



**Auditor of State
Betty Montgomery**

MARION COUNTY
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MARION COUNTY

SCHEDULE OF FEDERAL AWARDS EXPENDITURES
FOR THE YEAR ENDED DECEMBER 31, 2002

<u>FEDERAL GRANTOR/</u> <i>Pass Through Grantor</i> Program Title	Pass Through Entity Number	Federal CFDA Number	Disbursements	Non-Cash Disbursements
<u>U.S. DEPARTMENT OF AGRICULTURE</u>				
<i>Passed Through Ohio Department of Education</i>				
Nutrition Cluster:				
Food Donation	N/A	10.550	\$0	\$1,123
School Breakfast Program	094-375 123-745	10.553 10.553	14,229 7,618	0 0
			<u>21,847</u>	<u>0</u>
National School Lunch Program	094-375 123-745	10.555 10.555	21,061 13,858	0 0
			<u>34,919</u>	<u>0</u>
Total U.S. Department of Agriculture			<u>56,766</u>	<u>1,123</u>
<u>U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT</u>				
<i>Passed Through Ohio Department of Development</i>				
Community Development Block Grants - State's Program	B-F-00-047-01 B-F-01-047-01 B-E-01-047-01	14.228 14.228 14.228	35,526 18,136 393,000	0 0 0
			<u>446,662</u>	<u>0</u>
Total U.S. Department of Housing and Urban Development			<u>446,662</u>	<u>0</u>
<u>U.S. DEPARTMENT OF JUSTICE</u>				
<i>Passed Through State Office of Criminal Justice Services</i>				
Local Law Enforcement Block Grants Program	02-LBVX-6780 00-LBVX-6780	16.592 16.592	432 11,823	0 0
			<u>12,255</u>	<u>0</u>
Total U.S. Department of Justice			<u>12,255</u>	<u>0</u>
<u>U.S. FEDERAL EMERGENCY MANAGEMENT AGENCY</u>				
<i>Passed Through Ohio Department of Public Safety:</i>				
Emergency Management State & Local Assistance	31-6400076W	83.534	20,433	0
Total U.S. Federal Emergency Management Agency			<u>20,433</u>	<u>0</u>
<u>U.S. DEPARTMENT OF EDUCATION</u>				
<i>Passed Through Ohio Department of Education:</i>				
Special Education Cluster:				
Special Education Grants to State	066126-6B-SF-00P	84.027	15,084	0
Special Education Preschool Grants	066126-PG-SI-00P	84.173	3,642	0
Total Special Education Cluster			<u>18,726</u>	<u>0</u>
Innovative Education Program Strategies	066126-C2-SI99	84.298	840	0
Total U.S. Department of Education			<u>19,566</u>	<u>0</u>
<u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>				
<i>Passed Through Ohio Department of Job & Family Services:</i>				
Child Welfare Services State Grant	31-6400076W	93.645	88,802	0
<i>Passed Through Ohio Department of Mental Retardation and Developmental Disabilities</i>				
Medical Assistance Program	31-6400076W	93.778	1,012,724	0
Social Services Block Grant	31-6400076W	93.667	82,604	0
Total U.S. Department of Health and Human Services			<u>1,184,130</u>	<u>0</u>
<u>U.S. DEPARTMENT OF LABOR</u>				
<i>Passed Through Ohio Department of Jobs & Family Services:</i>				
Workforce Investment Act - Adult	31-6400076W	17.258	60,763	0
Workforce Investment Act - Adult Administrative			13,298	0
			<u>74,061</u>	<u>0</u>
Workforce Investment Act - Youth	31-6400076W	17.259	145,394	0
Workforce Investment Act - Youth Administrative			13,667	0
			<u>159,061</u>	<u>0</u>
Workforce Investment Act - Dislocated Worker	31-6400076W	17.260	104,807	0
Workforce Investment Act - Dislocated Worker Administrative			9,974	0
			<u>114,781</u>	<u>0</u>
Total U.S. Department of Labor - Workforce Investment Act Cluster			<u>347,903</u>	<u>0</u>
Total Federal Awards Expenditures			<u>\$2,087,715</u>	<u>\$1,123</u>

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

MARION COUNTY

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

NOTE 1--SIGNIFICANT ACCOUNTING POLICIES

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

NOTE 2— COMMUNITY DEVELOPMENT BLOACK 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 to rehabilitate homes. The Federal Department of Housing and Urban Development (HUD) grants money for these loans to the County passed through the Ohio Department of Development. The initial loan of this money was recorded as a disbursement in prior years and does not appear on the accompanying Schedule of Federal Awards 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 mortgages on the property and by a secured interest on equipment and/or other assets. At December 31, 2002, the amount of loans outstanding under this agreement was \$145,343.

NOTE 3 -- 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 on the Schedule.

NOTE 4 – SUBRECIPIENT PASS-THROUGH

In 2002, the County passed-through \$382,166 of federal grant monies relating to the Community Development Block Grant – State's Program (CFDA #14.228) to the City of Marion, the subrecipient of the grant.



Auditor of State Betty Montgomery

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

Marion County
222 West Center Street
Marion, Ohio 43302

To the Board of County Commissioners:

We have audited the general purpose financial statements of Marion County, Ohio, (the County) as of and for the year ended December 31, 2002, and have issued our report thereon dated May 19, 2003, in which we indicated the financial statements of MARCA Industries, the discretely presented component unit, were audited by 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. The financial statements of MARCA Industries, the discretely presented component unit, 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 financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under *Government Auditing Standards*. However, we noted a certain immaterial instance of noncompliance that we have reported to management of the County in a separate letter dated May 19, 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 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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This report is intended for the information and use of the audit committee, 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

May 19, 2003



Auditor of State Betty Montgomery

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

Marion County
222 West Center Street
Marion, Ohio 43302

To the Board of County Commissioners:

Compliance

We have audited the compliance of Marion 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 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 May 19, 2003, in which we indicated the financial statements of MARCA Industries, the discretely presented component unit, were audited by 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 the audit committee, 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

May 19, 2003

MARION 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)?	No
(d)(1)(iv)	Were there any material internal control weakness conditions reported for major federal programs?	No
(d)(1)(iv)	Were there any other reportable internal control weakness conditions reported for major federal programs?	No
(d)(1)(v)	Type of Major Programs' Compliance Opinion	Unqualified
(d)(1)(vi)	Are there any reportable findings under § .510?	No
(d)(1)(vii)	Major Programs (list):	Medical Assistance Program-CFDA #93.778 Community Development Block Grant – State's Program – 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

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

None

3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS

None



MARION COUNTY, OHIO

**COMPREHENSIVE
ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED DECEMBER 31, 2002**

ISSUED BY THE MARION COUNTY AUDITORS OFFICE
JOSEPH P. CAMPBELL
COUNTY AUDITOR



MARION COUNTY, OHIO
Comprehensive Annual Financial Report
For the Year Ended December 31, 2002
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**MARION COUNTY AUDITOR
MARION COUNTY BUILDING
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MARION, OHIO 43302**

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May 19, 2003

Honorable Kathy Lyons
Honorable Kenneth C. Frayer Jr.
Honorable Paul Andrew Appelfeller

Citizens of Marion County:

It is a privilege to submit to you the 2002 Comprehensive Annual Financial Report (CAFR) for Marion County. I believe this report reflects both careful stewardship of the County's assets and dedicated service by the various departments to the citizens of Marion County. This report conforms to generally accepted accounting principles and provides full and complete disclosure of the financial position and operations of Marion County for the year ended December 31, 2002. Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentations, including all disclosures, rests with the County Auditor's office.

This report is presented in three sections: introductory, financial, and statistical. The introductory section contains a table of contents, a letter of transmittal, a list of elected and appointed officials, an organizational chart, and a copy of the Certificate of Achievement for Excellence in Financial Reporting awarded to Marion County for its 2001 CAFR. The financial section contains the Auditor of State of Ohio's Independent Accountants' Report, the general purpose financial statements, and relevant supplemental financial statements and schedules for 2002. The statistical section presents social and economic data, financial trends, and the fiscal capacity of Marion County.

THE COUNTY

Formed by an Act of the Ohio General Assembly on May 1, 1824, the County was named for General Francis Marion of Revolutionary War fame. Marion County encompasses fifteen townships, seven villages, and one city; covers 409 square miles; and has a population of 66,217 according to the official count of the 2000 U. S. Census.

The County has only those powers conferred upon it by Ohio statutes. The elected three-member Board of County Commissioners functions as both the legislative and executive branch of the County. Each Commissioner serves a term of four years. In addition to the County Auditor, who serves as the chief fiscal officer, there are seven elected administrative officials, each of whom operates independently as set forth by Ohio law. These officials are the Treasurer, Prosecuting Attorney, Clerk of Courts, Coroner, Sheriff, Recorder, and Engineer. All of these officials serve four year terms. The Common Pleas Court Judges, the Family Court Judge, and the Juvenile and Probate Court Judge are elected on a county-wide basis to oversee the County's judicial system. Judges are elected to six year terms.

REPORTING ENTITY AND SERVICES

The County provides its citizens with a wide range of services that include human and social services, health and community assistance services, civil and criminal justice system services, road and bridge maintenance, and other general and administrative support services. The County also operates two enterprise funds which include a Sewer District Operating and Maintenance fund and a County Home Operating fund. For financial reporting purposes, the County (the primary government) includes all agencies, departments, organizations, and component units in accordance with the Governmental Accounting Standards Board (GASB) Statement No. 14, "The Financial Reporting Entity." The Marion County Children Services Board, Marion County Board of Mental Retardation and Developmental Disabilities, and the Department of Job and Family Services are part of the primary government. MARCA Industries has been included as a discretely presented component unit.

The County serves as fiscal officer and custodian of funds for the Marion County Disaster Services Board, the Marion County Regional Planning Commission, the Marion County Soil and Water Conservation District, the Marion County General Health District, the Marion County Local Emergency Planning Commission, the Marion County Family and Children First Council, the Marion County Park District, the Delaware-Knox-Marion-Morrow Joint Solid Waste Management District, the Marion-Crawford Mental Health Board, and the Marion-Hardin Corrections Commission whose activities are included in this report as agency funds.

A complete discussion of the County's reporting entity is provided in Note 1 of the notes to the general purpose financial statements.

ECONOMIC CONDITION AND OUTLOOK

In 2002, Marion County's economy was uncertain as the nationwide economy slowed. While industries and retailers closed in Marion County, new industries took over bankrupt companies and existing industries expanded their operations to positively impact Marion County's future.

