807	970,807	0
Prior Year Encumbrances Appropriated	220,013	220,013	0
Fund Balance at End of Year	\$675,278	\$832,650	\$157,372

Belmont County, Ohio
 Schedule of Revenues, Expenditures and Changes
 In Fund Balance - Budget (Non-GAAP Basis) and Actual
 Mental Health Fund
 For the Year Ended December 31, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Taxes	\$744,596	\$744,596	\$0
Intergovernmental	162,102	162,102	0
Total Revenues	906,698	906,698	0
<u>Expenditures:</u>			
Current:			
Intergovernmental			
Contractual Services	906,698	906,698	0
Fund Balance at Beginning of Year	0	0	0
Fund Balance at End of Year	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

Belmont County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Mental Retardation Fund
For the Year Ended December 31, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<i><u>Revenues:</u></i>			
Taxes	\$3,254,411	\$4,162,105	\$907,694
Intergovernmental	3,484,470	3,900,055	415,585
Other	150,000	86,577	(63,423)
Total Revenues	<u>6,888,881</u>	<u>8,148,737</u>	<u>1,259,856</u>
<i><u>Expenditures:</u></i>			
Current:			
Health Services			
Mental Retardation			
Personal Services	4,864,873	4,526,774	338,099
Materials and Supplies	392,249	328,233	64,016
Contractual Services	2,924,366	2,544,696	379,670
Capital Outlay	268,560	241,462	27,098
Other	634,908	110,424	524,484
Total Expenditures	<u>9,084,956</u>	<u>7,751,589</u>	<u>1,333,367</u>
Excess of Revenues Over (Under) Expenditures	(2,196,075)	397,148	2,593,223
Fund Balance at Beginning of Year	1,933,682	1,933,682	0
Prior Year Encumbrances Appropriated	<u>262,393</u>	<u>262,393</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$0</u></u>	<u><u>\$2,593,223</u></u>	<u><u>\$2,593,223</u></u>

Belmont County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
In - Home Care Levy Fund
For the Year Ended December 31, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<i><u>Revenues:</u></i>			
Taxes	\$1,051,594	\$1,190,659	\$139,065
Intergovernmental	248,406	248,406	0
Other	0	15,649	15,649
Total Revenues	<u>1,300,000</u>	<u>1,454,714</u>	<u>154,714</u>
<i><u>Expenditures:</u></i>			
Current:			
Health Services			
In Home Care Levy			
Contractual Services	<u>3,243,832</u>	<u>1,993,633</u>	<u>1,250,199</u>
Excess of Revenues Under Expenditures	(1,943,832)	(538,919)	1,404,913
Fund Balance at Beginning of Year	1,596,460	1,596,460	0
Prior Year Encumbrances Appropriated	<u>347,372</u>	<u>347,372</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$0</u></u>	<u><u>\$1,404,913</u></u>	<u><u>\$1,404,913</u></u>

Belmont County, Ohio
 Schedule of Revenues, Expenditures and Changes
 In Fund Balance - Budget (Non-GAAP Basis) and Actual
 Job Training Partnership Act Fund
 For the Year Ended December 31, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<i>Revenues:</i>			
Intergovernmental	\$54,200	\$54,200	\$0
<i>Expenditures:</i>			
Current:			
Human Services			
Job Training Partnership Act			
Contractual Services	59,179	59,109	70
Excess of Revenues Under Expenditures	(4,979)	(4,909)	70
Fund Balance at Beginning of Year	5,219	5,219	0
Fund Balance at End of Year	\$240	\$310	\$70

Belmont County, Ohio
 Schedule of Revenues, Expenditures and Changes
 In Fund Balance - Budget (Non-GAAP Basis) and Actual
 Children Services Fund
 For the Year Ended December 31, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<i><u>Revenues:</u></i>			
Taxes	\$228,999	\$356,861	\$127,862
Charges for Services	799,756	1,000,744	200,988
Intergovernmental	1,443,263	1,783,153	339,890
Other	0	10,455	10,455
Total Revenues	2,472,018	3,151,213	679,195
<i><u>Expenditures:</u></i>			
Current:			
Human Services			
Children Services			
Personal Services	691,517	691,517	0
Contractual Services	2,090,517	2,060,606	29,911
Other	346,505	257,103	89,402
Total Expenditures	3,128,539	3,009,226	119,313
Excess of Revenues Over (Under) Expenditures	(656,521)	141,987	798,508
Fund Balance at Beginning of Year	659,472	659,472	0
Fund Balance at End of Year	\$2,951	\$801,459	\$798,508

Belmont County, Ohio
 Schedule of Revenues, Expenditures and Changes
 In Fund Balance - Budget (Non-GAAP Basis) and Actual
 Commissioners CDBG Fund
 For the Year Ended December 31, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<i>Revenues:</i>			
Intergovernmental	\$716,582	\$761,582	\$45,000
<i>Expenditures:</i>			
Current:			
Public Works			
Commissioners CDBG			
Contractual Services	757,685	757,679	6
Excess of Revenues Over (Under) Expenditures	(41,103)	3,903	45,006
Fund Balance at Beginning of Year	41,103	41,103	0
Fund Balance at End of Year	\$0	\$45,006	\$45,006

Belmont County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Marriage License Fund
For the Year Ended December 31, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<i>Revenues:</i>			
Licenses and Permits	\$10,479	\$18,945	\$8,466
<i>Expenditures:</i>			
Current:			
Health Services			
Marriage License			
Contractual Services	24,524	24,524	0
Excess of Revenues Under Expenditures	(14,045)	(5,579)	8,466
Fund Balance at Beginning of Year	14,045	14,045	0
Fund Balance at End of Year	\$0	\$8,466	\$8,466

Belmont County, Ohio
 Schedule of Revenues, Expenditures and Changes
 In Fund Balance - Budget (Non-GAAP Basis) and Actual
 Commissary Fund
 For the Year Ended December 31, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<i>Revenues:</i>			
Charges for Services	\$67,727	\$113,099	\$45,372
<i>Expenditures:</i>			
Current:			
Public Safety			
Commissary			
Materials and Supplies	67,727	113,848	(46,121)
Excess of Revenues Over (Under) Expenditures	0	(749)	(749)
Fund Balance at Beginning of Year	34,628	34,628	0
Fund Balance at End of Year	\$34,628	\$33,879	(\$749)

Belmont County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Delinquent Real Estate Tax and Assessment Collection Fund
For the Year Ended December 31, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<i>Revenues:</i>			
Charges for Services	\$60,000	\$90,243	\$30,243
Other	0	147	147
Total Revenues	60,000	90,390	30,390
<i>Expenditures:</i>			
Current:			
General Government - Legislative and Executive			
Treasurer			
Personal Services	22	22	0
Materials and Supplies	1,688	1,688	0
Contractual Services	37,263	37,221	42
Capital Outlay	0	0	0
Other	347	347	0
Total Treasurer	39,320	39,278	42
Prosecuting Attorney			
Personal Services	64,968	42,242	22,726
Other	13,249	13,232	17
Total Prosecuting Attorney	78,217	55,474	22,743
Total Expenditures	117,537	94,752	22,785
Excess of Revenues Under Expenditures	(57,537)	(4,362)	53,175
Fund Balance at Beginning of Year	72,183	72,183	0
Fund Balance at End of Year	\$14,646	\$67,821	\$53,175

Belmont County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Lodging Excise Tax Fund
For the Year Ended December 31, 2002

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<i><u>Revenues:</u></i>			
Taxes	<u>\$125,000</u>	<u>\$256,928</u>	<u>\$131,928</u>
<i><u>Expenditures:</u></i>			
Current:			
Economic Development and Assistance			
Lodging Excise Tax			
Personal Services	5,200	5,200	0
Contractual Services	<u>222,000</u>	<u>208,804</u>	<u>13,196</u>
Total Expenditures	<u>227,200</u>	<u>214,004</u>	<u>13,196</u>
Excess of Revenues Over (Under) Expenditures	(102,200)	42,924	145,124
Fund Balance at Beginning of Year	<u>207,976</u>	<u>207,976</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$105,776</u></u>	<u><u>\$250,900</u></u>	<u><u>\$145,124</u></u>

Belmont County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Oakview Administration Building Fund
For the Year Ended December 31, 2002

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<i>Revenues:</i>			
Rental Income	<u>\$80,000</u>	<u>\$114,122</u>	<u>\$34,122</u>
<i>Expenditures:</i>			
Current:			
Human Services			
Oakview Administration Building			
Materials and Supplies	108,675	41,251	67,424
Contractual Services	<u>125,000</u>	<u>83,717</u>	<u>41,283</u>
Total Expenditures	<u>233,675</u>	<u>124,968</u>	<u>108,707</u>
Excess of Revenues Under Expenditures	(153,675)	(10,846)	142,829
Fund Balance at Beginning of Year	93,675	93,675	0
Prior Year Encumbrances Appropriated	<u>60,000</u>	<u>60,000</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$0</u></u>	<u><u>\$142,829</u></u>	<u><u>\$142,829</u></u>

Belmont County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Certificate of Title Administration Fund
For the Year Ended December 31, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Fines and Forfeitures	\$200,000	\$328,820	\$128,820
Other	0	801	801
Total Revenues	200,000	329,621	129,621
<u>Expenditures:</u>			
Current:			
General Government - Judicial			
Certificate of Title Administration			
Personal Services	321,642	292,457	29,185
Materials and Supplies	8,537	4,074	4,463
Contractual Services	25,827	4,478	21,349
Other	3,730	3,730	0
Total Expenditures	359,736	304,739	54,997
Excess of Revenues Over (Under) Expenditures	(159,736)	24,882	184,618
Fund Balance at Beginning of Year	363,193	363,193	0
Prior Year Encumbrances Appropriated	1,494	1,494	0
Fund Balance at End of Year	\$204,951	\$389,569	\$184,618

Belmont County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Court Computer Fund
For the Year Ended December 31, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<i><u>Revenues:</u></i>			
Fines and Forfeitures	\$151,947	\$335,441	\$183,494
<i><u>Expenditures:</u></i>			
Current:			
General Government - Judicial			
Court Computer			
Personal Services	89,780	71,150	18,630
Contractual Services	38,704	23,466	15,238
Capital Outlay	383,654	328,310	55,344
Other	130,123	106,720	23,403
Total General Government - Judicial	<u>642,261</u>	<u>529,646</u>	<u>112,615</u>
Debt Service			
Principal Retirement	250,000	250,000	0
Interest and Fiscal Charges	7,953	7,953	0
Total Expenditures	<u>900,214</u>	<u>787,599</u>	<u>112,615</u>
Excess of Revenues Under Expenditures	<u>(748,267)</u>	<u>(452,158)</u>	<u>296,109</u>
<i><u>Other Financing Sources (Uses):</u></i>			
Proceeds of Notes	125,000	125,000	0
Advance In	0	4,955	4,955
Operating Transfers Out	(38,147)	(36,859)	1,288
Total Other Financing Sources (Uses)	<u>86,853</u>	<u>93,096</u>	<u>6,243</u>
Excess of Revenues and Other Financing Sources Under Expenditures and Other Financing Uses	<u>(661,414)</u>	<u>(359,062)</u>	<u>302,352</u>
Fund Balance at Beginning of Year	677,337	677,337	0
Prior Year Encumbrances Appropriated	<u>3,564</u>	<u>3,564</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$19,487</u></u>	<u><u>\$321,839</u></u>	<u><u>\$302,352</u></u>

Belmont County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Supplement Equipment Recorder Fund
For the Year Ended December 31, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<i><u>Revenues:</u></i>			
Charges for Services	\$30,000	\$53,408	\$23,408
Other	0	96	96
Total Revenues	30,000	53,504	23,504
<i><u>Expenditures:</u></i>			
Current:			
General Government - Legislative and Executive Supplement Equipment Recorder			
Personal Services	42,070	40,645	1,425
Materials and Supplies	630	0	630
Contractual Services	6,000	5,512	488
Total Expenditures	48,700	46,157	2,543
Excess of Revenues Over (Under) Expenditures	(18,700)	7,347	26,047
Fund Balance at Beginning of Year	128,462	128,462	0
Prior Year Encumbrances Appropriated	6,000	6,000	0
Fund Balance at End of Year	\$115,762	\$141,809	\$26,047

Belmont County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Juvenile Court Grant Fund
For the Year Ended December 31, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<i><u>Revenues:</u></i>			
Charges for Services	\$113,757	\$113,854	\$97
Intergovernmental	336,437	336,437	0
Other	148,449	24,855	(123,594)
Total Revenues	598,643	475,146	(123,497)
<i><u>Expenditures:</u></i>			
Current:			
Public Safety			
Juvenile Court Grant			
Personal Services	408,007	344,979	63,028
Materials and Supplies	3,421	2,167	1,254
Contractual Services	179,766	149,641	30,125
Other	205,255	14,834	190,421
Total Expenditures	796,449	511,621	284,828
Excess of Revenues Under Expenditures	(197,806)	(36,475)	161,331
<i><u>Other Financing Sources:</u></i>			
Advance In	59,748	59,748	0
Excess of Revenues and Other Financing Sources Over (Under) Expenditures	(138,058)	23,273	161,331
Fund Balance at Beginning of Year	138,252	138,252	0
Fund Balance at End of Year	\$194	\$161,525	\$161,331

Belmont County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
County Special Projects Fund
For the Year Ended December 31, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<i>Revenues:</i>			
Fines and Forfeitures	\$23,991	\$176,362	\$152,371
<i>Expenditures:</i>			
Current:			
General Government - Judicial			
Court Special Projects			
Personal Services	55,423	44,719	10,704
Materials and Supplies	12,300	5,144	7,156
Contractual Services	41,318	39,634	1,684
Capital Outlay	53,622	14,493	39,129
Other	66,613	21,885	44,728
Total Expenditures	229,276	125,875	103,401
Excess of Revenues Over (Under) Expenditures	(205,285)	50,487	255,772
Fund Balance at Beginning of Year	205,285	205,285	0
Prior Year Encumbrances Appropriated	0	0	0
Fund Balance at End of Year	\$0	\$255,772	\$255,772

Belmont County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
County Emergency Preparedness Fund
For the Year Ended December 31, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$32,800	\$32,800	\$0
Other	0	18	18
Total Revenues	<u>32,800</u>	<u>32,818</u>	<u>18</u>
<u>Expenditures:</u>			
Current:			
Public Works			
Emergency Preparedness			
Personal Services	22	22	0
Contractual Services	31,172	31,172	0
Capital Outlay	32,800	32,800	0
Other	555	555	0
Total Expenditures	<u>64,549</u>	<u>64,549</u>	<u>0</u>
Excess of Revenues Under Expenditures	(31,749)	(31,731)	18
Fund Balance at Beginning of Year	3,376	3,376	0
Prior Year Encumbrances Appropriated	<u>31,727</u>	<u>31,727</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$3,354</u></u>	<u><u>\$3,372</u></u>	<u><u>\$18</u></u>

Belmont County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Court Security Grant Fund
For the Year Ended December 31, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<i>Revenues:</i>			
Total Revenues	\$0	\$0	\$0
<i>Expenditures:</i>			
Current:			
Public Safety			
Court Security			
Capital Outlay	1,000	0	1,000
Other	956	0	956
Total Expenditures	1,956	0	1,956
Excess of Revenues Over (Under) Expenditures	(1,956)	0	1,956
Fund Balance at Beginning of Year	1,958	1,958	0
Fund Balance at End of Year	\$2	\$1,958	\$1,956

DEBT SERVICE FUNDS

Debt Service Fund - To account for rental revenue, state grants and fees collected from the courts used to retire general obligation bonds.

Park Health Center Bond Retirement Fund - To account for the retirement of general obligation bonded debt related to the construction of the Park Health Center. A portion of the Park Health Center's operating revenues are credited to this fund for debt retirement. This fund was combined with the Park Health Center enterprise fund for GAAP reporting purposes.

Sanitary Sewer District 2 Bond Retirement Fund - To account for the retirement of sewer note bonded debt related to the construction of the Sanitary Sewer 2 system. A portion of the Sanitary Sewer 2 District enterprise fund operating revenue is transferred to this fund for debt retirement. This fund was combined with the Sanitary Sewer District 2 enterprise fund for GAAP reporting purposes.