Associated Hygienic Products (AHP) finalized the takeover of the bankrupt Drypers which employs three hundred twenty-one associates.

Silver Line Windows completed its construction in March 2002 with a peak employment of six hundred nine, which had dropped to five hundred thirty at the end of the year. Silver Line President Ken Silverman called the Marion plant "Silver Line's most productive plant". Silver Line provides over \$75,000 in income taxes to the City of Marion and 80 percent of the employees reside in Marion County.

Dofasco, a Canadian steel maker, bought the LTV assets in the Dual Rail Park and is the only steel maker in North America to make a profit in 2002. Dofasco has ninety employees and is looking to expand in 2003.

General Mills has consolidated two of their production plants, one in St. Charles, Missouri, and the other in Martel, Ohio. This consolidation has provided sixty new jobs and a \$28.3 million expansion project to add 40,000 square feet to the Martel Plant. General Mills is also taking over the 200,000 square foot Union Tank Car building for storage of their finished goods. Plans are to hire fifty new employees to cover material handling, driving, and guarding at this storage facility. Additional growth is expected at the General Mills' Martel Plant as the Company sorts through the Pillsbury purchase.

Colonial Tool and Electronics consolidated with Drum Runner, Inc. of Columbus, Ohio, and formed a new entity, Mission Industrial Group. They will be leasing space at the former Marion Power Shovel property and are expected to employ at least ten new employees.

Golden Valley Microwave Foods Distribution/Operation began operating at the former Anheuser Busch facility with fifty new employees for a total of two hundred eighty-three.

Rolls Royce, formerly Cooper Energy Services, which stores pipeline compressors, has created a Foreign Trade Zone in Marion. This newly created Foreign Trade Zone gives Marion new and additional options today and for the future.

Sypris Technologies started plans to invest additional funds into the Marion Plant. The Company is looking at new equipment and jobs to stay competitive in the market place.

Castings is looking to restart the lost-foam casting operation here in Marion and possibly Columbus, Ohio. This could mean one hundred twenty-five jobs at the former Bradken Foundry in engineering and research and development positions.

MARION COUNTY MAJOR INITIATIVES

Current Year Projects

After the completion of the new County Office Building, the County Commissioners approved the renovation of the County Annex Building. In the near future, the Annex will be considered the Justice Center, which will house the office of the Prosecuting Attorney.

Under the Ohio Revised Code, the County Engineer may inspect county ditches, determine improvements needed, and recommend to the County Commissioners the results. The County Engineer has instituted this program and in February, 2003, made recommendations to the County Commissioners. These recommendations were followed by board resolution to perform the necessary maintenance as noted in the recommendations.

Future Projects

The County Commissioners are still deciding what to do with the East Lawn Manor property.

Commissioners also have moved forward on a thoroughfare connecting Marion Cardington Road and State Route 309, but no construction has been approved or started.

All projects considered for 2002 have been reevaluated due to the slow economy and the budgetary concerns for County services. At the end of 2002 and looking at 2003, the elected officials took a more conservative approach to the 2003 budget. Commissioners are looking for growth in the economy before moving forward with any large projects.

Departmental Highlights

Selected for review in the 2002 CAFR is the Marion County Board of Elections.

The Marion County Board of Elections is a bipartisan board having four members selected by the two major political parties. The four board members appoint a Director and Deputy Director who are responsible for the daily operation of the Board of Elections Office. The Director must be from the opposite party of the Board Chairman. Marion County has four full-time employees (a Director, Deputy Director, and two clerks) and two part-time employees.

The Board of Elections works directly with the Secretary of State and is responsible for maintaining voter registration files and activity. It is also responsible for distribution of candidate petitions and any information needed by perspective candidates and the general public. The Board audits campaign reports, calculates charges to the political subdivisions, and assists local option (liquor) petitioners.

The Board of Elections prepares and conducts all primary, general, and special elections held in the County and processes, evaluates, and reports election results. In addition, they recruit, hire, and train precinct election officials. The Board also files and preserves all orders, records, and reports pertaining to the administration of voter registration and elections.

Federal mandates require that by January 2004, there must be a state-wide voter registration system in place and requires the elimination of punch-card or lever systems by the November 2004 general election. The Marion County Board of Elections has been investigating the new systems available, but is waiting for guidance from the Ohio Secretary of State on potential funding and vendors before making a final decision.

FINANCIAL INFORMATION

Accounting System

The County's day-to-day accounting records are maintained on a cash basis. For financial reporting purposes, the accounting records for all governmental and fiduciary funds are converted to the modified accrual basis at year end, whereby revenues are recognized when measurable and available within the business cycle (within thirty-one days after year end), and expenditures are recognized when the fund liability is incurred.

Accounting records for the proprietary funds are converted to the accrual basis, whereby revenues are recognized when measurable and earned, and expenses are recognized in the period in which they are incurred.

A further discussion of the method of accounting may be found in Note 2 to the notes to the general purpose financial statements. A reconciliation of non-GAAP basis to GAAP basis of accounting may be found in Note 4 to the notes to the general purpose financial statements.

Budgetary Controls

Under Ohio law, the Board of County Commissioners must adopt an appropriations budget by January 1 of a given year or adopt a temporary appropriation measure, with final passage of a permanent budget by April 1. No expenditure can be made from any budgetary account without a Certificate of the County Auditor certifying that funds are available or are being collected. When a purchase order is issued or a contract entered into by any County department or agency, the County Auditor encumbers the necessary funds to pay for the expenditure. Contracts or purchase orders are rejected and are invalid under Ohio law if sufficient appropriations are not available to permit the County Auditor to certify the transaction. A further discussion of the budgetary accounting system and its controls may be found in Note 2 to the notes to the general purpose financial statements.

The County Auditor issues a monthly budget report to the County Commissioners and all departments and agencies, showing the month and year-to-date expenditures, encumbrances, and cash balances, as well as the unencumbered balance by fund and account. These reports are made public and are available to the news media. On a quarterly basis, the reports are sent to local lending institutions as well as to McDonald and Company (underwriter) and Squires, Sanders, & Dempsey (bond counsel).

Internal Controls

In developing the County's accounting system, much consideration was given to the adequacy of internal accounting controls. Internal accounting controls are designed to provide reasonable, but not absolute, assurance regarding (1) the safeguarding of assets against loss from unauthorized use or disposition and (2) the reliability of financial records for preparing financial statements and maintaining accountability for assets.

The concept of reasonable assurance is based on the assumption that the cost of internal accounting controls should not exceed the benefits expected to be derived from their implementation.

As a recipient of Federal and State financial assistance, the County also is responsible for ensuring that an adequate internal control structure is in place to ensure compliance with applicable laws and regulations related to those programs. This internal control structure is subject to periodic evaluation by management.

General Government Functions

The following schedule presents a summary of general, special revenue, debt service, and capital projects funds revenues for the year ended December 31, 2002, and the amounts and percentage of increases and decreases in relation to the prior year's revenues.

<u>Revenues</u>	<u>2001</u>	<u>2002</u>	<u>Percent of Total</u>	<u>Change</u>	<u>Percent of Change</u>
Property Taxes	\$7,305,808	\$7,548,234	17.86%	\$242,426	3.32%
Sales Taxes	6,017,820	6,251,522	14.79	233,702	3.88
Special Assessments	710,708	76,802	0.18	(633,906)	(89.19)
Charges for Services	4,013,918	4,239,632	10.03	225,714	5.62
Licenses and Permits	123,930	109,982	0.26	(13,948)	(11.25)
Fines and Forfeitures	243,905	252,552	0.60	8,647	3.55
Intergovernmental	21,689,707	21,199,178	50.16	(490,529)	(2.26)
Interest	2,265,133	1,022,085	2.42	(1,243,048)	(54.88)
Other	1,196,045	1,560,891	3.70	364,846	30.50
Total Revenues	<u>\$43,566,974</u>	<u>\$42,260,878</u>	<u>100.00%</u>	<u>(\$1,306,096)</u>	

Cash special assessments were received in 2001 for the QuQua Ditch improvement. The remaining assessments are to be collected over an eight year period starting in 2002.

Lower interest rates and reduced available balances to invest resulted in decreased interest revenue.

The following schedule presents a summary of general, special revenue, debt service, and capital projects funds expenditures for the year ended December 31, 2002, and the amounts and percentage of increases and decreases in relation to the prior year's expenditures.

Expenditures	2001	2002	Percent of Total	Change	Percent of Change
General Government:					
Legislative/Executive	\$4,943,276	\$5,433,049	12.39%	\$489,773	9.91%
Judicial	1,681,556	1,766,831	4.03	85,275	5.07
Public Safety	8,756,552	9,019,495	20.56	262,943	3.00
Public Works	3,494,913	4,061,097	9.26	566,184	16.20
Health	6,486,969	6,428,271	14.66	(58,698)	(0.90)
Human Services	12,930,943	12,072,592	27.52	(858,351)	(6.64)
Conservation/Recreation	11,612	16,920	0.04	5,308	45.71
Other	674,024	580,079	1.32	(93,945)	(13.94)
Capital Outlay	10,902,651	2,594,791	5.92	(8,307,860)	(76.20)
Intergovernmental	923,820	930,268	2.12	6,448	0.70
Debt Service:					
Principal Retirement	32,611	365,326	0.83	332,715	1,020.25
Interest and Fiscal Charges	657,955	592,874	1.35	(65,081)	(9.89)
Total Expenditures	<u>\$51,496,882</u>	<u>\$43,861,593</u>	<u>100.00%</u>	<u>(\$7,635,289)</u>	

The renovation of the county administrative offices was completed early in 2002. The majority of the costs associated with the renovation had occurred in 2001.

Principal retirement expenditures increased due to the first principal payment in 2002 for bonds issued in 2001.

General Fund Balance

The fund balance of the general fund decreased from \$5,217,966 at December 31, 2001, to \$5,105,195 at December 31, 2002. This fund balance will provide the County with the equivalent of 91 working days of expenditures.

Enterprise Funds

The Sewer District Operating and Maintenance and the County Home Operating funds are classified as enterprise funds since their operations are similar to those found in private enterprise. Accordingly, management desires to determine a profit and/or loss.

The sewer district deficit retained earnings decreased from (\$531,743) in 2001 to (\$179,777) in 2002 for a difference of \$351,966. River Valley Local School District contributed \$345,000 towards the construction of a sewer line to their new instructional building.

The county home deficit retained earnings decreased from (\$841,782) in 2001 to (\$617,545) in 2002 for a difference of \$224,237. The deficit decreased due to the sale of Medicare bed rights in 2002. The County Home closed on June 30, 2001. The County Commissioners intend to sell the property to eliminate the deficit and close the operations.

Marca Industries (component unit) is financially sound, reflecting net assets of \$404,380 at June 30, 2002.

Internal Service Fund

In June 1993, the County determined that its self-insurance plan was not meeting the goal of controlling costs. In 1998, the County finalized the last claim and settled with the third-party administrator for overpaid claims. In 2002, the County approved the distribution of the remaining assets to those funds which had contributed premiums.

Fiduciary Funds

Fiduciary funds account for assets held by Marion County in a trustee capacity or as an agent for individuals, private organizations, other governmental units, and/or other funds. The fiduciary funds which Marion County maintains are expendable trust funds and agency funds.

At December 31, 2002, assets held in trust funds were \$83,629 while assets held in the agency funds were \$59,890,781. The County uses agency funds to receive and distribute taxes and state levied shared revenues for all local governments within the County.

Debt Administration

The Treasurer holds manuscript notes the Harding Center improvements, with an outstanding balance of \$272,910 as of December 31, 2002; along with \$410,000 in tax anticipation notes for the purchase of real estate. At December 31, 2002, Issue II loans outstanding were \$739,402; USDA revenue bonds outstanding were \$1,331,800; FMHA general obligation bonds outstanding were \$1,546,000; general obligation bonds outstanding were \$10,821,044; and special assessment bonds with governmental commitment outstanding were \$238,956. In 2002, \$58,098 in Issue II loans, \$14,400 in USDA revenue bonds, \$51,000 of FMHA general obligation bonds, \$309,365 in general obligation bonds, and \$30,635 in special assessment bonds with governmental commitment were retired. As of December 31, 2002, the overall legal debt margin was \$16,343,758.

Risk Management

The County insures all risk through private insurance carriers and maintains a variety of coverages. Some of the principal coverages include property, liability, and vehicle insurance. A more detailed description of the County's risk management may be found in Note 11 to the general purpose financial statements.

The County pays the State Workers' Compensation System a premium based on a rate per \$100 of salaries. This rate is calculated based on accident history and administrative costs.

Cash Management

The County pools all idle cash to achieve maximum investment efficiency and to enhance accountability. The County Treasurer, as custodian of all County monies, is responsible for all investments. Investment policy is established by the Investment Advisory Board which consists of the County Treasurer, the Chair of the County Commissioners, one other Commissioner chosen by the Chair, and the Clerk of Courts. Ohio law requires the Board to meet every three months. Each year, the Board reviews its written investment policy. Money is deposited in the bank each day in interest bearing accounts by the County Treasurer. Cash surplus is calculated daily; excesses are invested in order to achieve the highest yields in the safest instruments possible. During 2002, the County's cash resources were divided among the following types of deposits and investments: non-negotiable certificates of deposit, Scioto Conservancy District notes, manuscript note, and STAROhio, an investment pool operated by the Ohio State Treasurer. Although the majority of the County's deposits are defined as uninsured or uncollateralized, these deposits are covered by collateral in single institution collateral pools as specified by the Ohio Revised Code. Interest earned on investments is credited to the general fund, except as stipulated by State statute, grant requirements, or debt related restrictions. Interest earned by the primary government in 2002 was \$1,042,023.

INDEPENDENT AUDIT

Included in this report is an unqualified audit opinion rendered by Betty Montgomery, Auditor of State, with respect to the general purpose financial statements of the County as of and for the year ended December 31, 2002. As part of the annual preparation of a CAFR, the County subjects all the financial statements to an annual independent audit. This annual audit arrangement serves to strengthen the County's accounting, budgetary, and internal control of financial and operational systems.

AWARDS

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Marion County for its comprehensive annual financial report for the year ended December 31, 2001.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report whose contents conform to program standards. Such a report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe our current report continues to conform to the Certificate of Achievement Program requirements, and we are submitting it to the GFOA for their review.

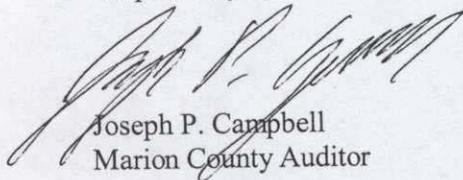
ACKNOWLEDGMENTS

The purpose of this report is to provide complete and reliable information as a basis for making management decisions, as a means for determining compliance with legal provisions, and as a means for determining responsible stewardship of the assets of Marion County. This report significantly increases the accountability of Marion County government to its taxpayers.

Preparation of this report would not have been possible without the cooperation of every County department and agency. I am grateful to the County Commissioners for their continued support through adequate funding of the CAFR. The guidance given by the Local Government Services Section of the Auditor of State's Office was also most helpful and appreciated.

Planning, coordinating, compiling, and finally, completing this report has been the responsibility of deputy auditor Jacqueline Tindley. I gratefully acknowledge her contributions as well as those of the other members of the Auditor's staff including Kim Taylor and Jennifer Withrow.

Respectfully submitted,



Joseph P. Campbell
Marion County Auditor

MARION COUNTY, OHIO

*Elected and Appointed Officials
December 31, 2002*

COUNTY COMMISSIONERS

Kathy Lyons
Kenneth C. Frayer Jr.
Paul Andrew Appelfeller

COUNTY AUDITOR

Michele A. Pearson

COUNTY TREASURER

Thomas J. Shesky

COUNTY PROSECUTING ATTORNEY

Jim Slagle

COMMON PLEAS JUDGE/GENERAL DIVISION

Richard M. Rogers

COMMON PLEAS JUDGE/GENERAL DIVISION

Robert S. Davidson

COMMON PLEAS JUDGE/FAMILY COURT DIVISION

Deborah A. Alspach

PROBATE AND JUVENILE JUDGE

Thomas K. Jenkins

CLERK OF COURTS

Julie M. Kagel

CORONER

Marc Comianos M.D.

SHERIFF

John H. Butterworth

RECORDER

Joanne M. Schmidt

ENGINEER

Bradley K. Irons

AGENCY AND DEPARTMENTS HEADS

CLERK OF THE COMMISSIONERS

Lenora Mayes

BOARD OF ELECTIONS

Chris Smith

DOG WARDEN

Jane Watts

SANITARY ENGINEER

Roger L. Dietrich

CHILDREN SERVICES

Michael F. Ring

DEPARTMENT OF JOB AND FAMILY SERVICES

Roxane Somerlot

COMMUNITY MENTAL HEALTH

Jodi Demo-Hodgins

MENTAL RETARDATION AND

DEVELOPMENTAL DISABILITIES

Lee Wedemeyer

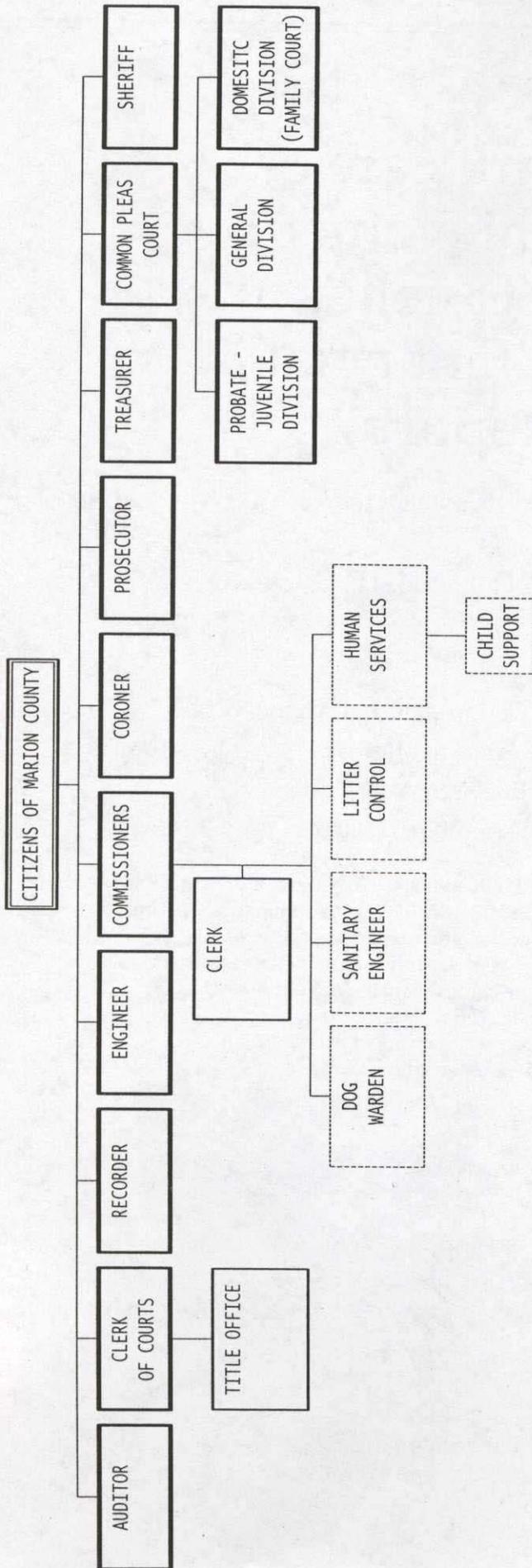
LITTER CONTROL

Don Zeisler

VETERANS SERVICE COMMISSION

Richard Reish

MARION COUNTY, OHIO ORGANIZATIONAL CHART



EX OFFICIO AND APPOINTED BOARDS

BUDGET COMMISSION BOARD OF REVISION BOARD OF ELECTIONS VETERANS SERVICE COMMISSION RECORDS COMMISSION

CHILDREN SERVICES BOARD BOARD OF MENTAL RETARDATION AND DEVELOPMENTAL DISABILITIES BOARD OF ALCOHOL, DRUG ADDICTION, AND MENTAL HEALTH SERVICES

ELECTED OFFICIALS
COUNTY AGENCIES

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Marion 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.