Water Works 3 Bond Retirement Fund - To account for the retirement of mortgage revenue bonded debt related to the construction of the Water Works 3 system. A portion of the Water Works 3 District enterprise fund operating revenue is transferred to this fund for debt retirement. This fund was combined with the Water Works District 3 enterprise fund for GAAP reporting purposes.

Belmont County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Debt Service Fund
For the Year Ended December 31, 2002

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<u>Revenues:</u>			
Rent	\$95,000	\$112,591	\$17,591
<u>Expenditures:</u>			
Debt Service			
Principal Retirement	360,134	359,884	250
Interest and Fiscal Charges	236,206	236,206	0
Total Debt Service	596,340	596,090	250
Excess of Revenues Under Expenditures	(501,340)	(483,499)	17,841
<u>Other Financing Sources:</u>			
Operating Transfers In	434,020	434,020	0
Excess of Revenues and Other Financing Sources Under Expenditures	(67,320)	(49,479)	17,841
Fund Balance at Beginning of Year	76,361	76,361	0
Fund Balance at End of Year	<u>\$9,041</u>	<u>\$26,882</u>	<u>\$17,841</u>

Belmont County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Park Health Center Bond Retirement Fund
For the Year Ended December 31, 2002

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<u>Revenues:</u>			
Charges for Services	<u>\$319,840</u>	<u>\$360,000</u>	<u>\$40,160</u>
<u>Expenditures:</u>			
Debt Service			
Principal Retirement	175,000	175,000	0
Interest and Fiscal Charges	<u>173,300</u>	<u>173,300</u>	<u>0</u>
Total Debt Service	348,300	348,300	0
Excess of Revenues Over (Under) Expenditures	(28,460)	11,700	40,160
Fund Balance at Beginning of Year	<u>30,503</u>	<u>30,503</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$2,043</u></u>	<u><u>\$42,203</u></u>	<u><u>\$40,160</u></u>

Belmont County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Sanitary Sewer District 2 Bond Retirement Fund
For the Year Ended December 31, 2002

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<u>Revenues:</u>			
Charges for Service	\$0	\$82,000	\$82,000
Other Operating Revenue	<u>0</u>	<u>1,210</u>	<u>1,210</u>
Total Revenues	<u>0</u>	<u>83,210</u>	<u>83,210</u>
<u>Expenditures:</u>			
Debt Service			
Principal Retirement	2,800,000	2,800,000	0
Interest and Fiscal Charges	<u>155,224</u>	<u>61,987</u>	<u>93,237</u>
Total Debt Service	<u>2,955,224</u>	<u>2,861,987</u>	<u>93,237</u>
Excess of Revenues Under Expenditures	<u>(2,955,224)</u>	<u>(2,778,777)</u>	<u>176,447</u>
<u>Other Financing Sources:</u>			
Proceeds of Notes	2,600,000	2,600,000	0
Operating Transfers In	<u>350,000</u>	<u>355,217</u>	<u>5,217</u>
Total Other Financing Sources	<u>2,950,000</u>	<u>2,955,217</u>	<u>5,217</u>
Excess of Revenues and Other Financing Sources Over (Under) Expenditures	(5,224)	176,440	181,664
Fund Balance at Beginning of Year	<u>5,914</u>	<u>5,914</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$690</u></u>	<u><u>\$182,354</u></u>	<u><u>\$181,664</u></u>

Belmont County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Water Works 3 Bond Retirement Fund
For the Year Ended December 31, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<i><u>Revenues:</u></i>			
Total Revenues	\$0	\$0	\$0
<i><u>Expenditures:</u></i>			
Debt Service			
Principal Retirement	332,330	78,000	254,330
Interest and Fiscal Charges	373,277	372,692	585
Total Debt Service	705,607	450,692	254,915
Excess of Revenues Under Expenditures	(705,607)	(450,692)	254,915
<i><u>Other Financing Sources (Uses):</u></i>			
Operating Transfers In	451,093	496,350	45,257
Operating Transfers Out	(40,338)	0	40,338
Total Other Financing Sources (Uses)	410,755	496,350	85,595
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(294,852)	45,658	340,510
Fund Balance at Beginning of Year	294,852	294,852	0
Fund Balance at End of Year	\$0	\$340,510	\$340,510

CAPITAL PROJECTS FUNDS

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

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

Emergency 911 Construction Fund - To account for the transfer of funds from the 911 Emergency Fund to be expended for the construction of a new building to house the 911 operation.

Oakview Juvenile Rehab Center Construction Fund - To account for state grants and local revenue used for construction of a rehabilitation center.

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

Issue 2 Fund - To account for state grants and the local matching share for various infrastructure projects within the County.

Belmont County, Ohio
Combining Balance Sheet
All Capital Projects Funds
December 31, 2002

	Permanent Improvement	Satellite Building Construction	Emergency 911 Construction
<u>Assets:</u>			
Cash and Cash			
Equivalents	\$1,056,410	\$944,256	\$123,478
Investments	0	266,625	0
Accrued Interest	0	4,911	0
Due from			
Other Governments	0	0	0
	\$1,056,410	\$1,215,792	\$123,478
Total Assets	\$1,056,410	\$1,215,792	\$123,478
<u>Liabilities:</u>			
Accounts Payable	0	0	0
Contracts Payable	0	0	0
Retainage Payable	0	0	0
Accrued Interest			
Payable	10,368	358	0
Notes Payable	1,440,000	1,500,000	0
	1,450,368	1,500,358	0
Total Liabilities	1,450,368	1,500,358	0
<u>Fund Equity:</u>			
Fund Balance:			
Reserved for			
Encumbrances	0	13,000	0
Unreserved:			
Designated	0	0	0
Undesignated (Deficit)	(393,958)	(297,566)	123,478
	(393,958)	(284,566)	123,478
Total Fund Equity (Deficit)	(393,958)	(284,566)	123,478
Total Liabilities and Fund Equity	\$1,056,410	\$1,215,792	\$123,478

(Continued)

Belmont County, Ohio
Combining Balance Sheet
All Capital Projects Funds
December 31, 2002
(Continued)

	Oakview Juvenile Rehab Center Construction	Infrastructure	Issue 2	Totals
<u>Assets:</u>				
Cash and Cash				
Equivalents	\$24,295	\$3,669,472	\$0	\$5,817,911
Investments	0	0	0	266,625
Accrued Interest	0	0	0	4,911
Due from				
Other Governments	722,628	0	170,223	892,851
Total Assets	\$746,923	\$3,669,472	\$170,223	\$6,982,298
<u>Liabilities:</u>				
Accounts Payable	71,469	0	0	71,469
Contracts Payable	362,616	0	0	362,616
Retainage Payable	111,248	0	0	111,248
Accrued Interest				
Payable	0	0	0	10,726
Notes Payable	0	0	0	2,940,000
Total Liabilities	545,333	0	0	3,496,059
<u>Fund Equity:</u>				
Fund Balance:				
Reserved for				
Encumbrances	0	0	0	13,000
Unreserved:				
Designated	0	0	0	0
Undesignated (Deficit)	201,590	3,669,472	170,223	3,473,239
Total Fund Equity (Deficit)	201,590	3,669,472	170,223	3,486,239
Total Liabilities and Fund Equity	\$746,923	\$3,669,472	\$170,223	\$6,982,298

Belmont County, Ohio
Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
All Capital Projects Funds
For the Year Ended December 31, 2002

	Permanent Improvement	Satellite Building Construction	Emergency 911 Construction	Oakview Juvenile Rehab Center Construction
<i><u>Revenues:</u></i>				
Intergovernmental	\$173,227	\$0	\$0	\$1,554,510
Interest	1,480	22,336	0	820
Rent	0	26,136	0	0
Other	0	698	0	0
Total Revenues	<u>174,707</u>	<u>49,170</u>	<u>0</u>	<u>1,555,330</u>
<i><u>Expenditures:</u></i>				
Capital Outlay	344,844	151,222	1,000	1,613,197
Debt Service: Interest and Fiscal Charges	42,268	30,364	0	6,197
Total Expenditures	<u>387,112</u>	<u>181,586</u>	<u>1,000</u>	<u>1,619,394</u>
Excess of Revenues Over (Under) Expenditures	<u>(212,405)</u>	<u>(132,416)</u>	<u>(1,000)</u>	<u>(64,064)</u>
<i><u>Other Financing Sources (Uses):</u></i>				
Proceeds of Notes	0	0	0	500,000
Sale of Fixed Assets	0	265,000	0	0
Operating Transfers In	710,898	0	0	8,678
Total Other Financing Sources (Uses)	<u>710,898</u>	<u>265,000</u>	<u>0</u>	<u>508,678</u>
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	498,493	132,584	(1,000)	444,614
Fund Balances (Deficit) at Beginning of Year	<u>(892,451)</u>	<u>(417,150)</u>	<u>124,478</u>	<u>(243,024)</u>
Fund Balances (Deficit) at End of Year	<u><u>(\$393,958)</u></u>	<u><u>(\$284,566)</u></u>	<u><u>\$123,478</u></u>	<u><u>\$201,590</u></u>

(Continued)

Belmont County, Ohio
Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
All Capital Projects Funds
For the Year Ended December 31, 2002
(Continued)

	<u>Infrastructure</u>	<u>Issue 2</u>	<u>Totals</u>
<i><u>Revenues:</u></i>			
Intergovernmental	\$0	\$372,472	\$2,100,209
Interest	0	0	24,636
Rent	0	0	26,136
Other	0	0	698
	<hr/>	<hr/>	<hr/>
Total Revenues	0	372,472	2,151,679
<i><u>Expenditures:</u></i>			
Capital Outlay	0	202,249	2,312,512
Debt Service:			
Interest and Fiscal Charges	0	0	78,829
	<hr/>	<hr/>	<hr/>
Total Expenditures	0	202,249	2,391,341
Excess of Revenues Over (Under) Expenditures	<hr/>	<hr/>	<hr/>
	0	170,223	(239,662)
<i><u>Other Financing Sources (Uses):</u></i>			
Proceeds of Notes	0	0	500,000
Sale of Fixed Assets	0	0	265,000
Operating Transfers In	1,119,472	0	1,839,048
	<hr/>	<hr/>	<hr/>
Total Other Financing Sources (Uses)	1,119,472	0	2,604,048
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	<hr/>	<hr/>	<hr/>
	1,119,472	170,223	2,364,386
Fund Balances (Deficit) at Beginning of Year	<hr/>	<hr/>	<hr/>
	2,550,000	0	1,121,853
Fund Balances (Deficit) at End of Year	<hr/>	<hr/>	<hr/>
	\$3,669,472	\$170,223	\$3,486,239

Belmont County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Permanent Improvement Fund
For the Year Ended December 31, 2002

	<u>Revised Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
<i><u>Revenues:</u></i>			
Intergovernmental	\$140,769	\$173,227	\$32,458
Interest	0	2,709	2,709
Other	<u>0</u>	<u>0</u>	<u>0</u>
Total Revenues	<u>140,769</u>	<u>175,936</u>	<u>35,167</u>
<i><u>Expenditures:</u></i>			
Capital Outlay			
Permanent Improvement			
Contractual Services	<u>472,101</u>	<u>450,444</u>	<u>21,657</u>
Debt Service			
Principal Retirement	1,600,000	1,600,000	0
Interest and Fiscal Charges	<u>50,898</u>	<u>50,898</u>	<u>0</u>
Total Debt Services	<u>1,650,898</u>	<u>1,650,898</u>	<u>0</u>
Total Expenditures	<u>2,122,999</u>	<u>2,101,342</u>	<u>21,657</u>
Excess of Revenues Over (Under) Expenditures	<u>(1,982,230)</u>	<u>(1,925,406)</u>	<u>56,824</u>
<i><u>Other Financing Sources:</u></i>			
Proceeds of Notes	1,440,000	1,440,000	0
Operating Transfers In	<u>210,898</u>	<u>710,898</u>	<u>500,000</u>
Total Other Financing Sources	<u>1,650,898</u>	<u>2,150,898</u>	<u>500,000</u>
Excess of Revenues and Other Financing Sources Over (Under) Expenditures	(331,332)	225,492	556,824
Fund Balance at Beginning of Year	604,738	604,738	0
Prior Year Encumbrances Appropriated	<u>226,174</u>	<u>226,174</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$499,580</u></u>	<u><u>\$1,056,404</u></u>	<u><u>\$556,824</u></u>

Belmont County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Satellite Building Construction Fund
For the Year Ended December 31, 2002

	<u>Revised Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
<i><u>Revenues:</u></i>			
Rent	\$0	\$26,136	\$26,136
Interest	0	29,063	29,063
Other	<u>0</u>	<u>698</u>	<u>698</u>
Total Revenues	<u>0</u>	<u>55,897</u>	<u>55,897</u>
<i><u>Expenditures:</u></i>			
Capital Outlay			
Satellite Building Construction			
Contractual Services	<u>217,798</u>	<u>164,753</u>	<u>53,045</u>
Debt Service			
Principal Retirement	1,500,000	1,500,000	0
Interest and Fiscal Charges	<u>33,708</u>	<u>33,706</u>	<u>2</u>
Total Debt Service	<u>1,533,708</u>	<u>1,533,706</u>	<u>2</u>
Total Expenditures	<u>1,751,506</u>	<u>1,698,459</u>	<u>53,047</u>
Excess of Revenues Under Expenditures	<u>(1,751,506)</u>	<u>(1,642,562)</u>	<u>108,944</u>
<i><u>Other Financing Sources:</u></i>			
Proceeds of Notes	1,500,000	1,500,000	0
Sale of Fixed Assets	<u>0</u>	<u>265,000</u>	<u>265,000</u>
Total Other Financing Sources	<u>1,500,000</u>	<u>1,765,000</u>	<u>265,000</u>
Excess of Revenues and Other Financing Sources Over (Under) Expenditures	(251,506)	122,438	373,944
Fund Balance at Beginning of Year	1,049,676	1,049,676	0
Prior Year Encumbrances Appropriated	<u>25,000</u>	<u>25,000</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$823,170</u></u>	<u><u>\$1,197,114</u></u>	<u><u>\$373,944</u></u>

Belmont County, Ohio
 Schedule of Revenues, Expenditures and Changes
 In Fund Balance - Budget (Non-GAAP Basis) and Actual
 Emergency 911 Construction Fund
 For the Year Ended December 31, 2002

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<i><u>Revenues:</u></i>			
Total Revenues	\$0	\$0	\$0
<i><u>Expenditures:</u></i>			
Capital Outlay			
Emergency 911 Construction			
Capital Outlay	<u>1,000</u>	<u>1,000</u>	<u>0</u>
Excess of Revenues Under Expenditures	(1,000)	(1,000)	0
<i><u>Other Financing Uses:</u></i>			
Operating Transfers Out	<u>(123,478)</u>	<u>0</u>	<u>123,478</u>
Excess of Revenues Under Expenditures and Other Financing Uses	(124,478)	(1,000)	123,478
Fund Balance at Beginning of Year	<u>124,478</u>	<u>124,478</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$0</u></u>	<u><u>\$123,478</u></u>	<u><u>\$123,478</u></u>

Belmont County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Oakview Juvenile Rehab Center Construction Fund
For the Year Ended December 31, 2002

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<i><u>Revenues:</u></i>			
Intergovernmental	\$831,882	\$831,882	\$0
Interest	<u>820</u>	<u>820</u>	<u>0</u>
Total Revenues	<u>832,702</u>	<u>832,702</u>	<u>0</u>
<i><u>Expenditures:</u></i>			
<i>Capital Outlay</i>			
Oakview Juvenile Rehab Center Construction			
Contractual Services	<u>1,092,783</u>	<u>1,068,488</u>	<u>24,295</u>
<i>Debt Service</i>			
Principal Retirement	500,000	500,000	0
Interest and Fiscal Charges	<u>19,400</u>	<u>19,400</u>	<u>0</u>
Total Debt Services	<u>519,400</u>	<u>519,400</u>	<u>0</u>
Total Expenditures	<u>1,612,183</u>	<u>1,587,888</u>	<u>24,295</u>
Excess of Revenues Under Expenditures	<u>(779,481)</u>	<u>(755,186)</u>	<u>24,295</u>
<i><u>Other Financing Sources:</u></i>			
Proceeds of Notes	500,000	500,000	0
Operating Transfers In	<u>8,678</u>	<u>8,678</u>	<u>0</u>
Total Other Financing Sources	<u>508,678</u>	<u>508,678</u>	<u>0</u>
Excess of Revenues and Other Financing Sources Under Expenditures	(270,803)	(246,508)	24,295
Fund Balance at Beginning of Year	<u>270,803</u>	<u>270,803</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$0</u></u>	<u><u>\$24,295</u></u>	<u><u>\$24,295</u></u>

Belmont County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Infrastructure Fund
For the Year Ended December 31, 2002

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<i><u>Revenues:</u></i>			
Total Revenues	\$0	\$0	\$0
<i><u>Expenditures:</u></i>			
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>
Excess of Revenues Over Expenditures	0	0	0
<i><u>Other Financing Sources:</u></i>			
Operating Transfers In	<u>0</u>	<u>1,119,472</u>	<u>1,119,472</u>
Excess of Revenues and Other Financing Sources Over Expenditures	0	1,119,472	1,119,472
Fund Balance at Beginning of Year	<u>2,550,000</u>	<u>2,550,000</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$2,550,000</u></u>	<u><u>\$3,669,472</u></u>	<u><u>\$1,119,472</u></u>

Belmont County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Issue 2 Fund
For the Year Ended December 31, 2002

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<i><u>Revenues:</u></i>			
Intergovernmental	\$202,249	\$202,249	\$0
Fines and Forfeitures	0	0	0
Other	<u>0</u>	<u>0</u>	<u>0</u>
Total Revenues	<u>202,249</u>	<u>202,249</u>	<u>0</u>
<i><u>Expenditures:</u></i>			
Capital Outlay Issue Two Contractual Services	<u>202,249</u>	<u>202,249</u>	<u>0</u>
Total Expenditures	<u>202,249</u>	<u>202,249</u>	<u>0</u>
Excess of Revenues Over Expenditures	0	0	0
Fund Balance at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

ENTERPRISE FUNDS

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

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

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

Sanitary Sewer District 2B Fund - To account for user charges from sanitary sewer service east of Morristown, Pine Lake Trailer Court, and the Pine Lake Farm Subdivision. The district has its own rate structure and facilities.

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

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

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

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

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

Park Health Center Fund - To account for revenues derived from resident fees and bond anticipation notes. The revenue is used for the operation of the Park Health Center facility. The County maintains the Park Health Center Bond Retirement debt service fund for the accumulation of resources to retire the debt related to the Park Health Center. The Park Health Center Bond Retirement fund was combined with the Park Health Center enterprise fund for GAAP reporting purposes.

Belmont County, Ohio
Combining Balance Sheet
All Enterprise Funds
December 31, 2002

	Sanitary Sewer District 1	Water Works 1	Sanitary Sewer District 2	Sanitary Sewer District 2B	Water Works 2
<u>Assets</u>					
Current Assets:					
Cash and Cash Equivalents	\$116,326	\$354,926	\$1,868,349	\$0	\$1,085,198
Cash and Cash Equivalents in Segregated Accounts	0	18,970	0	0	0
Investments with Fiscal and Escrow Agents	919,343	0	0	0	0
Receivables:					
Accounts	6,991	22,700	21,494	0	3,111
Interfund	0	0	0	0	58,000
Accrued Interest	16,354	0	0	0	0
Due from Other Funds	0	0	5,891	0	0
Due from Other Governments	0	0	0	0	0
Materials and					
Supplies Inventory	3,400	0	1,829	0	43,213
Deferred Charges	0	0	0	0	0
Total Current Assets	1,062,414	396,596	1,897,563	0	1,189,522
<u>Restricted Assets:</u>					
Cash and Cash Equivalents	6,500	0	8,021	331	14,813
Cash and Cash Equivalents with Fiscal and Escrow Agents	0	0	0	0	0
Investments with Fiscal and Escrow Agents	299,379	0	0	0	0
Total Restricted Assets	305,879	0	8,021	331	14,813
Fixed Assets (Net of Accumulated Depreciation)	63,039	58,197	7,783,068	82,426	357,876
Total Assets	\$1,431,332	\$454,793	\$9,688,652	\$82,757	\$1,562,211

Sanitary Sewer District 3A	Sanitary Sewer District 3B	Water Works 3	Sanitary Sewer District 3C	Park Health Center	Totals
\$93,319	\$11,993	\$4,027,909	\$8,395	\$392,841	\$7,959,256
0	0	200	0	0	19,170
0	0	1,390,495	0	0	2,309,838
5,067	2,956	143,682	0	645,451	851,452
0	0	0	0	0	58,000
0	0	15,338	0	0	31,692
0	0	112,726	0	0	118,617
0	0	0	0	231,597	231,597
0	0	91,037	0	24,770	164,249
0	0	0	0	96,332	96,332
<u>98,386</u>	<u>14,949</u>	<u>5,781,387</u>	<u>8,395</u>	<u>1,390,991</u>	<u>11,840,203</u>
8,462	425	33,420	0	0	71,972
0	0	5,348	0	0	5,348
0	0	326,410	0	0	625,789
<u>8,462</u>	<u>425</u>	<u>365,178</u>	<u>0</u>	<u>0</u>	<u>703,109</u>
<u>119,420</u>	<u>185,330</u>	<u>17,361,778</u>	<u>34,301</u>	<u>3,449,920</u>	<u>29,495,355</u>
<u>\$226,268</u>	<u>\$200,704</u>	<u>\$23,508,343</u>	<u>\$42,696</u>	<u>\$4,840,911</u>	<u>\$42,038,667</u>

(Continued)

Belmont County, Ohio
Combining Balance Sheet
All Enterprise Funds
December 31, 2002
(Continued)

	Sanitary Sewer District 1	Water Works 1	Sanitary Sewer District 2	Sanitary Sewer District 2B	Water Works 2
<i><u>Liabilities</u></i>					
Current Liabilities:					
Accounts Payable	\$0	\$0	\$12,143	\$0	\$3,510
Contracts Payable	0	0	43,135	0	0
Retainage Payable	0	0	13,085	0	0
Accrued Wages and Benefits	4,764	0	5,787	0	7,258
Compensated Absences Payable	8,120	0	13,675	0	13,383
Interfund Payable	0	0	0	22,000	0
Due to Other Funds	0	4,506	5,891	0	97,200
Due to Other Governments	41,934	21,231	7,221	0	8,028
Accrued Interest Payable	638	0	70,387	0	0
Notes Payable	0	0	6,100,000	0	0
Capital Lease Payable	0	0	0	0	0
Current Portion of of OWDA Loans Payable	0	0	0	0	0
Current Portion of General Obligation Bonds Payable	0	0	65,565	0	0
Current Portion of Revenue Bonds Payable	0	0	0	0	0
Total Current Liabilities	<u>55,456</u>	<u>25,737</u>	<u>6,336,889</u>	<u>22,000</u>	<u>129,379</u>
<i><u>Liabilities Payable from Restricted Assets:</u></i>					
Revenue Bonds Payable	45,000	0	0	0	0
Refundable Deposits	6,500	0	8,021	331	14,813
Total Liabilities Payable from Restricted Assets	<u>51,500</u>	<u>0</u>	<u>8,021</u>	<u>331</u>	<u>14,813</u>
<i><u>Long-Term Liabilities:</u></i>					
OWDA Loans Payable (Net of Current Portion)	0	0	0	0	0
General Obligation Bonds Payable (Net of Current Portion and accounting gain)	0	0	209,808	0	0
Revenue Bonds Payable (Net Current Portion)	0	0	0	0	0
Total Long-Term Liabilities	<u>0</u>	<u>0</u>	<u>209,808</u>	<u>0</u>	<u>0</u>
Total Liabilities	<u>106,956</u>	<u>25,737</u>	<u>6,554,718</u>	<u>22,331</u>	<u>144,192</u>
<i><u>Fund Equity:</u></i>					
Contributed Capital	410,971	16,022	1,072,654	55,792	174,365
Retained Earnings:					
Reserved:					
Reserved for Replacement	38,000	0	0	0	0
Unreserved (Deficit)	875,405	413,034	2,061,280	4,634	1,243,654
Total Retained Earnings (Deficit)	<u>913,405</u>	<u>413,034</u>	<u>2,061,280</u>	<u>4,634</u>	<u>1,243,654</u>
Total Fund Equity	<u>1,324,376</u>	<u>429,056</u>	<u>3,133,934</u>	<u>60,426</u>	<u>1,418,019</u>
Total Liabilities and Fund Equity	<u>\$1,431,332</u>	<u>\$454,793</u>	<u>\$9,688,652</u>	<u>\$82,757</u>	<u>\$1,562,211</u>

Sanitary Sewer District 3A	Sanitary Sewer District 3B	Water Works 3	Sanitary Sewer District 3C	Park Health Center	Totals
\$1,521	\$0	\$48,969	\$0	\$102,107	\$168,250
0	0	0	0	0	43,135
0	0	0	0	0	13,085
621	246	23,234	0	120,304	162,214
797	316	59,009	0	156,747	252,047
36,000	0	0	0	0	58,000
0	0	8,113	0	0	115,710
597	932	22,389	0	126,441	228,773
0	0	79,247	0	0	150,272
0	0	2,195,000	0	0	8,295,000
0	0	0	0	19,731	19,731
0	0	1,224	0	0	1,224
0	9,435	229,000	0	130,000	434,000
0	0	31,000	0	0	31,000
<u>39,536</u>	<u>10,929</u>	<u>2,697,185</u>	<u>0</u>	<u>655,330</u>	<u>9,972,441</u>
0	0	210,373	0	0	255,373
8,462	425	33,420	0	0	71,972
<u>8,462</u>	<u>425</u>	<u>243,793</u>	<u>0</u>	<u>0</u>	<u>327,345</u>
0	0	38,916	0	0	38,916
0	30,192	826,000	0	3,239,551	4,305,551
0	0	7,204,627	0	0	7,204,627
0	30,192	8,069,543	0	3,239,551	11,549,094
47,998	41,546	11,010,521	0	3,894,881	21,848,880
84,184	229,217	2,197,330	0	74,060	4,314,595
0	0	40,000	0	0	78,000
94,086	(70,059)	10,260,492	42,696	871,970	15,797,192
94,086	(70,059)	10,300,492	42,696	871,970	15,875,192
178,270	159,158	12,497,822	42,696	946,030	20,189,787
<u>\$226,268</u>	<u>\$200,704</u>	<u>\$23,508,343</u>	<u>\$42,696</u>	<u>\$4,840,911</u>	<u>\$42,038,667</u>

Belmont County, Ohio
Combining Statement of Revenues,
Expenses and Changes in Fund Equity
All Enterprise Funds
For the Year Ended December 31, 2002

	Sanitary Sewer District 1	Water Works 1	Sanitary Sewer District 2	Sanitary Sewer District 2B	Water Works 2
<i><u>Operating Revenues:</u></i>					
Charges for Services	\$251,136	\$182,798	\$947,948	\$25,110	\$885,217
Other Operating Revenues	0	0	7,101	0	0
Total Operating Revenues	<u>251,136</u>	<u>182,798</u>	<u>955,049</u>	<u>25,110</u>	<u>885,217</u>
<i><u>Operating Expenses:</u></i>					
Personal Services	88,050	0	211,474	13,379	236,111
Contractual Services	215,878	226,085	572,165	5,145	643,071
Materials and Supplies	14,257	0	31,559	2,512	72,680
Other Operating Expenses	744	0	18,872	171	3,253
Depreciation	31,790	2,817	186,243	4,454	19,912
Total Operating Expenses	<u>350,719</u>	<u>228,902</u>	<u>1,020,313</u>	<u>25,661</u>	<u>975,027</u>
Operating Income (Loss)	<u>(99,583)</u>	<u>(46,104)</u>	<u>(65,264)</u>	<u>(551)</u>	<u>(89,810)</u>
<i><u>Non-Operating Revenues (Expenses):</u></i>					
Interest Income	47,905	0	37,772	0	5,178
Loss on Disposal of Fixed Assets	(49)	0	(14)	0	0
Tap-In Fees	0	0	2,668	0	7,300
Other Non-Operating Revenue	0	0	0	0	0
Interest and Fiscal Charges	(7,123)	0	(166,694)	0	0
Other Non-Operating Expenses	0	0	0	0	0
Total Non-Operating Revenues (Expenses)	<u>40,733</u>	<u>0</u>	<u>(126,268)</u>	<u>0</u>	<u>12,478</u>
Income (Loss) Before Operating Transfers	(58,850)	(46,104)	(191,532)	(551)	(77,332)
Operating Transfers In	0	0	181,483	0	0
Operating Transfers Out	0	0	(9,928)	0	0
Net Income (Loss)	(58,850)	(46,104)	(19,977)	(551)	(77,332)
Depreciation on Fixed Assets Acquired by Contributed Capital	13,917	0	16,462	3,474	1,271
Retained Earnings (Deficit) at Beginning of Year Restated	<u>958,338</u>	<u>459,138</u>	<u>2,064,795</u>	<u>120,194</u>	<u>1,319,715</u>
Residual Equity Transfer Out	0	0	0	(118,483)	0
Retained Earnings (Deficit) at End of Year	<u>913,405</u>	<u>413,034</u>	<u>2,061,280</u>	<u>4,634</u>	<u>1,243,654</u>
Contributed Capital at Beginning of Year	424,888	16,022	1,089,116	59,266	175,636
Depreciation on Fixed Assets Acquired by Contributed Capital	(13,917)	0	(16,462)	(3,474)	(1,271)
Contributed Capital at End of Year	<u>410,971</u>	<u>16,022</u>	<u>1,072,654</u>	<u>55,792</u>	<u>174,365</u>
Total Fund Equity at End of Year	<u>\$1,324,376</u>	<u>\$429,056</u>	<u>\$3,133,934</u>	<u>\$60,426</u>	<u>\$1,418,019</u>

Sanitary Sewer District 3A	Sanitary Sewer District 3B	Water Works 3	Sanitary Sewer District 3C	Park Health Center	Totals
\$47,987	\$20,562	\$2,777,994	\$8,080	\$5,022,125	\$10,168,957
0	0	1,624	0	0	8,725
<u>47,987</u>	<u>20,562</u>	<u>2,779,618</u>	<u>8,080</u>	<u>5,022,125</u>	<u>10,177,682</u>
20,220	4,550	693,730	0	2,705,980	3,973,494
11,246	14,864	562,435	0	657,625	2,908,514
3,157	300	224,614	0	502,945	852,024
1,085	273	33,485	0	671,182	729,065
6,984	9,740	595,753	1,370	130,224	989,287
<u>42,692</u>	<u>29,727</u>	<u>2,110,017</u>	<u>1,370</u>	<u>4,667,956</u>	<u>9,452,384</u>
5,295	(9,165)	669,601	6,710	354,169	725,298
0	0	114,612	0	0	205,467
0	0	(178)	0	(5,307)	(5,548)
0	0	134,247	0	0	144,215
0	0	0	0	22,500	22,500
0	(2,244)	(509,672)	0	(198,036)	(883,769)
0	0	0	0	(6,283)	(6,283)
<u>0</u>	<u>(2,244)</u>	<u>(260,991)</u>	<u>0</u>	<u>(187,126)</u>	<u>(523,418)</u>
5,295	(11,409)	408,610	6,710	167,043	201,880
0	9,928	0	0	0	191,411
0	0	0	0	0	(9,928)
5,295	(1,481)	408,610	6,710	167,043	383,363
5,647	9,740	96,366	0	0	146,877
<u>83,144</u>	<u>(78,318)</u>	<u>9,795,516</u>	<u>35,986</u>	<u>704,927</u>	<u>15,463,435</u>
0	0	0	0	0	(118,483)
<u>94,086</u>	<u>(70,059)</u>	<u>10,300,492</u>	<u>42,696</u>	<u>871,970</u>	<u>15,875,192</u>
89,831	238,957	2,293,696	0	74,060	4,461,472
(5,647)	(9,740)	(96,366)	0	0	(146,877)
<u>84,184</u>	<u>229,217</u>	<u>2,197,330</u>	<u>0</u>	<u>74,060</u>	<u>4,314,595</u>
<u>\$178,270</u>	<u>\$159,158</u>	<u>\$12,497,822</u>	<u>\$42,696</u>	<u>\$946,030</u>	<u>\$20,189,787</u>