William Patrick Bate

President

Jeffrey R. Emer

Executive Director

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FINANCIAL SECTION



**Auditor of State
Betty Montgomery**

INDEPENDENT ACCOUNTANTS' REPORT

Marion County
222 West Center Street
Marion, Ohio 43302

To the Board of County Commissioners:

We have audited the accompanying general purpose financial statements of Marion County, Ohio, (the County) as of and for the year ended December 31, 2002, as listed in the table of contents. 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 MARCA Industries, the 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 included for the discretely presented component unit, 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 MARCA Industries 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 Marion 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 May 19, 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 included in the introductory and 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

May 19, 2003

GENERAL PURPOSE FINANCIAL STATEMENTS

The following general purpose financial statements, along with the notes to the general purpose financial statements, present an overview of the County's financial position at December 31, 2002, and the results of operations and cash flows of its proprietary funds for the year then ended.

Marion County, Ohio
Combined Balance Sheet
All Fund Types, Account Groups, and Discretely Presented Component Unit
December 31, 2002 - Primary Government
June 30, 2002 - Component Unit

	Governmental Fund Types			
	General	Special Revenue	Debt Service	Capital Projects
<u>Assets and Other Debits:</u>				
<u>Assets:</u>				
Equity in Pooled Cash and Cash Equivalents	\$3,764,492	\$14,412,466	\$255,365	\$3,382,475
Cash and Cash Equivalents in Segregated Accounts	0	14,480	0	0
Investments in Segregated Accounts	0	0	0	0
Receivables:				
Property Taxes	2,328,411	5,444,471	0	595,710
Sales Taxes	1,016,475	0	0	0
Special Assessments	0	1,241	0	286,818
Accounts	3,903	360	0	0
Interfund	260,856	0	0	0
Accrued Interest	31,270	0	0	0
Loans	0	145,343	0	0
Due from Other Funds	39,778	3,896	0	0
Due from Other Governments	797,810	4,062,556	0	33,842
Materials and Supplies Inventory	0	0	0	0
Prepaid Items	0	0	0	0
Advances to Other Funds	836,383	0	0	0
Deferred Costs on Disposal of County Home	0	0	0	0
Workers' Compensation Deposits	0	0	0	0
Restricted Assets:				
Equity in Pooled Cash and Cash Equivalents	0	0	0	0
Fixed Assets (Net, where applicable, of Accumulated Depreciation)	0	0	0	0
<u>Other Debits:</u>				
Amount Available in Debt Service Fund for Retirement of General Long-Term Obligations	0	0	0	0
Amount to be Provided from General Governmental Resources	0	0	0	0
Amount to be Provided from Special Assessments	0	0	0	0
<i>Total Assets and Other Debits</i>	<u>\$9,079,378</u>	<u>\$24,084,813</u>	<u>\$255,365</u>	<u>\$4,298,845</u>

Proprietary Fund Type	Fiduciary Fund Types	Account Groups		Totals (Memorandum Only)	Component Unit	Totals (Memorandum Only)
		General Fixed Assets	General Long-Term Obligations	Primary Government	MARCA Industries	Reporting Entity
Enterprise	Trust and Agency					
\$2,324,300	\$9,218,062	\$0	\$0	\$33,357,160	\$0	\$33,357,160
0	632,771	0	0	647,251	54,351	701,602
0	0	0	0	0	122,982	122,982
0	46,041,803	0	0	54,410,395	0	54,410,395
0	0	0	0	1,016,475	0	1,016,475
0	1,427,692	0	0	1,715,751	0	1,715,751
247,123	0	0	0	251,386	104,678	356,064
0	0	0	0	260,856	0	260,856
0	0	0	0	31,270	551	31,821
0	0	0	0	145,343	0	145,343
1,066	0	0	0	44,740	0	44,740
0	2,654,082	0	0	7,548,290	0	7,548,290
30,817	0	0	0	30,817	25,147	55,964
0	0	0	0	0	4,092	4,092
0	0	0	0	836,383	0	836,383
471,298	0	0	0	471,298	0	471,298
0	0	0	0	0	1,000	1,000
443,282	0	0	0	443,282	0	443,282
10,334,941	0	35,607,900	0	45,942,841	170,306	46,113,147
0	0	0	255,365	255,365	0	255,365
0	0	0	12,767,903	12,767,903	0	12,767,903
0	0	0	238,956	238,956	0	238,956
<u>\$13,852,827</u>	<u>\$59,974,410</u>	<u>\$35,607,900</u>	<u>\$13,262,224</u>	<u>\$160,415,762</u>	<u>\$483,107</u>	<u>\$160,898,869</u>

continued

Marion County, Ohio
Combined Balance Sheet
All Fund Types, Account Groups, and Discretely Presented Component Unit (continued)
December 31, 2002 - Primary Government
June 30, 2002 - Component Unit

	Governmental Fund Types			
	General	Special Revenue	Debt Service	Capital Projects
<u>Liabilities, Fund Equity, and Other Credits:</u>				
<u>Liabilities:</u>				
Accounts Payable	\$136,074	\$262,900	\$0	\$91,218
Contracts Payable	0	0	0	108,356
Interfund Payable	0	116,556	0	144,300
Accrued Wages Payable	252,975	503,703	0	0
Compensated Absences Payable	27,121	60,163	0	0
Due to Other Funds	586	44,154	0	0
Due to Other Governments	49,545	185,015	0	0
Due to Component Unit	0	381	0	0
Due to Employees	0	0	0	0
Undistributed Assets	0	0	0	0
Deposits Held and Due to Others	0	0	0	0
Payroll Withholdings	0	0	0	0
Deferred Revenue	3,507,882	8,588,547	0	882,528
Notes Payable	0	0	0	682,910
Accrued Interest Payable	0	0	0	12,310
Liabilities Payable from Restricted Assets:				
USDA Revenue Bonds Payable	0	0	0	0
General Obligation Bonds Payable	0	0	0	0
Accrued Interest Payable	0	0	0	0
Advances from Other Funds	0	6,000	0	46,500
Loans Payable	0	0	0	0
Issue II Loans Payable	0	0	0	0
USDA Revenue Bonds Payable	0	0	0	0
General Obligation Bonds Payable	0	0	0	0
Special Assessment Bonds Payable with Governmental Commitment	0	0	0	0
<i>Total Liabilities</i>	<u>3,974,183</u>	<u>9,767,419</u>	<u>0</u>	<u>1,968,122</u>
<u>Fund Equity and Other Credits:</u>				
Investment in General Fixed Assets	0	0	0	0
Retained Earnings (Deficit)	0	0	0	0
Contributed Capital	0	0	0	0
Net Assets - Unrestricted	0	0	0	0
Fund Balance:				
Reserved for Loans Receivable	0	145,343	0	0
Reserved for Advances	836,383	0	0	0
Reserved for Encumbrances	256,857	1,823,128	3,785	795,669
Unreserved	4,011,955	12,348,923	251,580	1,535,054
<i>Total Fund Equity and Other Credits</i>	<u>5,105,195</u>	<u>14,317,394</u>	<u>255,365</u>	<u>2,330,723</u>
<i>Total Liabilities, Fund Equity, and Other Credits</i>	<u>\$9,079,378</u>	<u>\$24,084,813</u>	<u>\$255,365</u>	<u>\$4,298,845</u>

See accompanying notes to the general purpose financial statements

Proprietary Fund Type	Fiduciary Fund Types	Account Groups		Totals (Memorandum Only)	Component Unit	Totals (Memorandum Only)
		General Fixed Assets	General Long-Term Obligations	Primary Government	MARCA Industries	Reporting Entity
Enterprise	Trust and Agency					
\$9,316	\$0	\$0	\$0	\$499,508	\$7,275	\$506,783
0	0	0	0	108,356	0	108,356
0	0	0	0	260,856	0	260,856
15,052	0	0	0	771,730	23,282	795,012
35,734	0	0	1,351,556	1,474,574	0	1,474,574
0	0	0	0	44,740	0	44,740
22,553	2,539	0	710,003	969,655	0	969,655
0	0	0	0	381	0	381
0	9,484	0	0	9,484	0	9,484
0	58,778,923	0	0	58,778,923	0	58,778,923
0	624,860	0	0	624,860	0	624,860
0	474,975	0	0	474,975	0	474,975
0	0	0	0	12,978,957	0	12,978,957
0	0	0	0	682,910	48,170	731,080
0	0	0	0	12,310	0	12,310
15,000	0	0	0	15,000	0	15,000
53,000	0	0	0	53,000	0	53,000
27,297	0	0	0	27,297	0	27,297
783,883	0	0	0	836,383	0	836,383
0	0	0	8,849	8,849	0	8,849
607,586	0	0	131,816	739,402	0	739,402
1,316,800	0	0	0	1,316,800	0	1,316,800
1,493,000	0	0	10,821,044	12,314,044	0	12,314,044
0	0	0	238,956	238,956	0	238,956
4,379,221	59,890,781	0	13,262,224	93,241,950	78,727	93,320,677
0	0	35,607,900	0	35,607,900	0	35,607,900
(797,322)	0	0	0	(797,322)	0	(797,322)
10,270,928	0	0	0	10,270,928	0	10,270,928
0	0	0	0	0	404,380	404,380
0	0	0	0	145,343	0	145,343
0	0	0	0	836,383	0	836,383
0	0	0	0	2,879,439	0	2,879,439
0	83,629	0	0	18,231,141	0	18,231,141
9,473,606	83,629	35,607,900	0	67,173,812	404,380	67,578,192
<u>\$13,852,827</u>	<u>\$59,974,410</u>	<u>\$35,607,900</u>	<u>\$13,262,224</u>	<u>\$160,415,762</u>	<u>\$483,107</u>	<u>\$160,898,869</u>