Belmont County, Ohio
Combining Statement of Cash Flows
All Enterprise Funds
For the Year Ended December 31, 2002

	Sanitary Sewer District 1	Water Works 1	Sanitary Sewer District 2	Sanitary Sewer District 2B	Water Works 2
<i>Increase (Decrease)</i>					
<i>in Cash and Cash Equivalents:</i>					
<i>Cash Flows from</i>					
<i>Operating Activities:</i>					
Cash Received from Customers	\$253,526	\$177,402	\$987,413	\$25,110	\$890,448
Cash Payments for Employee Services and Benefits	(81,639)	0	(208,646)	(14,807)	(236,246)
Cash Payments for Goods and Services	(195,205)	(229,293)	(586,224)	(7,657)	(618,719)
Utility Deposits Received	1,617	0	1,138	0	2,172
Utility Deposits Paid	(1,658)	0	(760)	0	(2,108)
Other Operating Revenues	0	0	1,210	0	0
Other Non-Operating Revenues	0	0	0	0	0
Other Operating Expenses	(744)	0	(18,872)	(171)	(3,253)
Net Cash Provided by (Used for) Operating Activities:	<u>(24,103)</u>	<u>(51,891)</u>	<u>175,259</u>	<u>2,475</u>	<u>32,294</u>
<i>Cash Flows from Noncapital Financing Activities:</i>					
Operating Transfers In	0	0	181,483	0	0
Operating Transfers Out	0	0	(9,928)	(118,483)	0
Net Cash Provided by (Used for) Noncapital Financing Activities	<u>0</u>	<u>0</u>	<u>171,555</u>	<u>(118,483)</u>	<u>0</u>
<i>Cash Flows from Capital and Related Financing Activities:</i>					
Proceeds of Notes	0	0	6,100,000	0	0
Tap In Fees	0	0	2,668	0	7,300
Payments for Capital Acquisitions	(13,604)	0	(1,499,772)	0	(31,839)
Principal Paid on General Obligation Bonds	0	0	(61,194)	0	0
Principal Paid on Revenue Bonds	(35,000)	0	0	0	0
Principal Paid on Revenue Notes	0	0	(6,300,000)	0	0
Principal Paid on OWDA Loan	0	0	0	0	0
Principal Paid on Capital Lease	0	0	0	0	0
Interest and Fiscal Charges Paid on General Obligation Bonds	0	0	(15,596)	0	0
Interest Paid on Revenue Bonds	(7,618)	0	0	0	0
Interest Paid on Revenue Notes	0	0	(190,087)	0	0
Interest Paid on OWDA Loan	0	0	0	0	0
Interest Paid on Capital Lease	0	0	0	0	0
Net Cash Used for Capital and Related Financing Activities	<u>(56,222)</u>	<u>0</u>	<u>(1,963,981)</u>	<u>0</u>	<u>(24,539)</u>
<i>Cash Flows from</i>					
<i>Investing Activities:</i>					
Receipts of Interest	44,011	0	37,772	0	5,178
Purchase of Investments	(1,218,722)	0	0	0	0
Sale of Investments	1,217,329	0	0	0	0
Net Cash Provided by Investing Activities	<u>42,618</u>	<u>0</u>	<u>37,772</u>	<u>0</u>	<u>5,178</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(37,707)	(51,891)	(1,579,395)	(116,008)	12,933
Cash and Cash Equivalents at Beginning of Year	<u>160,533</u>	<u>425,787</u>	<u>3,455,765</u>	<u>116,339</u>	<u>1,087,078</u>
Cash and Cash Equivalents at End of Year	<u>\$122,826</u>	<u>\$373,896</u>	<u>\$1,876,370</u>	<u>\$331</u>	<u>\$1,100,011</u>

Sanitary Sewer District 3A	Sanitary Sewer District 3B	Water Works 3	Sanitary Sewer District 3C	Park Health Center	Totals
\$47,191	\$21,225	\$2,739,658	\$8,080	\$4,920,170	\$10,070,223
(20,099)	(4,449)	(711,852)	0	(2,666,682)	(3,944,420)
(12,882)	0	(741,228)	0	(1,149,299)	(3,554,876)
3,213	(14,369)	6,597	0	0	14,821
(2,464)	(104)	(5,848)	0	0	(12,942)
0	0	0	0	0	1,210
0	0	0	0	22,500	22,500
(1,085)	(273)	(33,485)	0	(671,182)	(729,065)
<u>13,874</u>	<u>2,114</u>	<u>1,253,842</u>	<u>8,080</u>	<u>455,507</u>	<u>1,867,451</u>
0	9,928	0	0	0	191,411
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>(128,411)</u>
<u>0</u>	<u>9,928</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>63,000</u>
0	0	2,195,000	0	0	8,295,000
0	0	134,247	0	0	144,215
0	0	(2,334,592)	0	(34,992)	(3,914,799)
0	(8,806)	(125,000)	0	(175,000)	(370,000)
0	0	(248,000)	0	0	(283,000)
0	0	(1,205,000)	0	0	(7,505,000)
0	0	(2,357)	0	0	(2,357)
0	0	0	0	(3,478)	(3,478)
0	(2,244)	(57,243)	0	(173,300)	(248,383)
0	0	(404,962)	0	0	(412,580)
0	0	(30,665)	0	0	(220,752)
0	0	(3,510)	0	0	(3,510)
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>(902)</u>	<u>(902)</u>
<u>0</u>	<u>(11,050)</u>	<u>(2,082,082)</u>	<u>0</u>	<u>(387,672)</u>	<u>(4,525,546)</u>
0	0	116,254	0	0	203,215
0	0	(1,716,905)	0	0	(2,935,627)
<u>0</u>	<u>0</u>	<u>2,206,640</u>	<u>0</u>	<u>0</u>	<u>3,423,969</u>
<u>0</u>	<u>0</u>	<u>605,989</u>	<u>0</u>	<u>0</u>	<u>691,557</u>
13,874	992	(222,251)	8,080	67,835	(1,903,538)
<u>87,907</u>	<u>11,426</u>	<u>4,289,128</u>	<u>315</u>	<u>325,006</u>	<u>9,959,284</u>
<u>\$101,781</u>	<u>\$12,418</u>	<u>\$4,066,877</u>	<u>\$8,395</u>	<u>\$392,841</u>	<u>\$8,055,746</u>

(Continued)

Belmont County, Ohio
Combining Statement of Cash Flows
All Enterprise Funds
For the Year Ended December 31, 2002
(Continued)

	Sanitary Sewer District 1	Water Works 1	Sanitary Sewer District 2	Sanitary Sewer District 2B	Water Works 2
<i>Reconciliation of Operating Income</i>					
<i>(Loss) to Net Cash Provided by</i>					
<i>(Used for) Operating Activities:</i>					
<i>Operating Income (Loss)</i>	(\$99,583)	(\$46,104)	(\$65,264)	(\$551)	(\$89,810)
<i>Adjustments to Reconcile</i>					
<i>Operating Income (Loss) to</i>					
<i>Net Cash Provided by (Used for)</i>					
<i>Operating Activities:</i>					
Depreciation	31,790	2,817	186,243	4,454	19,912
Other Non-Operating Revenue	0	0	0	0	0
<i>Changes in Assets</i>					
<i>and Liabilities:</i>					
(Increase)/Decrease in Accounts Receivable	2,390	(5,396)	39,465	0	5,231
(Increase) in Due from Other Funds	0	(3,932)	(5,891)	0	0
(Increase)/Decrease in Due from Other Governments	0	724	0	0	0
(Increase) in Inventory	(149)	0	(534)	0	(3,678)
Increase in Accounts Payable	0	0	12,143	0	3,510
Increase/(Decrease) in Accrued Wages and Benefits	457	0	1,214	(401)	380
Increase/(Decrease) in Compensated Absences	1,534	0	1,562	(445)	1,591
Increase in Due to Other Funds	0	0	5,891	0	97,200
Increase (Decrease) in Due to Other Governments	39,499	0	52	(582)	(2,106)
Increase in Accrued Interest Payable	0	0	0	0	0
Increase/(Decrease) in Refundable Deposits Payable	(41)	0	378	0	64
Total Adjustments	75,480	(5,787)	240,523	3,026	122,104
Net Cash Provided by (Used for) Operating Activities	(\$24,103)	(\$51,891)	\$175,259	\$2,475	\$32,294

Sanitary Sewer District 3A	Sanitary Sewer District 3B	Water Works 3	Sanitary Sewer District 3C	Park Health Center	Totals
<u>\$5,295</u>	<u>(\$9,165)</u>	<u>\$669,601</u>	<u>\$6,710</u>	<u>\$354,169</u>	<u>\$725,298</u>
6,984	9,740	595,753	1,370	130,224	989,287
0	0	0	0	22,500	22,500
(796)	663	60,924	0	(86,538)	15,943
0	0	(100,884)	0	0	(110,707)
0	0	0	0	(15,417)	(14,693)
0	0	(11,938)	0	(3,178)	(19,477)
1,521	0	48,969	0	4,757	70,900
62	22	154	0	19,834	21,722
176	67	(10,118)	0	31,887	26,254
0	0	8,113	0	0	111,204
(117)	0	(7,481)	0	(2,731)	26,534
0	807	0	0	0	807
<u>749</u>	<u>(20)</u>	<u>749</u>	<u>0</u>	<u>0</u>	<u>1,879</u>
<u>8,579</u>	<u>11,279</u>	<u>584,241</u>	<u>1,370</u>	<u>101,338</u>	<u>1,142,153</u>
<u>\$13,874</u>	<u>\$2,114</u>	<u>\$1,253,842</u>	<u>\$8,080</u>	<u>\$455,507</u>	<u>\$1,867,451</u>

Belmont County, Ohio
Schedule of Revenues, Expenses and Changes
In Fund Equity - Budget (Non-GAAP Basis) and Actual
Sanitary Sewer District 1 Fund
For the Year Ended December 31, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<i>Revenues:</i>			
Charges for Services	\$200,000	\$253,526	\$53,526
Other Non-Operating Revenue	<u>0</u>	<u>1,617</u>	<u>1,617</u>
Total Revenues	<u>200,000</u>	<u>255,143</u>	<u>55,143</u>
<i>Expenses:</i>			
Personal Services	96,150	81,639	14,511
Contractual Services	224,181	180,799	43,382
Materials and Supplies	19,310	14,406	4,904
Other	744	744	0
Other Non-Operating Expenses	6,541	1,658	4,883
Capital Outlay	<u>13,607</u>	<u>13,604</u>	<u>3</u>
Total Expenses	<u>360,533</u>	<u>292,850</u>	<u>67,683</u>
Excess of Revenues Under Expenses	(160,533)	(37,707)	122,826
Fund Equity at Beginning of Year	160,458	160,458	0
Prior Year Encumbrances Appropriated	<u>75</u>	<u>75</u>	<u>0</u>
Fund Equity at End of Year	<u><u>\$0</u></u>	<u><u>\$122,826</u></u>	<u><u>\$122,826</u></u>

Belmont County, Ohio
Schedule of Revenues, Expenses and Changes
In Fund Equity - Budget (Non-GAAP Basis) and Actual
Water Works 1 Fund
For the Year Ended December 31, 2002

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<i><u>Revenues:</u></i>			
Charges for Services	\$150,000	\$173,876	\$23,876
Tap-In Fees	<u>0</u>	<u>0</u>	<u>0</u>
Total Revenues	150,000	173,876	23,876
<i><u>Expenses:</u></i>			
Contractual Services	<u>560,343</u>	<u>362,293</u>	<u>198,050</u>
Excess of Revenues Under Expenses	(410,343)	(188,417)	221,926
Fund Equity at Beginning of Year	275,343	275,343	0
Prior Year Encumbrances Appropriated	<u>135,000</u>	<u>135,000</u>	<u>0</u>
Fund Equity at End of Year	<u><u>\$0</u></u>	<u><u>\$221,926</u></u>	<u><u>\$221,926</u></u>

Belmont County, Ohio
Schedule of Revenues, Expenses and Changes
In Fund Equity - Budget (Non-GAAP Basis) and Actual
Sanitary Sewer District 2 Fund
For the Year Ended December 31, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<i>Revenues:</i>			
Charges for Services	\$622,832	\$905,413	\$282,581
Tap-In Fees	2,168	2,668	500
Interest Income	0	41,479	41,479
Other Non-Operating Revenue	0	1,138	1,138
Proceeds of Notes	3,500,000	3,500,000	0
Total Revenues	4,125,000	4,450,698	325,698
<i>Expenses:</i>			
Personal Services	217,066	208,646	8,420
Contractual Services	1,712,785	554,131	1,158,654
Materials and Supplies	40,385	35,593	4,792
Other Non-Operating Expenses	7,643	760	6,883
Other Operating Expenses	81,218	18,872	62,346
Capital Outlay	1,499,772	1,499,772	0
Debt Service:			
Principal Retirement	3,561,194	3,561,194	0
Interest and Fiscal Charges	143,696	143,696	0
Total Expenses	7,263,759	6,022,664	1,241,095
Excess of Revenues Under Expenses	(3,138,759)	(1,571,966)	1,566,793
Operating Transfers In	63,000	181,483	(118,483)
Operating Transfers Out	(365,428)	(365,145)	283
Excess of Revenues and Operating Transfers In Under Expenses and Operating Transfers Out	(3,441,187)	(1,755,628)	1,685,559
Fund Equity at Beginning of Year	3,444,660	3,444,660	0
Prior Year Encumbrances Appropriated	29	29	0
Fund Equity at End of Year	\$3,502	\$1,689,061	\$1,685,559

Belmont County, Ohio
Schedule of Revenues, Expenses and Changes
In Fund Equity - Budget (Non-GAAP Basis) and Actual
Sanitary Sewer District 2B Fund
For the Year Ended December 31, 2002

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<i><u>Revenues:</u></i>			
Charges for Services	\$25,110	\$25,110	\$0
<i><u>Expenses:</u></i>			
Personal Services	14,807	14,807	0
Contractual Services	5,145	5,145	0
Materials and Supplies	2,512	2,512	0
Other Non-Operating Expenses	331	0	331
Other Operating Expenses	171	171	0
Total Expenses	22,966	22,635	331
Excess of Revenues Over Expenses	2,144	2,475	331
Operating Transfers Out	(118,483)	(118,483)	0
Excess of Revenues Under Expenses and Operating Transfers Out	(116,339)	(116,008)	331
Fund Equity at Beginning of Year	116,339	116,339	0
Fund Equity at End of Year	<u>\$0</u>	<u>\$331</u>	<u>\$331</u>

Belmont County, Ohio
Schedule of Revenues, Expenses and Changes
In Fund Equity - Budget (Non-GAAP Basis) and Actual
Water Works 2 Fund
For the Year Ended December 31, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<i>Revenues:</i>			
Charges for Services	\$580,700	\$890,448	\$309,748
Tap-In Fees	7,300	7,300	0
Interest Income	0	5,361	5,361
Other Non-Operating Revenue	0	2,172	2,172
Total Revenues	588,000	905,281	317,281
<i>Expenses:</i>			
Personal Services	285,569	236,246	49,323
Contractual Services	1,185,536	551,438	634,098
Materials and Supplies	88,631	76,648	11,983
Other Non-Operating Expenses	14,749	2,108	12,641
Other Operating Expenses	44,247	3,253	40,994
Capital Outlay	40,040	31,839	8,201
Total Expenses	1,658,772	901,532	757,240
Excess of Revenues Over (Under) Expenses	(1,070,772)	3,749	1,074,521
Operating Transfers In	1,879	0	(1,879)
Operating Transfers Out	(8,279)	0	8,279
Excess of Revenues and Operating Transfers In Over (Under) Expenses and Operating Transfers Out	(1,077,172)	3,749	1,080,921
Fund Equity at Beginning of Year	1,080,273	1,080,273	0
Prior Year Encumbrances Appropriated	6,266	6,266	0
Fund Equity at End of Year	\$9,367	\$1,090,288	\$1,080,921