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

	Governmental Fund Types			
	General	Special Revenue	Debt Service	Capital Projects
Revenues:				
Property Taxes	\$2,077,189	\$4,932,485	\$0	\$538,560
Sales Taxes	6,251,522	0	0	0
Special Assessments	0	32,345	0	44,457
Charges for Services	2,798,652	1,440,980	0	0
Licenses and Permits	4,741	105,241	0	0
Fines and Forfeitures	175,911	76,641	0	0
Intergovernmental	1,869,553	18,911,990	0	417,635
Interest	1,010,607	11,478	0	0
Other	604,336	794,017	0	162,538
<i>Total Revenues</i>	<u>14,792,511</u>	<u>26,305,177</u>	<u>0</u>	<u>1,163,190</u>
Expenditures:				
Current:				
General Government:				
Legislative and Executive	4,602,274	830,775	0	0
Judicial	1,497,307	269,524	0	0
Public Safety	6,470,190	2,549,305	0	0
Public Works	13,786	4,047,311	0	0
Health	301,735	6,126,536	0	0
Human Services	222,141	11,850,451	0	0
Conservation and Recreation	16,920	0	0	0
Other	580,079	0	0	0
Capital Outlay	2,209	0	0	2,592,582
Intergovernmental	279,180	651,088	0	0
Debt Service:				
Principal Retirement	0	8,849	276,477	80,000
Interest and Fiscal Charges	0	0	531,288	61,586
<i>Total Expenditures</i>	<u>13,985,821</u>	<u>26,333,839</u>	<u>807,765</u>	<u>2,734,168</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>806,690</u>	<u>(28,662)</u>	<u>(807,765)</u>	<u>(1,570,978)</u>
Other Financing Sources (Uses):				
Operating Transfers - In	87,521	275,167	822,518	139,487
Operating Transfers - Out	(1,019,660)	(319,311)	0	(16,286)
<i>Total Other Financing Sources (Uses)</i>	<u>(932,139)</u>	<u>(44,144)</u>	<u>822,518</u>	<u>123,201</u>
<i>Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses</i>	<u>(125,449)</u>	<u>(72,806)</u>	<u>14,753</u>	<u>(1,447,777)</u>
<i>Fund Balances at Beginning of Year</i>	5,217,966	14,385,343	235,417	3,784,820
Residual Equity Transfers In (Out)	12,678	4,857	5,195	(6,320)
<i>Fund Balances at End of Year</i>	<u>\$5,105,195</u>	<u>\$14,317,394</u>	<u>\$255,365</u>	<u>\$2,330,723</u>

See accompanying notes to the general purpose financial statements

Fiduciary Fund Type	Totals (Memorandum Only)
Expendable Trust	
\$0	\$7,548,234
0	6,251,522
0	76,802
0	4,239,632
0	109,982
0	252,552
619	21,199,797
19	1,022,104
<u>51,014</u>	<u>1,611,905</u>
<u>51,652</u>	<u>42,312,530</u>
0	5,433,049
0	1,766,831
0	9,019,495
0	4,061,097
0	6,428,271
1,110	12,073,702
0	16,920
27,396	607,475
0	2,594,791
0	930,268
0	365,326
<u>0</u>	<u>592,874</u>
<u>28,506</u>	<u>43,890,099</u>
<u>23,146</u>	<u>(1,577,569)</u>
0	1,324,693
<u>(11,917)</u>	<u>(1,367,174)</u>
<u>(11,917)</u>	<u>(42,481)</u>
11,229	(1,620,050)
72,400	23,695,946
<u>0</u>	<u>16,410</u>
<u>\$83,629</u>	<u>\$22,092,306</u>

Marion 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 Funds
For the Year Ended December 31, 2002*

	General Fund		Variance Favorable (Unfavorable)
	Revised Budget	Actual	
Revenues:			
Property Taxes	\$2,058,000	\$2,077,189	\$19,189
Sales Taxes	5,900,000	6,251,522	351,522
Special Assessments	0	0	0
Charges for Services	2,711,641	2,770,997	59,356
Licenses and Permits	4,750	4,691	(59)
Fines and Forfeitures	149,000	171,209	22,209
Intergovernmental	1,998,082	1,929,836	(68,246)
Interest	1,015,000	1,003,590	(11,410)
Other	253,349	595,729	342,380
<i>Total Revenues</i>	<u>14,089,822</u>	<u>14,804,763</u>	<u>714,941</u>
Expenditures:			
Current:			
General Government:			
Legislative and Executive	5,097,541	4,798,059	299,482
Judicial	1,583,706	1,523,660	60,046
Public Safety	6,623,469	6,521,351	102,118
Public Works	14,199	13,786	413
Health	317,208	312,350	4,858
Human Services	227,036	223,589	3,447
Conservation and Recreation	16,920	16,920	0
Other	613,418	588,642	24,776
Capital Outlay	0	0	0
Intergovernmental	289,339	285,997	3,342
Debt Service:			
Principal Retirement	0	0	0
Interest and Fiscal Charges	0	0	0
<i>Total Expenditures</i>	<u>14,782,836</u>	<u>14,284,354</u>	<u>498,482</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(693,014)</u>	<u>520,409</u>	<u>1,213,423</u>
Other Financing Sources (Uses):			
Advances - In	75,000	94,977	19,977
Advances - Out	(376,912)	(376,912)	0
Operating Transfers - In	86,000	100,199	14,199
Operating Transfers - Out	(1,328,002)	(1,019,660)	308,342
<i>Total Other Financing Sources (Uses)</i>	<u>(1,543,914)</u>	<u>(1,201,396)</u>	<u>342,518</u>
<i>Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses</i>	<u>(2,236,928)</u>	<u>(680,987)</u>	<u>1,555,941</u>
<i>Fund Balances at Beginning of Year</i>	3,661,656	3,661,656	0
<i>Prior Year Encumbrances Appropriated</i>	<u>294,474</u>	<u>294,474</u>	<u>0</u>
<i>Fund Balances at End of Year</i>	<u><u>\$1,719,202</u></u>	<u><u>\$3,275,143</u></u>	<u><u>\$1,555,941</u></u>

Special Revenue Funds			Debt Service Fund		
Revised Budget	Actual	Variance Favorable (Unfavorable)	Revised Budget	Actual	Variance Favorable (Unfavorable)
\$5,060,359	\$4,932,485	(\$127,874)	\$0	\$0	\$0
0	0	0	0	0	0
6,489	32,345	25,856	0	0	0
1,353,888	1,448,467	94,579	0	0	0
91,801	106,061	14,260	0	0	0
64,500	64,412	(88)	0	0	0
17,539,475	18,778,619	1,239,144	0	0	0
33,544	8,870	(24,674)	0	3,551	3,551
545,439	869,729	324,290	0	0	0
<u>24,695,495</u>	<u>26,240,988</u>	<u>1,545,493</u>	<u>0</u>	<u>3,551</u>	<u>3,551</u>
1,234,981	931,343	303,638	0	0	0
491,591	267,215	224,376	0	0	0
2,993,210	2,640,106	353,104	0	0	0
4,268,252	3,864,821	403,431	0	0	0
9,221,648	7,564,706	1,656,942	0	0	0
13,155,275	12,209,231	946,044	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
651,088	651,088	0	0	0	0
0	0	0	517,896	517,817	79
0	0	0	706,152	704,966	1,186
<u>32,016,045</u>	<u>28,128,510</u>	<u>3,887,535</u>	<u>1,224,048</u>	<u>1,222,783</u>	<u>1,265</u>
<u>(7,320,550)</u>	<u>(1,887,522)</u>	<u>5,433,028</u>	<u>(1,224,048)</u>	<u>(1,219,232)</u>	<u>4,816</u>
116,475	121,556	5,081	0	0	0
(5,000)	(5,000)	0	0	0	0
297,857	283,173	(14,684)	1,163,044	1,244,097	81,053
(329,526)	(322,460)	7,066	(2,766)	(2,766)	0
<u>79,806</u>	<u>77,269</u>	<u>(2,537)</u>	<u>1,160,278</u>	<u>1,241,331</u>	<u>81,053</u>
(7,240,744)	(1,810,253)	5,430,491	(63,770)	22,099	85,869
12,549,438	12,549,438	0	676,649	676,649	0
1,489,829	1,489,829	0	0	0	0
<u>\$6,798,523</u>	<u>\$12,229,014</u>	<u>\$5,430,491</u>	<u>\$612,879</u>	<u>\$698,748</u>	<u>\$85,869</u>

continued

Marion 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 Funds (continued)
For the Year Ended December 31, 2002*

	Capital Projects Funds		
	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Property Taxes	\$538,151	\$538,560	\$409
Sales Taxes	0	0	0
Special Assessments	40,286	44,457	4,171
Charges for Services	0	0	0
Licenses and Permits	0	0	0
Fines and Forfeitures	0	0	0
Intergovernmental	347,397	383,793	36,396
Interest	0	0	0
Other	42,231	162,538	120,307
<i>Total Revenues</i>	<u>968,065</u>	<u>1,129,348</u>	<u>161,283</u>
Expenditures:			
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
Conservation and Recreation	0	0	0
Other	0	0	0
Capital Outlay	4,931,249	4,269,368	661,881
Intergovernmental	0	0	0
Debt Service:			
Principal Retirement	80,000	80,000	0
Interest and Fiscal Charges	22,181	22,181	0
<i>Total Expenditures</i>	<u>5,033,430</u>	<u>4,371,549</u>	<u>661,881</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(4,065,365)</u>	<u>(3,242,201)</u>	<u>823,164</u>
Other Financing Sources (Uses):			
Advances - In	160,768	158,996	(1,772)
Advances - Out	(52,281)	(89,977)	(37,696)
Operating Transfers - In	76,512	116,104	39,592
Operating Transfers - Out	(235,343)	(174,841)	60,502
<i>Total Other Financing Sources (Uses)</i>	<u>(50,344)</u>	<u>10,282</u>	<u>60,626</u>
<i>Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses</i>	<u>(4,115,709)</u>	<u>(3,231,919)</u>	<u>883,790</u>
<i>Fund Balances at Beginning of Year</i>	2,628,233	2,628,233	0
<i>Prior Year Encumbrances Appropriated</i>	<u>3,035,179</u>	<u>3,035,179</u>	<u>0</u>
<i>Fund Balances at End of Year</i>	<u><u>\$1,547,703</u></u>	<u><u>\$2,431,493</u></u>	<u><u>\$883,790</u></u>

See accompanying notes to the general purpose financial statements

Expendable Trust Funds			Totals (Memorandum Only)		
Revised Budget	Actual	Variance Favorable (Unfavorable)	Revised Budget	Actual	Variance Favorable (Unfavorable)
\$0	\$0	\$0	\$7,656,510	\$7,548,234	(\$108,276)
0	0	0	5,900,000	6,251,522	351,522
0	0	0	46,775	76,802	30,027
0	0	0	4,065,529	4,219,464	153,935
0	0	0	96,551	110,752	14,201
0	0	0	213,500	235,621	22,121
0	0	0	19,884,954	21,092,248	1,207,294
0	0	0	1,048,544	1,016,011	(32,533)
0	51,014	51,014	841,019	1,679,010	837,991
0	51,014	51,014	39,753,382	42,229,664	2,476,282
0	0	0	6,332,522	5,729,402	603,120
0	0	0	2,075,297	1,790,875	284,422
0	0	0	9,616,679	9,161,457	455,222
0	0	0	4,282,451	3,878,607	403,844
0	0	0	9,538,856	7,877,056	1,661,800
0	0	0	13,382,311	12,432,820	949,491
0	0	0	16,920	16,920	0
50,000	27,396	22,604	663,418	616,038	47,380
0	0	0	4,931,249	4,269,368	661,881
0	0	0	940,427	937,085	3,342
0	0	0	597,896	597,817	79
0	0	0	728,333	727,147	1,186
50,000	27,396	22,604	53,106,359	48,034,592	5,071,767
(50,000)	23,618	73,618	(13,352,977)	(5,804,928)	7,548,049
0	0	0	352,243	375,529	23,286
0	0	0	(434,193)	(471,889)	(37,696)
0	796	796	1,623,413	1,744,369	120,956
(12,713)	(12,713)	0	(1,908,350)	(1,532,440)	375,910
(12,713)	(11,917)	796	(366,887)	115,569	482,456
(62,713)	11,701	74,414	(13,719,864)	(5,689,359)	8,030,505
64,017	64,017	0	19,579,993	19,579,993	0
0	0	0	4,819,482	4,819,482	0
<u>\$1,304</u>	<u>\$75,718</u>	<u>\$74,414</u>	<u>\$10,679,611</u>	<u>\$18,710,116</u>	<u>\$8,030,505</u>

Marion County, Ohio
*Combined Statement of Revenues, Expenses,
and Changes in Fund Equity*
All Proprietary Fund Types - Primary Government
For the Year Ended December 31, 2002

	Enterprise	Internal Service	Totals (Memorandum Only)
<u>Operating Revenues:</u>			
Charges for Services	\$996,897	\$0	\$996,897
<u>Operating Expenses:</u>			
Personal Services	339,506	0	339,506
Fringe Benefits	51,218	0	51,218
Materials and Supplies	24,064	0	24,064
Contractual Services	198,165	0	198,165
Depreciation	338,692	0	338,692
Other	64,339	0	64,339
<i>Total Operating Expenses</i>	1,015,984	0	1,015,984
<i>Operating Loss</i>	(19,087)	0	(19,087)
<u>Non-Operating Revenues (Expenses):</u>			
Capital Contributions from Tap In Fees	45,500	0	45,500
Capital Contributions from Other Governments	347,480	0	347,480
Interest Income	19,919	0	19,919
Interest Expense	(128,929)	0	(128,929)
<i>Total Non-Operating Revenues (Expenses)</i>	283,970	0	283,970
<i>Income Before Operating Transfers</i>	264,883	0	264,883
Operating Transfers - In	1,294	0	1,294
<i>Net Income</i>	266,177	0	266,177
Depreciation on Fixed Assets Acquired by Contributed Capital	85,399	0	85,399
<i>Retained Earnings (Deficit) at Beginning of Year</i>	(1,373,525)	17,491	(1,356,034)
Residual Equity Transfers In (Out)	390	(17,491)	(17,101)
Gain from Operations from Discontinued County Home	224,237	0	224,237
<i>Retained Earnings (Deficit) at End of Year</i>	(797,322)	0	(797,322)
<i>Contributed Capital at Beginning of Year</i>	10,356,327	0	10,356,327
Depreciation on Fixed Assets Acquired by Contributed Capital	(85,399)	0	(85,399)
<i>Contributed Capital at End of Year</i>	10,270,928	0	10,270,928
<i>Fund Equity at End of Year</i>	\$9,473,606	\$0	\$9,473,606

See accompanying notes to the general purpose financial statements

Marion County, Ohio
*Statement of Activities
and Changes in Net Assets
Component Unit
For the Year Ended June 30, 2002*

	MARCA Industries
<u>Unrestricted Revenues and Gains:</u>	
Sales:	
Contract	\$285,295
Janitorial	252,846
Salvage and Product	768
Total Sales	538,909
Less Sales Discounts	(695)
Total Net Sales	538,214
Other Income:	
Interest and Dividends	10,087
Net Unrealized Loss on Investments	(7,569)
Contributed Services	151,810
Other	1,641
	694,183
 <u>Expenses:</u>	
Program Services	560,256
Management and General	74,413
Contributed Services	151,810
Loss on Disposal of Equipment	194
	786,673
 <i>Total Expenses</i>	 786,673
 <i>Change in Net Assets</i>	 (92,490)
 <i>Net Assets at Beginning of Year</i>	 496,870
 <i>Net Assets at End of Year</i>	 \$404,380

See accompanying notes to the general purpose financial statements

Marion County, Ohio
*Combined Statement of Revenues, Expenses,
and Changes in Fund Balances - Budget (Non-GAAP Basis) and Actual
All Proprietary Fund Types - Primary Government
For the Year Ended December 31, 2002*

	Enterprise		Variance Favorable (Unfavorable)
	Revised Budget	Actual	
Revenues:			
Charges for Services	\$1,013,000	\$1,006,689	(\$6,311)
Tap In Fees	25,000	45,500	20,500
Intergovernmental	0	2,480	2,480
Interest	22,384	13,452	(8,932)
Other	345,000	672,732	327,732
<i>Total Revenues</i>	<u>1,405,384</u>	<u>1,740,853</u>	<u>335,469</u>
Expenses:			
Personal Services	333,500	327,958	5,542
Fringe Benefits	341,456	175,734	165,722
Materials and Supplies	42,634	35,793	6,841
Contractual Services	686,950	569,669	117,281
Other	90,400	64,339	26,061
Capital Outlay	44,800	36,514	8,286
<i>Total Expenses</i>	<u>1,539,740</u>	<u>1,210,007</u>	<u>329,733</u>
<i>Excess of Revenues Over (Under) Expenses</i>	(134,356)	530,846	665,202
Advances - In	337,000	96,360	(240,640)
Operating Transfers - In	0	42,871	42,871
Operating Transfers - Out	(238,000)	(238,000)	0
<i>Excess of Revenues Over (Under) Expenses, Advances, and Transfers</i>	(35,356)	432,077	467,433
<i>Fund Balances at Beginning of Year</i>	1,519,806	1,519,806	0
<i>Prior Year Encumbrances Appropriated</i>	<u>28,838</u>	<u>28,838</u>	<u>0</u>
<i>Fund Balances at End of Year</i>	<u><u>\$1,513,288</u></u>	<u><u>\$1,980,721</u></u>	<u><u>\$467,433</u></u>

See accompanying notes to the general purpose financial statements

Internal Service			Totals (Memorandum Only)		
Revised Budget	Actual	Variance Favorable (Unfavorable)	Revised Budget	Actual	Variance Favorable (Unfavorable)
\$0	\$0	\$0	\$1,013,000	\$1,006,689	(\$6,311)
0	0	0	25,000	45,500	20,500
0	0	0	0	2,480	2,480
0	0	0	22,384	13,452	(8,932)
0	0	0	345,000	672,732	327,732
0	0	0	1,405,384	1,740,853	335,469
0	0	0	333,500	327,958	5,542
0	0	0	341,456	175,734	165,722
0	0	0	42,634	35,793	6,841
0	0	0	686,950	569,669	117,281
691	691	0	91,091	65,030	26,061
0	0	0	44,800	36,514	8,286
691	691	0	1,540,431	1,210,698	329,733
(691)	(691)	0	(135,047)	530,155	665,202
0	0	0	337,000	96,360	(240,640)
0	0	0	0	42,871	42,871
(16,800)	(16,800)	0	(254,800)	(254,800)	0
(17,491)	(17,491)	0	(52,847)	414,586	467,433
17,491	17,491	0	1,537,297	1,537,297	0
0	0	0	28,838	28,838	0
\$0	\$0	\$0	\$1,513,288	\$1,980,721	\$467,433

Marion County, Ohio
Combined Statement of Cash Flows
All Proprietary Fund Types - Primary Government
For the Year Ended December 31, 2002

	Enterprise	Internal Service	Totals (Memorandum Only)
<u>Increase (Decrease) in Cash and Cash Equivalents</u>			
<u>Cash Flows from Operating Activities:</u>			
Cash Received from Customers	\$988,275	\$0	\$988,275
Cash Received from Quasi-External Transactions with Other Funds	13,382	0	13,382
Cash Received from Other Revenues	328,122	0	328,122
Cash Payments for Personal Services	(327,958)	0	(327,958)
Cash Payments for Fringe Benefits	(175,734)	0	(175,734)
Cash Payments for Materials and Supplies	(57,294)	0	(57,294)
Cash Payments for Contractual Services	(235,917)	0	(235,917)
Cash Payments for Quasi-External Transactions with Other Funds	(789)	0	(789)
Cash Payments for Other Expenses	(64,339)	0	(64,339)
<i>Net Cash Provided by Operating Activities</i>	<u>467,748</u>	<u>0</u>	<u>467,748</u>
<u>Cash Flows from Noncapital Financing Activities:</u>			
Cash Received from Advances - In	96,360	0	96,360
Cash Received from Operating Transfers - In	42,481	0	42,481
Cash Received from Residual Equity Transfers - In	390	0	390
Cash Payments for Residual Equity Transfers - Out	0	(17,491)	(17,491)
<i>Net Cash Provided by (Used for) Noncapital Financing Activities</i>	<u>139,231</u>	<u>(17,491)</u>	<u>121,740</u>
<u>Cash Flows from Capital and Related Financing Activities:</u>			
Cash Received from Tap In Fees	45,500	0	45,500
Cash Received from Other Governments	347,480	0	347,480
Cash Paid for Fixed Assets	(12,513)	0	(12,513)
Principal Paid on Issue II Loans	(41,621)	0	(41,621)
Principal Paid on USDA Revenue Bonds	(14,400)	0	(14,400)
Interest Paid on USDA Revenue Bonds	(58,896)	0	(58,896)
Principal Paid on General Obligation Bonds	(51,000)	0	(51,000)
Interest Paid on General Obligation Bonds	(70,718)	0	(70,718)
<i>Net Cash Provided by Capital and Related Financing Activities</i>	<u>143,832</u>	<u>0</u>	<u>143,832</u>
<u>Cash Flows from Investing Activities:</u>			
Interest	19,919		19,919
<i>Net Increase (Decrease) in Cash and Cash Equivalents</i>	770,730	(17,491)	753,239
<i>Cash and Cash Equivalents at Beginning of Year</i>	<u>1,996,852</u>	<u>17,491</u>	<u>2,014,343</u>
<i>Cash and Cash Equivalents at End of Year</i>	<u><u>\$2,767,582</u></u>	<u><u>\$0</u></u>	<u><u>\$2,767,582</u></u>

continued

Marion County, Ohio
Combined Statement of Cash Flows
All Proprietary Fund Types - Primary Government (continued)
For the Year Ended December 31, 2002