Belmont County, Ohio
Schedule of Revenues, Expenses and Changes
In Fund Equity - Budget (Non-GAAP Basis) and Actual
Sanitary Sewer District 3A Fund
For the Year Ended December 31, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<i>Revenues:</i>			
Charges for Services	\$0	\$47,191	\$47,191
Other Non-Operating Revenue	0	3,213	3,213
Total Revenues	0	50,404	50,404
<i>Expenses:</i>			
Personal Services	41,208	20,099	21,109
Contractual Services	28,295	9,725	18,570
Materials and Supplies	12,000	3,157	8,843
Other Non-Operating Expenses	7,713	2,464	5,249
Other Operating Expenses	18,691	1,085	17,606
Total Expenses	107,907	36,530	71,377
Excess of Revenues Over (Under) Expenses	(107,907)	13,874	121,781
Operating Transfers Out	(10,000)	0	10,000
Excess of Revenues Over (Under) Expenses and Operating Transfers Out	(117,907)	13,874	131,781
Fund Equity at Beginning of Year	87,917	87,917	0
Fund Equity at End of Year	(\$29,990)	\$101,791	\$131,781

Belmont County, Ohio
Schedule of Revenues, Expenses and Changes
In Fund Equity - Budget (Non-GAAP Basis) and Actual
Sanitary Sewer District 3B Fund
For the Year Ended December 31, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<i>Revenues:</i>			
Charges for Services	\$15,000	\$21,225	\$6,225
Other Non-Operating Revenue	<u>0</u>	<u>84</u>	<u>84</u>
Total Revenues	<u>15,000</u>	<u>21,309</u>	<u>6,309</u>
<i>Expenses:</i>			
Personal Services	6,961	4,449	2,512
Contractual Services	16,227	14,069	2,158
Materials and Supplies	675	300	375
Other Non-Operating Expenses	445	104	341
Other Operating Expenses	995	273	722
Debt Service:			
Principal Retirement	8,806	8,806	0
Interest and Fiscal Charges	<u>2,244</u>	<u>2,244</u>	<u>0</u>
Total Expenses	<u>36,353</u>	<u>30,245</u>	<u>6,108</u>
Excess of Revenues Under Expenses	(21,353)	(8,936)	12,417
Operating Transfers In	<u>9,928</u>	<u>9,928</u>	<u>0</u>
Excess of Revenues and Operating Transfers In Over (Under) Expenses	(11,425)	992	12,417
Fund Equity at Beginning of Year	<u>11,425</u>	<u>11,425</u>	<u>0</u>
Fund Equity at End of Year	<u><u>\$0</u></u>	<u><u>\$12,417</u></u>	<u><u>\$12,417</u></u>

Belmont County, Ohio
Schedule of Revenues, Expenses and Changes
In Fund Equity - Budget (Non-GAAP Basis) and Actual
Water Works 3 Fund
For the Year Ended December 31, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<i>Revenues:</i>			
Charges for Services	\$1,419,910	\$2,739,658	\$1,319,748
Tap-In Fees	80,090	134,247	54,157
Interest Income	26,127	34,999	8,872
Other Operating Revenue	0	370,000	370,000
Other Non-Operating Revenue	0	6,597	6,597
Proceeds of Notes	1,195,000	2,195,000	1,000,000
Total Revenues	2,721,127	5,480,501	2,759,374
<i>Expenses:</i>			
Personal Services	783,724	711,852	71,872
Contractual Services	870,358	520,572	349,786
Materials and Supplies	371,419	233,503	137,916
Other Non-Operating Expenses	32,671	5,848	26,823
Other Operating Expenses	151,690	33,485	118,205
Capital Outlay	2,439,571	2,334,592	104,979
Debt Service:			
Principal Retirement	1,332,357	1,332,357	0
Interest and Fiscal Charges	91,429	91,418	11
Total Expenses	6,073,219	5,263,627	809,592
Excess of Revenues Over (Under) Expenses	(3,352,092)	216,874	3,568,966
Operating Transfers Out	(611,821)	(496,350)	115,471
Excess of Revenues Under Expenses and Operating Transfers Out	(3,963,913)	(279,476)	3,684,437
Fund Equity at Beginning of Year	3,854,225	3,854,225	0
Prior Year Encumbrances Appropriated	131,223	131,223	0
Fund Equity at End of Year	\$21,535	\$3,705,972	\$3,684,437

Belmont County, Ohio
 Schedule of Revenues, Expenses and Changes
 In Fund Equity - Budget (Non-GAAP Basis) and Actual
 Sanitary Sewer District 3C Fund
 For the Year Ended December 31, 2002

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<i><u>Revenues:</u></i>			
Charges for Services	\$0	\$8,080	\$8,080
<i><u>Expenses:</u></i>			
Total Expenses	<u>0</u>	<u>0</u>	<u>0</u>
Excess of Revenues Under Expenses	0	8,080	8,080
Operating Transfers Out	<u>(315)</u>	<u>0</u>	<u>315</u>
Excess of Revenues Over (Under) Expenses and Operating Transfers Out	(315)	8,080	8,395
Fund Equity at Beginning of Year	<u>315</u>	<u>315</u>	<u>0</u>
Fund Equity at End of Year	<u><u>\$0</u></u>	<u><u>\$8,395</u></u>	<u><u>\$8,395</u></u>

Belmont County, Ohio
Schedule of Revenues, Expenses and Changes
In Fund Equity - Budget (Non-GAAP Basis) and Actual
Park Health Center Fund
For the Year Ended December 31, 2002

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<i><u>Revenues:</u></i>			
Charges for Services	\$4,409,042	\$4,560,170	\$151,128
Other Non-Operating Revenue	21,787	22,500	713
Other Operating Revenue	<u>0</u>	<u>0</u>	<u>0</u>
Total Revenues	<u>4,430,829</u>	<u>4,582,670</u>	<u>151,841</u>
<i><u>Expenses:</u></i>			
Personal Services	2,687,440	2,666,682	20,758
Contractual Services	723,064	642,152	80,912
Materials and Supplies	600,008	514,527	85,481
Other	679,828	671,182	8,646
Capital Outlay	<u>34,992</u>	<u>34,992</u>	<u>0</u>
Total Expenses	<u>4,725,332</u>	<u>4,529,535</u>	<u>195,797</u>
Excess of Revenues Over (Under) Expenses	(294,503)	53,135	347,638
Fund Equity at Beginning of Year	<u>294,503</u>	<u>294,503</u>	<u>0</u>
Fund Equity at End of Year	<u><u>\$0</u></u>	<u><u>\$347,638</u></u>	<u><u>\$347,638</u></u>

EXPENDABLE TRUST FUND

County Home Special Fund - To account for revenues received from donations and an estate. The interest is used for recreational items at the County Home.

The County has one expendable trust fund, and the level of budgetary control is the same as that presented in the general purpose financial statements.

AGENCY FUNDS

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

Belmont-Harrison Juvenile District Fund - To account for the funds of the Belmont-Harrison Juvenile District for which Belmont County is the fiscal agent.

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

Cigarette Tax Enforcement Fund - To account for a portion of cigarette license fees to be remitted to the State Treasurer.

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

Taxes Agency Fund - To account for fine monies, collections from general property taxes, personal property taxes, advance payments of real estate taxes, cigarette license fees, manufactured home taxes, estate taxes, homestead and rollback which is distributed to the County subdivisions and various County funds.

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

Libraries Local Government Support Fund - To account for a portion of State income taxes which are returned to the County for use by district libraries and park districts. These monies are apportioned on a monthly basis.

Law Library Fund - To account for fine money that is distributed to the law library.

Soil Conservation Special Fund - To account for the funds and subfunds of the Soil and Water Conservation District for which the County Auditor is fiscal agent.

Payroll Fund - To account for payroll, payroll taxes and other related payroll deductions accumulated for payment to other governmental units and private organizations.

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

Sheriff Agency Fund: - To account for various monies received by the Sheriff's department for inmates, persons under house arrest, and monies that belong to prisoners that are distributed to prisoners upon release and for the use of equipment.

County Home Residents Fund - To account for money held by the County Home for residents.

ADAMH Services Board Fund - To account for the funds of the Belmont-Harrison-Monroe Alcohol Drug Addiction and Mental Health Board for which Belmont County is the fiscal agent.

County Court Agency Fund - To account for clerk of courts fees, probate, juvenile, eastern division, western division, and northern division court related receipts.

(Continued)

AGENCY FUNDS

(Continued)

Oakview Juvenile Rehabilitation Fund - To account for State funding for the operation of a regional juvenile rehabilitation facility for the use of member counties. The facility houses and treats adjudicated non-violent felony offenders. Belmont County serves as the fiscal agent.

Local Emergency Planning Fund - To account for State and Federal grants, and donations for the purpose of developing, preparing, reviewing, exercising or revising chemical emergency response and preparedness plans.

Ohio Elections Commission Fund - To account for additional filing fees charged by the Board of Elections to be sent to the Ohio Election Commission monthly.

Family and Children First Fund - To account for State grant revenues and expenditures of the Belmont County Family and Children First Council. The Department of Human Services serves as administrative agent and the County Auditor serves as the fiscal agent.

Belmont County, Ohio
Combining Balance Sheet
All Trust and Agency Funds
December 31, 2002

	Expendable Trust	All Agency Funds	Totals
	County Home Special		
<u>Assets:</u>			
Cash and Cash Equivalents	\$3,359	\$7,748,758	\$7,752,117
Cash and Cash Equivalents in Segregated Accounts	0	595,800	595,800
Investments in Segregated Accounts	20,576	0	20,576
Receivables:			
Taxes	0	52,305,672	52,305,672
Accounts	0	1,133,618	1,133,618
Special Assessments	0	442,158	442,158
Due from Other Funds	0	32,998	32,998
Due from Agency Funds:			
Accounts	0	19,060	19,060
Due from Other Governments	0	5,301,088	5,301,088
Total Assets	\$23,935	\$67,579,152	\$67,603,087
<u>Liabilities:</u>			
Due to Other Funds	\$0	\$11,563,413	\$11,563,413
Due to Other Governments	0	46,923,560	46,923,560
Undistributed Monies	0	8,344,987	8,344,987
Deposits Held and Due to Others	0	747,192	747,192
Total Liabilities	0	67,579,152	67,579,152
<u>Fund Equity:</u>			
Unreserved:			
Undesignated	23,935	0	23,935
Total Fund Equity	23,935	0	23,935
Total Liabilities and Fund Equity	\$23,935	\$67,579,152	\$67,603,087

Belmont County, Ohio
Combining Statement of Changes in Assets and Liabilities
All Agency Funds
For the Year Ended December 31, 2002

	Balance 1/1/02	Additions	Reductions	Balance 12/31/02
<i>Health:</i>				
<i>Assets:</i>				
Cash and Cash Equivalents	\$326,919	\$1,022,147	\$931,558	\$417,508
Total Assets	\$326,919	\$1,022,147	\$931,558	\$417,508
<i>Liabilities:</i>				
Undistributed Monies	\$326,919	\$1,022,147	\$931,558	\$417,508
Total Liabilities	\$326,919	\$1,022,147	\$931,558	\$417,508
<i>Belmont-Harrison Juvenile District:</i>				
<i>Assets:</i>				
Cash and Cash Equivalents	\$111,702	\$1,325,151	\$1,361,593	\$75,260
Receivables: Due From Other Funds	0	32,998	0	32,998
Total Assets	\$111,702	\$1,358,149	\$1,361,593	\$108,258
<i>Liabilities:</i>				
Undistributed Monies	\$111,702	\$1,358,149	\$1,361,593	\$108,258
Total Liabilities	\$111,702	\$1,358,149	\$1,361,593	\$108,258
<i>Undivided Bankruptcy Claims:</i>				
<i>Assets:</i>				
Cash and Cash Equivalents	\$673	\$0	\$0	\$673
Total Assets	\$673	\$0	\$0	\$673
<i>Liabilities:</i>				
Undistributed Monies	\$673	\$0	\$0	\$673
Total Liabilities	\$673	\$0	\$0	\$673

(Continued)

Belmont County, Ohio
Combining Statement of Changes in Assets and Liabilities
All Agency Funds
For the Year Ended December 31, 2002
(Continued)

	Balance 1/1/02	Additions	Reductions	Balance 12/31/02
<i>Cigarette</i>				
<i>Tax Enforcement:</i>				
<u>Assets:</u>				
Cash and				
Cash Equivalents	\$0	\$1,420	\$1,420	\$0
Total Assets	<u>\$0</u>	<u>\$1,420</u>	<u>\$1,420</u>	<u>\$0</u>
<u>Liabilities:</u>				
Due to Other				
Governments	\$0	\$1,420	\$1,420	\$0
Total Liabilities	<u>\$0</u>	<u>\$1,420</u>	<u>\$1,420</u>	<u>\$0</u>
<i>Subdivision and</i>				
<i>Utility Agency:</i>				
<u>Assets:</u>				
Cash and				
Cash Equivalents	\$59,780	\$30,087,397	\$30,094,637	\$52,540
Due from Other				
Governments	384,244	382,678	384,244	382,678
Due from Agency Funds:				
Accounts	3	5	3	5
Total Assets	<u>\$444,027</u>	<u>\$30,470,080</u>	<u>\$30,478,884</u>	<u>\$435,223</u>
<u>Liabilities:</u>				
Due to Other				
Governments	\$384,247	\$382,683	\$384,247	\$382,683
Undistributed Monies	59,780	30,087,397	30,094,637	52,540
Total Liabilities	<u>\$444,027</u>	<u>\$30,470,080</u>	<u>\$30,478,884</u>	<u>\$435,223</u>
<i>Taxes Agency Fund</i>				
<u>Assets:</u>				
Cash and				
Cash Equivalents	\$2,097,985	\$41,012,841	\$39,818,653	\$3,292,173
Receivables:				
Taxes	50,893,428	52,305,672	50,893,428	52,305,672
Special Assessments	432,569	442,158	432,569	442,158
Due From Other Governments	937,319	940,361	937,319	940,361
Total Assets	<u>\$54,361,301</u>	<u>\$94,701,032</u>	<u>\$92,081,969</u>	<u>\$56,980,364</u>
<u>Liabilities:</u>				
Due to Other Funds	\$10,720,349	\$11,110,288	\$10,720,349	11,110,288
Due to Other				
Governments	41,542,967	42,577,903	41,542,967	42,577,903
Undistributed Monies	2,097,985	41,012,841	39,818,653	3,292,173
Total Liabilities	<u>\$54,361,301</u>	<u>\$94,701,032</u>	<u>\$92,081,969</u>	<u>\$56,980,364</u>

(Continued)

Belmont County, Ohio
Combining Statement of Changes in Assets and Liabilities
All Agency Funds
For the Year Ended December 31, 2002
(Continued)

	Balance 1/1/02	Additions	Reductions	Balance 12/31/02
<i>Undivided State Monies Fund</i>				
<u>Assets:</u>				
Cash and				
Cash Equivalents	\$290,896	\$6,140,854	\$6,178,229	\$253,521
Due from Other				
Governments	382,303	2,327,442	382,303	2,327,442
Total Assets	\$673,199	\$8,468,296	\$6,560,532	\$2,580,963
 <u>Liabilities:</u>				
Due to Other Funds	\$0	\$309,275	\$0	\$309,275
Due to Other				
Governments	382,303	2,018,167	382,303	2,018,167
Undistributed Monies	290,896	6,140,854	6,178,229	253,521
Total Liabilities	\$673,199	\$8,468,296	\$6,560,532	\$2,580,963
 <i>Libraries Local</i>				
<i>Government Support:</i>				
<u>Assets:</u>				
Cash and				
Cash Equivalents	\$0	\$2,701,187	\$2,701,187	\$0
Due from				
Other Governments	1,624,838	1,650,607	1,624,838	1,650,607
Total Assets	\$1,624,838	\$4,351,794	\$4,326,025	\$1,650,607
 <u>Liabilities:</u>				
Due to Other				
Governments	\$1,624,838	\$4,351,794	\$4,326,025	\$1,650,607
Total Liabilities	\$1,624,838	\$4,351,794	\$4,326,025	\$1,650,607
 <i>Law Library:</i>				
<u>Assets:</u>				
Cash and				
Cash Equivalents	\$0	\$214,266	\$214,266	\$0
Due from Agency Funds:				
Accounts	20,740	12,569	20,740	12,569
Total Assets	\$20,740	\$226,835	\$235,006	\$12,569
 <u>Liabilities:</u>				
Undistributed Monies	\$20,740	\$226,835	\$235,006	\$12,569
Total Liabilities	\$20,740	\$226,835	\$235,006	\$12,569

(Continued)

Belmont County, Ohio
Combining Statement of Changes in Assets and Liabilities
All Agency Funds
For the Year Ended December 31, 2002
(Continued)

	Balance 1/1/02	Additions	Reductions	Balance 12/31/02
<i>Soil Conservation</i>				
<i>Special:</i>				
<u>Assets:</u>				
Cash and				
Cash Equivalents	\$53,329	\$180,312	\$192,326	\$41,315
Total Assets	<u>\$53,329</u>	<u>\$180,312</u>	<u>\$192,326</u>	<u>\$41,315</u>
<u>Liabilities:</u>				
Undistributed Monies	\$53,329	\$180,312	\$192,326	\$41,315
Total Liabilities	<u>\$53,329</u>	<u>\$180,312</u>	<u>\$192,326</u>	<u>\$41,315</u>
<i>Payroll:</i>				
<u>Assets:</u>				
Cash and				
Cash Equivalents	\$635,789	\$37,694,154	\$37,914,198	\$415,745
Total Assets	<u>\$635,789</u>	<u>\$37,694,154</u>	<u>\$37,914,198</u>	<u>\$415,745</u>
<u>Liabilities:</u>				
Due to Others	\$635,789	\$37,694,154	\$37,914,198	\$415,745
Total Liabilities	<u>\$635,789</u>	<u>\$37,694,154</u>	<u>\$37,914,198</u>	<u>\$415,745</u>
<i>Alimony and</i>				
<i>Child Support:</i>				
<u>Assets:</u>				
Cash and				
Cash Equivalents in				
Segregated Accounts	\$5,362	\$72,441	\$77,178	\$625
Total Assets	<u>\$5,362</u>	<u>\$72,441</u>	<u>\$77,178</u>	<u>\$625</u>
<u>Liabilities:</u>				
Due to Others	\$5,362	\$72,441	\$77,178	\$625
Total Liabilities	<u>\$5,362</u>	<u>\$72,441</u>	<u>\$77,178</u>	<u>\$625</u>

(Continued)

Belmont County, Ohio
Combining Statement of Changes in Assets and Liabilities
All Agency Funds
For the Year Ended December 31, 2002
(Continued)

	Balance 1/1/02	Additions	Reductions	Balance 12/31/02
<i>Sheriff Agency:</i>				
<u>Assets:</u>				
Cash and				
Cash Equivalents in				
Segregated Accounts	\$18,376	\$303,723	\$300,428	\$21,671
Due from Agency Funds:				
Accounts	5,076	6,486	5,076	6,486
Total Assets	<u>\$23,452</u>	<u>\$310,209</u>	<u>\$305,504</u>	<u>\$28,157</u>
<u>Liabilities:</u>				
Undistributed Monies	\$23,452	\$310,209	\$305,504	\$28,157
Total Liabilities	<u>\$23,452</u>	<u>\$310,209</u>	<u>\$305,504</u>	<u>\$28,157</u>
<i>County Home Residents:</i>				
<u>Assets:</u>				
Cash and				
Cash Equivalents in				
Segregated Accounts	\$11,584	\$250,342	\$251,131	\$10,795
Total Assets	<u>\$11,584</u>	<u>\$250,342</u>	<u>\$251,131</u>	<u>\$10,795</u>
<u>Liabilities:</u>				
Due to Others	\$11,584	\$250,342	\$251,131	\$10,795
Total Liabilities	<u>\$11,584</u>	<u>\$250,342</u>	<u>\$251,131</u>	<u>\$10,795</u>
<i>ADAMH Services Board:</i>				
<u>Assets:</u>				
Cash and				
Cash Equivalents	\$2,515,565	\$7,965,746	\$7,374,222	\$3,107,089
Total Assets	<u>\$2,515,565</u>	<u>\$7,965,746</u>	<u>\$7,374,222</u>	<u>\$3,107,089</u>
<u>Liabilities:</u>				
Undistributed Monies	\$2,515,565	\$7,965,746	\$7,374,222	\$3,107,089
Total Liabilities	<u>\$2,515,565</u>	<u>\$7,965,746</u>	<u>\$7,374,222</u>	<u>\$3,107,089</u>

(Continued)

Belmont County, Ohio
Combining Statement of Changes in Assets and Liabilities
All Agency Funds
For the Year Ended December 31, 2002
(Continued)

	Balance 1/1/02	Additions	Reductions	Balance 12/31/02
<i>County Court Agency:</i>				
<u>Assets:</u>				
Cash and				
Cash Equivalents in				
Segregated Accounts	\$4,592,637	\$14,912,837	\$18,942,765	\$562,709
Receivables:				
Accounts	2,418,122	1,133,618	2,418,122	1,133,618
Total Assets	<u>\$7,010,759</u>	<u>\$16,046,455</u>	<u>\$21,360,887</u>	<u>\$1,696,327</u>

<u>Liabilities:</u>				
Due to Other Funds	\$125,775	\$143,850	\$125,775	\$143,850
Due to Other				
Governments	1,147,593	294,200	1,147,593	294,200
Undistributed Monies	1,369,767	20,370,945	20,802,462	938,250
Due to Others	4,367,624	320,027	4,367,624	320,027
Total Liabilities	<u>\$7,010,759</u>	<u>\$21,129,022</u>	<u>\$26,443,454</u>	<u>\$1,696,327</u>

*Oakview Juvenile
Rehabilitation:*

<u>Assets:</u>				
Cash and				
Cash Equivalents	\$139,738	\$674,156	\$730,828	\$83,066
Total Assets	<u>\$139,738</u>	<u>\$674,156</u>	<u>\$730,828</u>	<u>\$83,066</u>

<u>Liabilities:</u>				
Undistributed Monies	\$139,738	\$674,156	\$730,828	\$83,066
Total Liabilities	<u>\$139,738</u>	<u>\$674,156</u>	<u>\$730,828</u>	<u>\$83,066</u>

(Continued)

Belmont County, Ohio
Combining Statement of Changes in Assets and Liabilities
All Agency Funds
For the Year Ended December 31, 2002
(Continued)

	Balance 1/1/02	Additions	Reductions	Balance 12/31/02
<i>Local</i>				
<i>Emergency Planning:</i>				
<u>Assets:</u>				
Cash and Cash Equivalents	\$10,992	\$17,251	\$18,375	\$9,868
Total Assets	<u>\$10,992</u>	<u>\$17,251</u>	<u>\$18,375</u>	<u>\$9,868</u>
<u>Liabilities:</u>				
Undistributed Monies	\$10,992	\$17,251	\$18,375	\$9,868
Total Liabilities	<u>\$10,992</u>	<u>\$17,251</u>	<u>\$18,375</u>	<u>\$9,868</u>
<i>Ohio Elections</i>				
<i>Commission:</i>				
<u>Assets:</u>				
Cash and Cash Equivalents	\$0	\$460	\$460	\$0
Total Assets	<u>\$0</u>	<u>\$460</u>	<u>\$460</u>	<u>\$0</u>
<u>Liabilities:</u>				
Undistributed Monies	\$0	\$460	\$460	\$0
Total Liabilities	<u>\$0</u>	<u>\$460</u>	<u>\$460</u>	<u>\$0</u>
<i>Family and</i>				
<i>Children First:</i>				
<u>Assets:</u>				
Cash and Cash Equivalents	\$0	\$180,069	\$180,069	\$0
Total Assets	<u>\$0</u>	<u>\$180,069</u>	<u>\$180,069</u>	<u>\$0</u>
<u>Liabilities:</u>				
Undistributed Monies	\$0	\$180,069	\$180,069	\$0
Total Liabilities	<u>\$0</u>	<u>\$180,069</u>	<u>\$180,069</u>	<u>\$0</u>

(Continued)

Belmont County, Ohio
Combining Statement of Changes in Assets and Liabilities
All Agency Funds
For the Year Ended December 31, 2002
(Continued)

	Balance 1/1/02	Additions	Reductions	Balance 12/31/02
<i>Total - All Agency Funds:</i>				
<u>Assets:</u>				
Cash and Cash Equivalents	\$6,243,368	\$129,217,411	\$127,712,021	\$7,748,758
Cash and Cash Equivalents in Segregated Accounts	4,627,959	15,539,343	19,571,502	595,800
Receivables:				
Taxes	50,893,428	52,305,672	50,893,428	52,305,672
Accounts	2,418,122	1,133,618	2,418,122	1,133,618
Special Assessments	432,569	442,158	432,569	442,158
Due from Other Funds	0	32,998	0	32,998
Due from Agency Funds:				
Accounts	25,819	19,060	25,819	19,060
Due from Other Governments	3,328,704	5,301,088	3,328,704	5,301,088
Total Assets	\$67,969,969	\$203,991,348	\$204,382,165	\$67,579,152
<u>Liabilities:</u>				
Due to Other Funds	\$10,846,124	\$11,563,413	\$10,846,124	\$11,563,413
Due to Other Governments	45,081,948	49,626,167	47,784,555	46,923,560
Undistributed Monies	7,021,538	109,547,371	108,223,922	8,344,987
Due to Others	5,020,359	38,336,964	42,610,131	747,192
Total Liabilities	\$67,969,969	\$209,073,915	\$209,464,732	\$67,579,152

GENERAL FIXED ASSETS ACCOUNT GROUP

The general fixed assets account group is used to account for all land, buildings, improvements other than buildings, furniture, fixtures, machinery and equipment, vehicles, and construction in progress not used by the proprietary funds.

Belmont County, Ohio
Schedule of General Fixed Assets by Function
December 31, 2002

	Total	Land	Buildings	Improvements Other Than Buildings	Furniture Fixtures Machinery and Equipment	Vehicles	Construction in Progress
General Government: Legislative and Executive	\$9,131,191	\$717,094	\$5,022,219	\$189,895	\$614,127	\$343,974	\$2,243,882
Judicial	\$566,388	0	0	46,467	382,560	137,361	0
Public Safety	\$18,058,941	0	10,206,307	30,392	7,195,300	626,942	0
Public Works	\$4,909,302	45,580	1,636,432	269,123	1,242,528	1,715,639	0
Health	\$8,994,646	0	6,816,686	382,588	228,881	1,566,491	0
Human Services	\$3,690,783	0	2,814,086	34,266	467,899	374,532	0
Total General Fixed Assets	\$45,351,251	\$762,674	\$26,495,730	\$952,731	\$10,131,295	\$4,764,939	\$2,243,882

Belmont County, Ohio
 Schedule of Changes in General Fixed Assets
 by Function
 For the Year Ended December 31, 2002

	General Fixed Assets 1/1/2002	Additions	Reductions	General Fixed Assets 12/31/2002
General Government: Legislative and Executive	\$9,380,675	\$162,133	\$411,617	\$9,131,191
Judicial	522,190	82,830	38,632	566,388
Public Safety	17,839,046	245,474	25,579	18,058,941
Public Works	4,683,425	1,652,337	1,426,460	4,909,302
Health	8,667,856	565,385	238,595	8,994,646
Human Services	3,720,455	108,106	137,778	3,690,783
Total General Fixed Assets	\$44,813,647	\$2,816,265	\$2,278,661	\$45,351,251

Belmont County, Ohio
 Schedule of General Fixed Assets by Source
 December 31, 2002

General Fixed Assets:

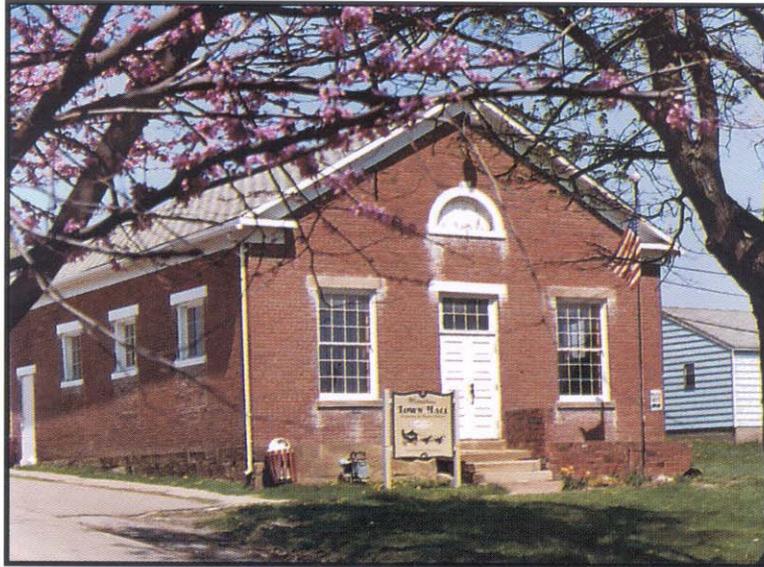
Land	\$762,674
Buildings	26,495,730
Improvements Other than Buildings	952,731
Furniture, Fixture, Machinery and Equipment	10,131,295
Vehicles	4,764,939
Construction in Progress	<u>2,243,882</u>
Total	<u><u>\$45,351,251</u></u>

Investments in General Fixed Assets from:

Donations	\$461,009
State Grants	2,368,352
Federal Grants	1,629,467
General Fund Revenues	3,236,090
Note or Bonded Debt	10,767,447
Special Revenue Fund Revenues	14,231,383
Enterprise Fund Revenues	187,463
Acquisitions Prior to December 31, 1990	<u>12,470,040</u>
Total	<u><u>\$45,351,251</u></u>

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Statistical Section



Town Hall

Erected in 1837 as a Baptist Church, the building currently serves as the Town Hall and as a center for community activities.



Morristown Methodist Church

The church was built of brick in 1862. Beautiful in its simplicity, large windows and a brick balcony overlook the sanctuary. Today the church continues to serve Methodist congregations.