	Enterprise	Internal Service	Totals (Memorandum Only)
Reconciliation of Operating Loss to Net Cash			
<u>Provided by Operating Activities:</u>			
Operating Loss	(\$19,087)	\$0	(\$19,087)
Adjustments to Reconcile Operating Loss to Net Cash			
<u>Provided by Operating Activities:</u>			
Depreciation	338,692	0	338,692
Gain from Operations from Discontinued County Home	184,888	0	184,888
Changes in Assets and Liabilities:			
Decrease in Accounts Receivable	6,971	0	6,971
Increase in Due from Other Funds	(741)	0	(741)
Decrease in Due from Other Governments	2,130	0	2,130
Increase in Materials and Supplies Inventory	(25,751)	0	(25,751)
Decrease in Accounts Payable	(7,175)	0	(7,175)
Increase in Accrued Wages Payable	1,455	0	1,455
Decrease in Compensated Absences Payable	(7,819)	0	(7,819)
Decrease in Due to Other Governments	(5,815)	0	(5,815)
<i>Net Cash Provided by Operating Activities</i>	<u>\$467,748</u>	<u>\$0</u>	<u>\$467,748</u>

See accompanying notes to the general purpose financial statements

Marion County, Ohio
Statement of Cash Flows
Component Unit
For the Year Ended June 30, 2002

	MARCA Industries
<u>Increase (Decrease) in Cash and Cash Equivalents</u>	
<u>Cash Flows from Operating Activities:</u>	
Cash Received from Customers	\$502,667
Cash Received from Other Revenues	3,641
Cash Payments for Employee Services	(452,909)
Cash Payments for Goods and Services	(131,927)
	(78,528)
<i>Net Cash Used for Operating Activities</i>	<i>(78,528)</i>
<u>Cash Flows from Investing Activities:</u>	
Purchase of Certificates of Deposit	(1,914)
Purchase of Investments	(3,093)
Sale of Investments	115,495
Cash Received from Interest and Dividends	10,087
Proceeds from Sale of Fixed Assets	1,950
Purchase of Property and Equipment	(28,001)
	94,524
<i>Net Cash Provided by Investing Activities</i>	<i>94,524</i>
<u>Cash Flows from Capital and Related Financing Activities:</u>	
Cash Payments for Long-Term Debt	(4,933)
	11,063
<i>Net Increase in Cash and Cash Equivalents</i>	<i>11,063</i>
<i>Cash and Cash Equivalents at Beginning of Year</i>	<i>43,288</i>
<i>Cash and Cash Equivalents at End of Year</i>	<i>\$54,351</i>
<u>Reconciliation of Change in Net Assets to Net Cash Used for Operating Activities</u>	
Change in Net Assets	(\$92,490)
Adjustments to Reconcile Change in Net Assets to Net Cash Used for Operating Activities:	
Depreciation	44,658
Investment and Dividend Income	(10,087)
Loss on Disposal of Equipment	194
Net Unrealized Loss on Investments	7,569
Changes in Assets and Liabilities:	
Increase in Receivables	(35,547)
Increase in Materials and Supplies Inventory	(61)
Increase in Prepaid Items	(1,526)
Increase in Accounts Payable	2,496
Increase in Accrued Liabilities	6,266
	(\$78,528)
<i>Net Cash Used for Operating Activities</i>	<i>(\$78,528)</i>

See accompanying notes to the general purpose financial statements

Marion County, Ohio
Notes to the General Purpose Financial Statements
For the Year Ended December 31, 2002

NOTE 1 - REPORTING ENTITY

Marion County, Ohio (County) was created in 1824. The County is governed by a Board of three commissioners elected by the voters of the County. The County Commissioners serve as the taxing authority, the contracting body, and the chief administrators of public services for the County. Other officials elected by the voters of the County that manage various segments of the County's operations are the Auditor, Treasurer, Prosecuting Attorney, Common Pleas Court Judges, Family Court Judge, Probate and Juvenile Court Judge, Clerk of Courts, Coroner, Sheriff, Recorder, and Engineer.

A reporting entity is composed of the primary government, component units, and other organizations that are included to ensure the financial statements of the County are not misleading. The primary government of the County consists of all funds, departments, boards, and agencies that are not legally separate from the County. For Marion County, this includes the Children Services Board, the Board of Mental Retardation and Developmental Disabilities, the Department of Job and Family Services, and all departments and activities that are directly operated by the 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.

Discretely Presented Component Unit The component unit column on the combined financial statements identifies the financial data of the County's component unit, MARCA Industries. It is reported separately to emphasize that it is legally separate from the County.

Marion Area Retarded Children and Adults (MARCA) Industries - MARCA Industries is a legally separate not-for-profit corporation served by a board of trustees whose appointment is approved by the board of trustees and confirmed to the Marion County Board of Mental Retardation and Developmental Disabilities (MRDD). MARCA is under a contractual agreement with the Marion County Board of MRDD and provides sheltered employment for mentally retarded or handicapped adults in Marion County. The Marion County Board of MRDD provides MARCA with staff salaries, transportation, equipment (except that used directly in the production of goods or rendering of services), staff to administer and supervise training programs, and other funds as necessary for the operation of MARCA. Based on the significant services and resources provided by the County to MARCA and MARCA's sole purpose of providing assistance to the retarded and handicapped adults of Marion County, MARCA is presented as a component unit of Marion County. Separately issued financial statements can be obtained from MARCA Industries of Marion County, 2387 Harding Highway East, Marion, Ohio 43302.

MARCA Industries is a non-governmental not-for-profit organization which prepares its financial statements in accordance with Financial Accounting Standards Board Statement No. 117 and has a June 30 fiscal year end; therefore, all information pertaining to MARCA is presented as of and for the fiscal year ended June 30, 2002.

Note disclosures for MARCA Industries are reflected in Notes 23 and 24 to the notes to the general purpose financial statements.

Marion County, Ohio
Notes to the General Purpose Financial Statements
For the Year Ended December 31, 2002

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 nor are the entities fiscally dependent on the County. Accordingly, the activity of the following entities is presented as agency funds within Marion County's financial statements:

- Marion County Disaster Services Board
- Marion County Regional Planning Commission
- Marion County Soil and Water Conservation District
- Marion County General Health District
- Marion County Local Emergency Planning Commission
- Marion County Family and Children First Council
- Marion County Park District
- Delaware-Knox-Marion-Morrow Joint Solid Waste Management District
- Marion-Crawford Mental Health Board
- Marion-Hardin Corrections Commission

The County participates in four jointly governed organizations, three joint ventures, and two insurance pools. These organizations are presented in Notes 20, 21, and 22. These organizations are:

- Marion County Disaster Services Board
- Marion County Regional Planning Commission
- Marion County Family and Children First Council
- Delaware-Knox-Marion-Morrow Joint Solid Waste Management District
- Marion-Crawford Mental Health Board
- Marion-Hardin Corrections Commission
- Northland Homes and Properties, Inc.
- County Risk Sharing Authority, Inc. (CORSA)
- Ohio School Plan

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 (GAAP) for local governmental units as prescribed in the statements issued by the Governmental Accounting Standards Board (GASB) and other recognized authoritative sources. The County also applies Financial Accounting Standards Board (FASB) Statements and Interpretations issued on or before November 30, 1989, to its proprietary activities provided they do not conflict with or contradict GASB pronouncements.

A. Basis of Presentation - Fund Accounting

The County uses funds and account groups to report on its 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.

Marion County, Ohio
Notes to the General Purpose Financial Statements
For the Year Ended December 31, 2002

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 available expendable 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 of governmental, proprietary, and fiduciary.

Governmental Fund Types

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

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

Special Revenue Funds - These funds are used to account for the proceeds of specific revenue sources (other than for major capital projects and expendable trusts) 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 obligation principal, interest, and related costs.

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

Proprietary Fund Types

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

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

Internal Service Fund - This fund is used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the County, or to other governmental units, on a cost-reimbursement basis.

Marion County, Ohio
Notes to the General Purpose Financial Statements
For the Year Ended December 31, 2002

Fiduciary Fund Types

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

Expendable Trust Funds - These funds are accounted for in essentially the same manner as governmental funds.

Agency Funds - These funds are custodial in nature (assets equal liabilities) and 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 - This account group is used to account for all fixed assets of the County, except those accounted for in the proprietary funds.

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

B. 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 are generally 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 fund types are accounted for using 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. Operating statements of these funds present increases (e.g., revenues) and decreases (e.g., expenses) in net total assets.

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

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

Marion County, Ohio
Notes to the General Purpose Financial Statements
For the Year Ended December 31, 2002

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 the modified accrual basis, revenue is recorded in the year in which the resources are measurable and become available. Available means the resources will be collected within the current year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current year. For the County, available means expected to be received within thirty-one days of year end.

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

Under the modified accrual basis, the following revenue sources are considered both measurable and available at fiscal year end: sales taxes, charges for services, fines and forfeitures, grants, and interest.

Deferred revenues arise when assets are recognized before revenue recognition criteria have been satisfied. Property taxes for which there was an enforceable legal claim as of December 31, 2002, but which were levied to finance 2003 operations, are recorded as deferred revenue. Grants and entitlements received before the eligibility requirements are met are also recorded as deferred revenue. On the modified accrual basis, revenues that are not collected within the available period are recorded as deferred revenue.

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

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

C. 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 Appropriations Resolution, all of which are prepared on the budgetary basis of accounting. The Certificate of Estimated Resources and the Appropriations Resolution are subject to amendment throughout the year with the legal restriction that appropriations cannot exceed estimated resources, as certified. All funds, other than agency funds, legally are required to be budgeted and appropriated.

Marion County, Ohio
Notes to the General Purpose Financial Statements
For the Year Ended December 31, 2002

The County may not adopt a budget for certain funds if no cash activity is anticipated for the year and none takes place. The following funds were not budgeted in 2002:

Capital Projects Fund
Transfer Station Construction

Expendable Trust Funds
Children's Home Trust
County Home Bequest Trust

Tax Budget

A budget of estimated revenues 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. The budget includes proposed expenditures and the means of financing for all funds. The express purpose of this budget document is to reflect the need for existing or increased tax rates.