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

	<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>
General Government:				
Legislative and Executive	\$6,169,257	\$6,176,145	\$5,983,187	\$5,670,302
Judicial	3,087,798	3,175,540	2,428,572	2,505,053
Public Safety	6,990,082	6,155,662	6,535,237	8,063,661
Public Works	5,259,793	5,347,480	5,154,302	5,306,216
Health	9,350,695	8,993,243	8,622,523	6,895,673
Human Services	16,025,186	17,411,734	16,930,171	14,649,887
Economic Development and Assistance	214,004	185,988	236,848	250,420
Other	70,599	154,725	12,877	10,005
Capital Outlay	2,594,580	3,360,123	1,388,064	3,159,859
Intergovernmental	1,299,529	1,598,577	1,502,824	1,445,760
Debt Service	<u>821,229</u>	<u>953,177</u>	<u>871,509</u>	<u>842,626</u>
Total Expenditures	<u><u>\$51,882,752</u></u>	<u><u>\$53,512,394</u></u>	<u><u>\$49,666,114</u></u>	<u><u>\$48,799,462</u></u>

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

Source: Belmont County Auditor's Office

<u>1998</u>	<u>1997</u>	<u>1996</u>	<u>1995</u>	<u>1994</u>	<u>1993</u>
\$5,331,289	\$5,318,874	\$4,233,017	\$3,921,441	\$3,971,919	\$3,043,273
2,111,035	1,805,575	1,775,612	1,815,486	1,654,904	1,461,362
7,652,682	4,394,773	3,040,812	2,398,103	2,112,562	1,948,148
4,707,255	3,986,521	5,591,739	4,167,109	4,696,274	4,613,544
6,277,363	6,172,397	5,957,070	6,242,388	6,169,986	5,844,161
13,303,681	11,453,123	10,744,011	9,652,707	8,895,322	8,633,297
135,190	133,314	164,728	133,645	108,451	125,337
8,887	3,577	20	9,618	0	1,293
2,317,852	1,505,552	4,061,488	4,927,466	1,254,128	1,355,106
1,355,458	1,675,489	1,621,641	1,397,634	1,184,052	1,173,874
<u>799,499</u>	<u>663,858</u>	<u>596,900</u>	<u>551,244</u>	<u>481,256</u>	<u>455,637</u>
<u><u>\$44,000,191</u></u>	<u><u>\$37,113,053</u></u>	<u><u>\$37,787,038</u></u>	<u><u>\$35,216,841</u></u>	<u><u>\$30,528,854</u></u>	<u><u>\$28,655,032</u></u>

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

	<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>
Taxes	\$8,452,976	\$9,176,273	\$8,679,961	\$6,995,841
Permissive Sales Tax	12,164,190	11,073,479	10,439,029	10,292,926
Charges for Services	3,753,785	3,648,773	3,586,695	3,663,224
Licenses and Permits	166,680	173,455	136,912	142,019
Fines and Forfeitures	1,524,680	1,422,726	1,275,964	1,224,914
Intergovernmental	26,462,580	23,882,811	24,059,626	21,881,140
Interest	1,076,950	1,886,106	2,020,048	1,561,873
Rent	259,601	289,567	252,975	257,121
Other	<u>2,008,539</u>	<u>1,515,250</u>	<u>1,522,666</u>	<u>990,546</u>
Total Revenues	<u><u>\$55,869,981</u></u>	<u><u>\$53,068,440</u></u>	<u><u>\$51,973,876</u></u>	<u><u>\$47,009,604</u></u>

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

Source: Belmont County Auditor's Office

<u>1998</u>	<u>1997</u>	<u>1996</u>	<u>1995</u>	<u>1994</u>	<u>1993</u>
\$6,689,018	\$5,692,443	\$5,766,745	\$5,401,744	\$5,199,041	\$5,216,191
9,766,722	9,204,245	8,302,678	7,395,112	4,900,376	4,618,781
3,078,449	2,840,054	2,152,391	2,147,543	2,027,993	2,003,684
152,337	145,325	139,813	127,137	119,770	127,577
1,154,692	976,711	911,911	888,204	876,202	623,353
20,386,557	18,691,589	20,264,428	16,450,977	14,897,482	14,699,105
1,751,121	1,286,800	1,188,495	1,145,396	782,411	493,880
245,020	247,046	263,838	262,990	271,400	261,645
<u>1,970,078</u>	<u>911,018</u>	<u>362,601</u>	<u>383,968</u>	<u>498,563</u>	<u>535,420</u>
<u><u>\$45,193,994</u></u>	<u><u>\$39,995,231</u></u>	<u><u>\$39,352,900</u></u>	<u><u>\$34,203,071</u></u>	<u><u>\$29,573,238</u></u>	<u><u>\$28,579,636</u></u>

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

Year	Total Tax Levy (1)	Current Collections (1)	Percent of Levy Collected	Delinquent Collections (2)	Total Collections
1993	\$29,422,943	\$28,487,518	96.82%	\$1,122,378	\$29,609,896
1994	30,222,255	29,288,216	96.91%	824,654	30,112,870
1995	33,874,709	32,813,519	96.87%	1,046,106	33,859,625
1996	34,041,204	33,087,175	97.20%	1,060,402	34,147,577
1997	34,068,776	33,078,044	97.09%	1,070,874	34,148,918
1998	38,448,779	37,330,400	97.09%	1,190,046	38,520,446
1999	39,384,547	38,294,932	97.23%	1,051,179	39,346,111
2000	42,286,772	40,587,605	95.98%	1,158,495	41,746,100
2001	9,721,745	9,186,513	94.49%	332,100	9,518,613
2002	9,794,443	9,434,055	96.32%	352,302	9,786,357

(1) Includes rollback and homestead

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

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

(4) 1992-2000 include all levies and collections for the subdivisions and the County.
2001 and 2002 include levies and collections for the County's share only.

Source: Belmont County Auditor's Office

<u>Percent of Total Collections to Tax Levy</u>	<u>Outstanding Delinquent Taxes (3)</u>	<u>Percent of Delinquent Taxes to Tax Levy</u>
100.64%	\$1,113,453	3.78%
99.64%	1,252,575	4.14%
99.96%	2,498,536	7.38%
100.31%	1,505,402	4.42%
100.24%	1,487,328	4.37%
100.19%	1,546,811	4.02%
99.90%	1,697,148	4.31%
98.72%	1,940,512	4.59%
97.91%	2,057,646	21.17%
99.92%	4,219,942	43.09%

Table 4

S-8

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

Year	Total Tax Levy	Current Collections	Percent of Levy Collected	Delinquent Collections (1)	Total Collections
1993	\$3,083,887	\$2,996,329	97.16%	\$357,536	\$3,353,865
1994	3,106,920	3,080,015	99.13%	180,361	3,260,376
1995	3,199,171	3,172,309	99.16%	89,983	3,262,292
1996	3,487,688	3,252,554	93.26%	606,567	3,859,121
1997	3,566,358	3,510,297	98.43%	110,708	3,621,005
1998	4,096,218	4,329,467	105.69%	169,885	4,499,352
1999	4,719,682	4,656,202	98.65%	250,429	4,906,631
2000	5,229,654	5,034,395	96.27%	143,993	5,178,388
2001	1,557,250	1,385,211	88.95%	152,386	1,537,597
2002	1,575,455	1,178,661	74.81%	138,622	1,317,283

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

(2) 1992-2000 include all levies and collections for the subdivisions and the County.

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

Source: Belmont County Auditor's Office

<u>Percent of Total Collections to Tax Levy (1)</u>	<u>Outstanding Delinquent Taxes (1)</u>	<u>Percent of Delinquent Taxes to Tax Levy</u>
108.75%	\$309,521	10.04%
104.94%	442,219	14.23%
101.97%	755,309	23.61%
110.65%	743,562	21.32%
101.53%	677,161	18.99%
109.84%	301,018	7.35%
103.96%	383,744	8.13%
99.02%	457,116	8.74%
98.74%	349,590	22.45%
83.61%	1,506,017	95.59%

Table 5

S-10

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

Year	Real Property (1)		Tangible Personal Property	
	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value
1993	\$419,616,380	\$1,198,903,943	\$69,505,314	\$278,021,256
1994	426,193,880	1,217,696,800	63,951,654	255,806,616
1995	484,018,360	1,382,909,600	63,809,135	255,236,540
1996	486,543,620	1,390,124,629	65,564,600	262,258,400
1997	493,371,210	1,409,632,028	70,189,570	280,758,280
1998	555,310,820	1,586,602,343	71,480,220	285,920,880
1999	568,328,790	1,623,797,057	79,367,420	317,468,680
2000	583,110,030	1,666,028,658	90,798,660	363,194,640
2001	704,474,270	2,012,783,600	95,346,660	381,386,640
2002	709,742,280	2,027,835,086	105,868,250	423,473,000

(1) Real Property Values Include Public Utility Real Property

Source: Belmont County Auditor's Office

Public Utility Tangible Personal		Total		Assessed Value Ratio
Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	
\$128,178,190	\$128,178,190	\$617,299,884	\$1,605,103,389	38.46%
134,798,600	134,798,600	624,944,134	1,608,302,016	38.86%
139,686,840	139,686,840	687,514,335	1,777,832,980	38.67%
130,929,170	130,929,170	683,037,390	1,783,312,199	38.30%
121,078,420	137,589,113	684,639,200	1,827,979,421	37.45%
119,186,700	135,439,432	745,977,740	2,007,962,655	37.15%
120,635,400	137,085,682	768,331,610	2,078,351,419	36.97%
116,235,780	126,227,932	790,144,470	2,155,451,230	36.66%
118,483,570	134,640,400	918,304,500	2,528,810,640	36.31%
71,462,320	81,207,181	887,072,850	2,532,515,267	35.03%

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

County Units	1993	1994	1995	1996	1997
General Fund	\$2.30	\$2.30	\$2.30	\$2.30	\$2.30
Mental Health	1.50	1.50	1.50	1.50	1.50
Mental Retardation	4.50	4.50	4.50	4.50	4.50
Child Welfare	1.00	1.00	1.00	1.00	1.00
Senior Citizens Services	0.50	0.50	1.00	1.00	1.00
Total County Units	\$9.80	\$9.80	\$10.30	\$10.30	\$10.30
School Districts Wholly within County					
Barnesville	\$43.90	\$43.90	\$43.90	\$43.90	\$43.90
Bellaire	35.45	35.45	35.45	35.45	35.45
Bridgeport	35.60	35.60	35.60	41.35	41.35
Martins Ferry	39.85	39.85	39.60	39.70	39.45
Shadyside	34.40	34.40	34.40	34.40	34.40
St. Clairsville-Richland	34.20	34.20	34.20	34.20	34.20
Union Local	35.45	35.45	35.45	40.08	40.08
School Districts Partially within County					
Buckeye Local (1)	32.35	32.35	32.85	32.85	32.85
Harrison Hills	39.70	39.70	39.70	39.70	39.70
Switzerland of Ohio	35.10	35.20	35.00	35.40	37.90
Joint Vocational School Districts					
Belmont Career Center	1.95	1.95	1.95	1.95	1.95
Buckeye Local	1.00	1.00	1.00	1.00	1.00
Corporations					
Barnesville	4.00	4.00	4.00	4.00	4.00
Bellaire	5.10	5.60	5.60	5.60	5.60
Belmont	12.55	12.55	12.55	12.55	12.55
Bethesda	13.55	13.55	11.55	10.55	10.55
Bridgeport	13.25	13.75	14.25	15.75	15.75
Brookside	7.25	7.75	8.75	8.75	8.75
Fairview	7.70	7.70	7.70	7.70	7.70
Flushing	11.85	11.85	11.85	11.85	11.85
Holloway	15.25	15.25	15.25	15.25	15.25
Martins Ferry	7.10	7.60	7.60	7.60	7.60
Morristown	4.05	4.05	4.05	4.05	6.05
Powhatan	8.00	8.00	8.00	8.00	8.00
Shadyside	18.35	18.85	16.35	16.35	18.35
St. Clairsville	12.35	12.35	12.35	12.35	12.35
Wilson	6.10	6.10	6.10	6.40	6.40
Yorkville	11.20	11.70	11.70	11.70	11.70
Townships					
Colerain	2.70	2.70	2.70	2.70	2.70
Flushing	2.70	2.70	2.70	2.70	2.70
Goshen	5.30	5.30	5.30	5.30	5.30
Kirkwood	5.25	5.25	5.25	5.25	5.25
Mead	4.90	4.90	4.90	4.40	4.40
Pease	2.60	2.60	2.60	2.60	2.60
Pultney	7.55	7.55	7.55	7.55	7.55
Richland	6.65	6.65	6.65	6.65	6.65
Smith	6.05	6.05	6.05	6.05	6.05
Somerset	6.10	6.10	6.10	6.10	6.10
Union	5.20	5.20	5.20	5.20	7.20
Warren	4.80	4.80	4.80	4.80	4.80
Washington	4.40	4.40	4.40	4.40	4.40
Wayne	5.00	5.00	5.00	5.00	5.00
Wheeling	6.15	6.15	6.15	6.15	6.15
York	3.80	3.80	5.30	5.30	5.30
Special Districts					
Bellaire CSD FD #1	3.00	3.50	3.50	3.50	3.50
Bridgeport EVSD FD #1 (Colerain)	3.00	3.50	3.50	3.50	3.50
Bridgeport EVSD FD #1 (Pease)	3.00	3.50	3.50	3.50	3.50
Bridgeport EVSD FD #2	4.50	4.50	4.50	4.50	4.50
Bridgeport EVSD HV FD #3 (Colerain)	3.00	3.00	3.00	3.00	3.00
Bridgeport EVSD HV FD #3 (Pease)	3.00	3.00	3.00	3.00	3.00
Buckeye LSD FR #2	4.50	4.50	4.50	4.50	4.50
Buckeye LSD Hill Valley FD #3	3.00	3.00	3.00	3.00	3.00
Martins Ferry CSD FD #2	4.50	4.50	4.50	4.50	4.25
Martins Ferry CSD HV FD #3 (Colerain)	3.00	3.00	3.00	3.00	2.75
Martins Ferry CSD HV FD #2 (Pease)	3.00	3.00	3.00	3.00	2.75
Bridgeport EVSD Barton Crescent FD #5	4.00	4.00	4.00	4.00	4.00
Martins Ferry CSD Barton Crescent FD #5	4.00	4.00	4.00	4.00	3.75
St. Clairsville-Richland					
CSD Crescent FD #5	4.00	4.00	4.00	4.00	4.00
Bridgeport EVSD Brookside FD #6	N/A	4.00	4.00	4.00	4.00

(1) Includes Bond Rates

Source: Belmont County Auditor's Office

1998	1999	2000	2001	2002
\$2.30	\$2.30	\$2.30	\$2.30	\$2.30
1.50	1.50	1.50	1.50	1.50
4.50	7.00	7.00	7.00	7.00
1.00	1.00	1.00	1.00	1.00
2.00	2.00	2.00	2.00	2.00
<u>\$11.30</u>	<u>\$13.80</u>	<u>\$13.80</u>	<u>\$13.80</u>	<u>\$13.80</u>
\$43.90	\$42.80	\$46.60	\$46.10	\$46.10
35.45	36.78	36.78	36.28	36.28
41.35	41.35	41.35	40.85	40.85
39.45	39.45	39.45	38.95	38.95
34.40	34.40	38.90	38.40	38.40
34.20	34.20	34.20	33.70	36.64
40.05	40.05	35.05	33.95	33.95
32.85	32.85	32.85	32.00	32.00
39.70	39.70	39.70	39.20	39.20
37.90	37.90	37.90	37.90	37.90
1.95	1.95	1.45	1.45	1.45
1.00	1.00	1.50	1.50	1.50
4.00	4.00	4.00	4.00	4.00
5.60	5.60	5.60	5.60	5.60
12.55	12.55	12.55	12.55	12.55
14.05	14.05	14.05	13.55	13.55
15.75	15.75	14.25	14.25	14.25
8.75	8.75	11.75	11.75	11.75
7.70	7.70	7.70	7.70	7.70
11.85	11.85	11.85	16.85	16.85
15.25	15.25	20.75	20.75	20.75
7.60	7.60	8.60	8.60	8.60
6.05	6.05	6.05	6.05	6.05
8.00	8.00	8.00	8.00	8.00
18.35	18.35	20.85	20.85	20.85
12.35	12.35	12.35	12.35	12.35
6.40	6.40	6.40	6.40	6.40
11.70	11.70	11.70	11.20	11.20
2.70	2.70	2.70	2.70	2.70
2.70	2.70	4.70	4.70	4.70
5.30	5.30	5.30	5.30	5.30
5.25	5.25	5.25	5.25	5.25
4.40	4.40	4.40	4.40	4.40
2.60	2.60	2.60	2.60	2.60
7.55	7.55	7.55	7.55	7.55
8.65	8.65	7.20	7.20	7.20
6.05	6.05	7.60	7.60	7.60
6.10	6.10	6.10	6.10	6.10
7.20	7.20	7.20	7.20	7.20
4.80	4.80	4.80	4.80	4.80
4.40	4.40	4.40	4.40	4.40
5.00	5.00	5.00	5.00	5.00
6.15	6.15	6.15	6.15	6.15
5.30	5.30	5.30	5.30	5.30
3.50	3.50	3.00	3.00	3.00
3.50	3.50	3.00	3.00	3.00
3.50	3.50	3.00	3.00	3.00
4.50	4.50	4.50	4.50	4.50
3.00	3.00	3.00	3.00	3.00
3.00	3.00	3.00	3.00	3.00
4.50	4.50	4.50	4.50	4.50
3.00	3.00	3.00	3.00	3.00
3.00	3.00	3.00	3.00	3.00
4.00	4.00	4.00	4.00	4.00
4.00	4.00	4.00	4.00	4.00
4.00	4.00	4.00	4.00	4.00
4.00	4.00	4.00	4.00	4.00

Belmont County, Ohio
Special Assessments Billed and Collected (1)
Last Ten Years

Year	Billed	Amount Collected	Percent Collected
1993	\$263,770	\$88,580	33.58%
1994	219,673	69,237	31.52%
1995	223,239	75,658	33.89%
1996	233,417	70,081	30.02%
1997	246,551	60,526	24.55%
1998	268,575	57,315	21.34%
1999	292,930	77,197	26.35%
2000	26,980	9,208	34.13%
2001	29,677	6,007	20.24%
2002	24,481	3,847	15.71%

(1) 1993-1999 include all special assessments billed and collected for the subdivisions and the County. 2000-2002 include special assessments billed and collected for the County only. Collections for the County represent delinquent sewer and water charges which are recorded in the enterprise funds as charges for services.

Source: Belmont County Auditor's Office

Belmont County
Computation of Legal Debt Margin
December 31, 2002

	<u>Total Debt Limit (1)</u>	<u>Total Unvoted Limit (2)</u>
Total Assessed Property Value for 2001 Collections	<u>\$887,072,850</u>	<u>\$887,072,850</u>
Debt Limitation of Assessed Value	<u>20,676,821</u>	<u>8,870,729</u>
Outstanding Debt at December 31, 2001:		
General Obligation Bonds Payable	9,242,142	9,242,142
General Obligation Notes Payable	400,000	400,000
Mortgage Revenue Bonds Payable	7,491,000	7,491,000
OWDA Loans	40,140	40,140
Notes Payable	<u>11,860,000</u>	<u>11,860,000</u>
Total Outstanding Debt at December 31, 2001	<u>29,033,282</u>	<u>29,033,282</u>
Less:		
General Obligation Bonds for Jail Construction	3,545,000	3,545,000
General Obligation Bonds Payable from Rental Revenues	575,000	575,000
General Obligation Bonds Payable from Enterprise Revenues	5,105,000	5,105,000
General Obligation Bonds Payable from Court Fines and Fees	17,142	17,142
General Obligation Notes Payable from Sale of Land	400,000	400,000
Mortgage Revenue Bonds Payable from Enterprise Revenues	7,491,000	7,491,000
OWDA Loans Payable from Enterprise Fund Revenues	40,140	40,140
County Enginner Building Improvement Notes Payable	1,440,000	1,440,000
Satellite Building Improvement Notes Payable	1,500,000	1,500,000
Common Pleas Court Computer Notes Payable from Fines and Fees	125,000	125,000
Juvenile Detention Facility Notes Payable	500,000	500,000
Notes Payable from County Sales and Use Tax	3,695,000	3,695,000
Notes Payable from Enterprise Fund Revenues	<u>4,600,000</u>	<u>4,600,000</u>
Total Self-Supporting Debt	<u>29,033,282</u>	<u>29,033,282</u>
Net Debt Applicable to Debt Limitation	<u>0</u>	<u>0</u>
Total Legal Debt Margir	<u>\$20,676,821</u>	<u>\$8,870,729</u>

(1) Debt Limit is a total of a sum equal to three percent of the first \$100,000,000 of the assessed valuation plus one and one half percent of such valuation in excess of \$100,000,000 and not in excess of \$300,000,000, plus two and one half percent of such valuation in excess of \$300,000,000.

(2) Debt limit is one percent of total assessed valuation.

Source: Belmont County Auditor's Office

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

<u>Year</u>	<u>Population</u>	<u>Assessed Value of County</u>	<u>Gross General Obligation Bonded Debt (1)</u>	<u>Debt Service Fund</u>
1993	70,700	\$617,299,884	\$3,655,000	\$248,606
1994	70,570	624,944,134	3,505,000	256,030
1995	70,380	687,514,335	3,330,000	259,308
1996	70,022	683,037,390	5,880,000	256,516
1997	69,595	684,639,200	5,620,000	235,418
1998	69,175	745,977,740	5,504,940	229,788
1999	71,259	768,331,610	5,180,747	172,872
2000	70,226	790,144,470	4,845,054	125,698
2001	70,226	918,304,500	4,497,798	76,361
2002	70,226	887,072,500	4,137,142	26,882

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

Source: Belmont County Auditor's Office

<u>Net General Bonded Debt</u>	<u>Ratio of Net Bonded Debt to Assessed Value</u>	<u>Net Bonded Debt Per Capita</u>
\$3,406,394	0.55%	\$48.18
3,248,970	0.52%	46.04
3,070,692	0.45%	43.63
5,623,484	0.82%	80.32
5,384,582	0.79%	77.37
5,275,152	0.71%	76.26
5,007,875	0.65%	70.28
4,719,356	0.60%	67.20
4,421,437	0.48%	62.96
4,110,260	0.46%	58.53

Belmont County, Ohio
Computation of Direct and Overlapping Debt
December 31, 2002

<u>Jurisdiction</u>	<u>Debt Outstanding (1)</u>	<u>Percentage Applicable to Belmont County</u>	<u>Amount Applicable to Belmont County</u>
Belmont County	\$4,137,142	100%	\$4,137,142
School Districts wholly within the County	17,466,124	100%	<u>17,466,124</u>
Total			<u><u>\$21,603,266</u></u>

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

Source: Belmont County Auditor's Office

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

Year	Principal	Interest and Fiscal Charges	Total Interest and Principal (1)	Total General Governmental Expenditures (From Table 1)	Ratio of General Long-Term Debt Expenditures to Total General Governmental Expenditures
1993	\$60,000	\$104,837	\$164,837	\$28,655,032	0.58%
1994	150,000	178,990	328,990	30,528,854	1.08%
1995	175,000	154,585	329,585	35,216,841	0.94%
1996	175,000	149,335	324,335	37,787,038	0.86%
1997	260,000	143,472	403,472	37,113,053	1.09%
1998	280,558	283,891	564,449	44,000,191	1.28%
1999	324,193	277,101	601,294	48,799,462	1.23%
2000	335,693	264,206	599,899	49,666,114	1.21%
2001	347,256	250,819	598,075	53,512,394	1.12%
2002	359,884	236,206	596,090	51,882,752	1.15%

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

Source: Belmont County Auditor's Office

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

Year	Gross Revenue (1)	Operating Expenses (2)	Net Revenue Available for Debt Service
1993	\$303,129	\$269,936	\$33,193
1994	293,566	288,416	5,150
1995	289,595	260,840	28,755
1996	301,476	313,199	(11,723)
1997	328,940	271,953	56,987
1998	358,452	242,251	116,201
1999	344,552	239,665	104,887
2000	369,662	230,828	138,834
2001	287,410	259,931	27,479
2002	299,041	318,929	(19,888)

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

(2) Total operating expenses exclusive of depreciation.

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

Source: Belmont County Auditor's Office

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

Belmont County, Ohio
Revenue Bond Coverage - Water Works 1
Last Ten Years

Year	Gross Revenue (1)	Operating Expenses (2)	Net Revenue Available for Debt Service
1993	\$223,494	\$161,025	\$62,469
1994	220,562	173,939	46,623
1995	230,090	164,500	65,590
1996	216,229	162,998	53,231
1997	218,914	192,204	26,710
1998	190,001	336,420	(146,419)
1999	315,319	199,012	116,307
2000	197,317	183,430	13,887
2001	182,579	189,787	(7,208)
2002	182,798	226,085	(43,287)

- (1) Total revenues exclusive of tap fees.
(2) Total operating expenses exclusive of depreciation.
(3) Includes principal and interest of revenue bonds only.

Source: Belmont County Auditor's Office

Debt Service Requirements (3)			
Principal	Interest and Fiscal Charges	Total	Coverage
\$30,000	\$5,100	\$35,100	1.78
30,000	6,113	36,113	1.29
30,000	14,102	44,102	1.49
30,000	2,713	32,713	1.63
0	104	104	256.83
0	0	0	0.00
0	0	0	0.00
0	0	0	0.00
0	0	0	0.00
0	0	0	0.00

Belmont County, Ohio
Revenue Bond Coverage - Water Works 2
Last Ten Years

Year	Gross Revenue (1)	Operating Expenses (2)	Net Revenue Available for Debt Service
1993	\$879,943	\$572,823	\$307,120
1994	841,467	656,400	185,067
1995	841,330	714,607	126,723
1996	861,328	744,027	117,301
1997	959,735	822,196	137,539
1998	885,862	783,867	101,995
1999	814,777	976,440	(161,663)
2000	874,302	852,309	21,993
2001	852,330	952,922	(100,592)
2002	890,395	955,115	(64,720)

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

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

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

Source: Belmont County Auditor's Office

Table 15

S-26

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

Year	Gross Revenue (1)	Operating Expenses (2)	Net Revenue Available for Debt Service
1993	\$1,997,418	\$927,922	\$1,069,496
1994	1,957,165	946,597	1,010,568
1995	2,188,414	1,082,997	1,105,417
1996	2,502,699	1,711,353	791,346
1997	2,735,679	1,475,516	1,260,163
1998	2,587,543	1,376,996	1,210,547
1999	2,671,283	1,314,061	1,357,222
2000	2,977,736	1,243,926	1,733,810
2001	2,906,410	1,253,068	1,653,342
2002	2,894,230	1,514,264	1,379,966

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

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

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

Debt Service Requirements (3)			
Principal	Interest and Fiscal Charges	Total	Coverage
\$20,000	\$179,264	\$199,264	5.37
143,000	172,545	315,545	3.20
33,000	261,228	294,228	3.76
65,000	81,860	146,860	5.39
16,000	167,691	183,691	6.86
228,000	418,889	646,889	1.87
99,000	426,017	525,017	2.59
213,000	428,544	641,544	2.70
88,000	405,084	493,084	3.35
248,000	404,962	652,962	2.11

Belmont County, Ohio
Demographic Statistics
Last Ten Years

<u>Year</u>	<u>Population</u>	<u>Median Age</u>	<u>Per Capita Income</u>	<u>Household Size</u>	<u>County Unemployment</u>
1993	70,700	37.90	\$15,463	2.70	8.90%
1994	70,570	37.90	15,769	2.70	8.40%
1995	70,380	37.90	16,510	2.70	6.80%
1996	70,022	37.90	16,510	2.70	6.40%
1997	69,595	37.90	16,510	2.49	7.30%
1998	69,175	37.90	17,703	2.48	5.40%
1999	71,259	37.90	18,343	2.48	5.50%
2000	70,226	37.90	18,343	2.48	4.80%
2001	70,226	37.90	18,343	2.48	4.30%
2002	70,226	40.90	16,221	2.37	5.80%

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

<u>State Unemployment</u>	<u>United States Unemployment</u>	<u>Average K-12 School Enrollment</u>
6.50%	6.80%	10,855
5.70%	6.70%	10,831
4.80%	5.60%	10,372
5.40%	4.90%	10,117
4.60%	4.90%	10,134
4.30%	4.50%	9,951
4.20%	4.20%	9,744
3.70%	3.70%	9,645
4.50%	5.40%	9,309
5.00%	5.70%	9,289

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

Year	New Construction (1)			(2) Bank Deposits in Thousands
	Agricultural/ Residential	Commercial/ Industrial	Total	
1993	\$3,796,120	\$1,542,390	\$5,338,510	\$957,246
1994	5,378,830	820,720	6,199,550	946,321
1995	5,196,340	4,164,940	9,361,280	959,762
1996	5,513,500	2,405,220	7,918,720	965,226
1997	4,903,000	3,549,160	8,452,160	993,590
1998	5,733,900	8,825,390	14,559,290	1,023,809
1999	7,640,740	5,892,480	13,533,220	1,036,622
2000	9,938,440	4,055,260	13,993,700	1,062,758
2001	11,204,300	3,981,400	15,185,700	1,106,567
2002	5,897,970	2,175,100	8,073,070	1,139,404

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

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

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

Real Property Values (1)			
Agricultural/ Residential	Commercial/ Industrial	Public Utility	Total
\$313,992,200	\$104,250,710	\$1,373,470	\$419,616,380
320,177,660	104,619,370	1,396,850	426,193,880
360,166,220	122,519,030	1,333,110	484,018,360
362,417,170	122,958,170	1,168,280	486,543,620
366,509,630	125,737,840	1,123,740	493,371,210
414,261,520	140,103,910	945,390	555,310,820
421,326,410	146,132,980	869,400	568,328,790
432,036,030	150,189,170	884,830	583,110,030
514,416,710	188,994,000	1,063,560	704,474,270
520,193,830	188,521,560	1,026,890	709,742,280

Table 18

S-32

Belmont County, Ohio
Principal Taxpayers
December 31, 2002

Taxpayer	Type of Business	Real Estate Assessed Valuation	Tangible Personal and Public Utility Property Assessed Valuation	Total Assessed Valuation	Percent of Assessed Valuation
Ohio Power	Public Utility	\$389,040	\$27,329,990	\$27,719,030	3.12%
Ohio Edison	Public Utility	12,495,890	11,308,440	23,804,330	2.68%
Ohio Valley Mall	Business	24,803,810	0	24,803,810	2.80%
THF St. Clairsville Development	Business	16,578,700	6,208,100	22,786,800	2.57%
Ohio Valley Coal	Business	12,398,080	1,018,200	13,416,280	1.51%
Wheeling Pittsburgh Steel	Business	1,580,660	9,466,830	11,047,490	1.25%
Ohio Bell	Public Utility	17,790	9,049,890	9,067,680	1.02%
Ohio Coatings Company	Business	3,030,270	4,048,230	7,078,500	0.80%
East Ohio Gas Company	Public Utility	0	4,552,060	4,552,060	0.50%
Mayflower Vehicle Systems	Business	0	4,198,220	4,198,220	0.47%
Total		<u>\$71,294,240</u>	<u>\$77,179,960</u>	<u>\$148,474,200</u>	<u>16.72%</u>

Source: Belmont County Auditor's Office

Belmont County, Ohio
Miscellaneous Statistics
December 31, 2002

Date Created	September 7, 1801
County Seat	St. Clairsville, Ohio
2000 Census Population	70,226 - ranked 34th of the 88 Ohio Counties
Number of Municipalities	16
Number of Townships	16
Area	534 square miles, ranked 19th of the 88 Ohio Counties
Water Lines	535 miles - 8,705 customer accounts
Sewer Lines	86.5 miles - 2,047 customer accounts
County Roads	308 miles
Township Roads	717 miles
State Routes	685 miles
Number of Sheriff's Deputies	77
Number of Individuals Employed by the County	888
Health Care Statistics:	
Hospitals	3, East Ohio Regional, Belmont Community, and Barnesville Hospitals
Beds	432
Nursing Homes	13
Nursing Home Beds	1,075
Public Education Statistics:	
Attendance Centers	32
Students	9,289
Teacher/Student Ratio	1:17
School Districts	8, Includes Belmont JVS
Institutions of Higher Education	2, Ohio University - Eastern, 1,250 Students Belmont Technical College, 1,605 Students
Recreation and Travel Statistics:	
Municipal Parks	11-546 acres
Public Tennis Courts	15
Health Club/Fitness Centers	4
Day and Night Baseball Diamonds	54/7
Golf Courses	4
Public Libraries	10
County Fairgrounds	1-24 acres
Hotels/Motels	16-850 rooms
Number of Radio Stations	2, WOMP AM and FM and WBNV
Daily Newspapers	1, Martins Ferry Times Leader - Circulation: 18,500
Weekly Newspapers	1, Barnesville Enterprise - Circulation: 4,825
Voter Statistics (2002 General Election):	
Registered Voters	42,738
Voters at Last Election	21,637
Percentage of Registered Population Voting	50.63%
Sources: Bel-O-Mar Regional Council Ohio Department of Highway Safety Various offices of Belmont County	

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FINANCIAL CONDITION

BELMONT COUNTY

CLERK'S CERTIFICATION

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

Susan Babbitt

CLERK OF THE BUREAU

**CERTIFIED
JULY 29, 2003**