Estimated Resources

The County Budget Commission reviews estimated revenues and determines if the budget substantiates a need to levy all or part of previously authorized taxes. The County Budget Commission certifies its actions to the County by September 1. As part of the certification, the County receives the Official Certificate of Estimated Resources, which states the estimated beginning of the year fund balance and projected revenue of each fund. Prior to December 31, the County must revise its budget so that total contemplated expenditures from any fund during the ensuing 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 appropriations measure. On or about January 1, the Certificate of Estimated Resources is amended to include the actual unencumbered fund balances from the preceding year. The Certificate of Estimated Resources may be further amended during the year if the County Auditor determines, and the County Budget Commission agrees, that an estimate needs to be increased or decreased. The amounts reported on the budgetary statements reflect the amounts on the Amended Official Certificate of Estimated Resources in effect at the time final appropriations were passed by the County Commissioners.

Appropriations

A temporary Appropriations Resolution to control expenditures may be passed on or about January 1 of each year, for the period January 1 to March 31. An annual Appropriations Resolution must be passed by April 1 of each year, for the period January 1 to December 31. The Appropriations 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 Appropriations Resolutions were legally enacted by the County Commissioners during the year. The budget figures which appear on the statements of budgetary comparisons represent the final appropriation amounts passed during 2002.

Marion County, Ohio
Notes to the General Purpose Financial Statements
For the Year Ended December 31, 2002

Budgeted Level of Expenditures

Administrative control is maintained through the establishment of detailed line-item budgets. The legal level of budgetary control is at the object level within each department. Expenditures plus encumbrances may not legally exceed appropriations at the legal level of control. Commissioners' appropriations are made to the fund, department, and object level (i.e., General Fund - Commissioners - personal services, fringe benefits, materials and supplies, contractual services, capital outlay, and other).

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. On the GAAP basis, encumbrances outstanding at year end are reported as reservations of fund balance for subsequent-year expenditures for governmental fund types and expendable trust funds and reported in the notes to the financial statements for proprietary fund types.

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 appropriation. Encumbered appropriations are carried forward to the succeeding year and are not reappropriated.

D. Cash and Investments

To improve cash management, cash received by the County, except cash in segregated accounts, is pooled and invested. Individual fund integrity is maintained through County records. Interest in the pool is presented as "Equity in Pooled Cash and Cash Equivalents" on the combined balance sheet.

Cash and cash equivalents that are held separately within departments of the County, and not held with the County Treasurer, are recorded on the combined balance sheet as "Cash and Cash Equivalents in Segregated Accounts".

During 2002, investments were limited to non-negotiable certificates of deposit, manuscript notes, and STAROhio. Non-negotiable certificates of deposit are reported at cost. Manuscript notes are reported at fair value, which is based on quoted market price. STAROhio is an investment pool, managed by the State Treasurer's Office, which allows governments within the State to pool their funds for investment purposes. STAROhio is not registered with the SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in STAROhio are valued at STAROhio's share price, which is the price the investment could be sold for on December 31, 2002.

Interest earnings are allocated to County funds according to State statutes, grant requirements, or debt related restrictions. Interest revenue credited to the General Fund during 2002 was \$1,010,607, which includes \$920,629 assigned from other County funds.

Marion County, Ohio
Notes to the General Purpose Financial Statements
For the Year Ended December 31, 2002

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

E. Loans Receivable

Loans receivable represent the right to receive repayment for certain loans made by the County. These loans are based upon written agreements between the County and the various loan recipients. Reported loans receivable is equally offset by a fund balance reserve account in the governmental funds which indicates that it does not constitute available expendable resources even though it is a component of net current assets.

F. Materials and Supplies Inventory

Inventory is presented at cost on a first-in, first-out basis and is expensed when used. Inventory consists of expendable supplies held for consumption.

G. Restricted Assets

Restricted assets represent certain resources which are segregated from other resources of the County to comply with various covenants established by bond financing agreements. The various covenants place restrictions on the use of these resources, require minimum balances to be maintained in certain accounts, and establish annual amounts to be accumulated for specific uses.

H. Fixed Assets and Depreciation

The fixed asset values were initially determined at December 31, 1987, assigning original acquisition costs when such information was available. In cases where information supporting original costs was not available, estimated historical costs were used. Donated fixed assets are capitalized at fair market value on the date donated. 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. The County has established a capitalization threshold for fixed assets of \$1,000.

General Fixed Assets

General fixed assets (fixed assets used in governmental fund type operations) are not capitalized in the funds used to acquire or construct them. Instead, capital acquisition and construction costs are reflected as expenditures in the governmental funds, and the related assets are reported in the general fixed assets account group at historical costs or estimated historical costs. Assets in the general fixed assets account group are not depreciated.

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

Marion County, Ohio
Notes to the General Purpose Financial Statements
For the Year Ended December 31, 2002

Enterprise Fund Fixed Assets

Fixed assets reflected in the enterprise funds are stated at historical cost (or estimated historical cost) and are updated for the cost of additions and reductions during the year. Depreciation is calculated on a straight-line basis over the following estimated useful lives:

<u>Asset Category</u>	<u>Estimated Lives</u>
Buildings	40 years
Improvements Other Than Buildings	10 years
Sewer Lines	50 years
Equipment and Vehicles	7 - 10 years

Capitalization of Interest

Interest is capitalized on enterprise fund assets acquired with tax-exempt debt. The County's policy is to capitalize net interest on 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 from the date of borrowing until completion of the project and the interest earned from the temporary investment of the debt proceeds over the same period. Capitalized interest is amortized on a straight-line basis over the estimated useful life of the asset. For 2002, there was no capitalized interest costs incurred on enterprise fund construction projects.

I. Interfund Assets/Liabilities

Short-term interfund loans are classified as "Interfund Receivable/Payables". Transactions between individual funds for goods provided or services rendered are classified as "Due from/to Other Funds". Long-term interfund loans are classified as "Advances to/from Other Funds" and are equally offset by a fund balance reserve account in the governmental funds which indicates that they do not constitute available expendable resources since they are not a component of net current assets.

J. Compensated Absences

County employees earn vacation and sick leave at varying rates depending on length of service and department policy. Vacation benefits are accrued as the benefits are earned if the employees' rights to receive compensation are attributed to services already rendered and it is probable that the County will compensate the employees for the benefits through paid time off or some other means. All accumulated unused vacation time is paid upon separation if the employee has at least one year of service.

Sick leave benefits, for all County departments, are accrued as a liability using the vesting method. The liability includes the employees who are currently eligible to receive termination benefits and those the County has identified as probable of receiving payment in the future. The amount is based on accumulated sick leave and employees' wages rates at year end for employees with ten years of service and age fifty or five years of service and age fifty-five.

For governmental funds, the current portion of unpaid compensated absences is the amount expected to be paid using available expendable 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.

Marion County, Ohio
Notes to the General Purpose Financial Statements
For the Year Ended December 31, 2002

K. Accrued Liabilities and Long-Term Obligations

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

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

Under Ohio Law, a debt service fund may be created and used for the payment of all debt principal and interest. Generally accepted accounting principles require the allocation of the debt liability among the appropriate funds and the general long-term obligations account group, with principal and interest payments on matured general obligation long-term debt being reported in the Bond Retirement debt service fund. To comply with GAAP reporting requirements, the County's Bond Retirement debt service fund has been split among the appropriate funds and account group. Debt service fund resources used to pay both principal and interest have also been allocated accordingly.

L. Contributed Capital

Contributed capital represents contributions from other funds, other governments, and private sources provided to the enterprise funds prior to 2001 that is not subject to repayment. These assets are recorded at their fair market value on the date donated.

Capital contributions received from other governments and private sources subsequent to 2001 are recorded as revenues and retained earnings. Capital contributions from other funds continue to be reported as contributed capital.

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 expendable resources and, therefore, are not available for appropriation or expenditure. Unreserved fund balance indicates that portion of fund equity which is available for appropriation in future periods. Fund balance reserves have been established for loans, advances, and encumbrances.

N. Interfund Transactions

Quasi-external transactions are accounted for as revenues and expenditures, or expenses. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed.

Nonrecurring or nonroutine permanent transfers of equity are reported as residual equity transfers. During 2002, the Self Insurance internal service fund was closed and a portion of the remaining assets was distributed to agency funds, in the amount of \$691; therefore, the residual equity transfers in and out do not equal.

Marion County, Ohio
Notes to the General Purpose Financial Statements
For the Year Ended December 31, 2002

All other interfund transfers are reported as operating transfers. During 2002, a transfer was made into the County Home Operating enterprise fund in the amount of \$41,187 which was included in the Gain from Operations from Discontinued County Home. Therefore, transfers in and out do not equal.

O. Use of Estimates

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

P. Total Columns on Combined Financial Statements

Total columns on the combined statements overview are captioned "Totals (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 (Note 1). Total columns on statements which do not include a component unit have no additional caption.

NOTE 3 - ACCOUNTABILITY

The following funds had deficit fund balances/retained earnings as of December 31, 2002.

	Deficit Fund Balances/ Retained Earnings
Special Revenue Fund	
Litter Control and Recycling	\$5,443
Capital Projects Funds	
Dog and Kennel Construction	46,500
Coliseum Levy	320,268
County Office Building	74,412
Enterprise Funds	
Sewer District Operating and Maintenance	179,777
County Home Operating	617,545

Marion County, Ohio
Notes to the General Purpose Financial Statements
For the Year Ended December 31, 2002

The deficit in the Litter Control and Recycling special revenue fund, and the Dog and Kennel Construction and County Office Building capital projects funds resulted from advances from the General Fund. The deficits will be alleviated when revenues are received to repay the advances. The deficit in the Coliseum Levy capital projects fund resulted from the requirement to report tax anticipation notes in the fund which received the note proceeds. The deficit will be alleviated when sufficient tax revenues are received to pay the outstanding notes. The deficits in the Sewer District Operating and Maintenance and the County Home Operating enterprise funds resulted from accumulated operating losses. Management increased sewer rates beginning in 2001 to eliminate the deficit in the Sewer District Operating and Maintenance enterprise fund. The County Commissioners passed a resolution to close the county home effective June 30, 2001. The remaining deficit is expected to be eliminated upon the sale of the property.

NOTE 4 - BUDGETARY BASIS OF ACCOUNTING

While reporting financial position, results of operations, and changes in fund balances/retained earnings on the basis of generally accepted accounting principles (GAAP), the budgetary basis as provided by law is based upon accounting for certain transactions on a basis of cash receipts, disbursements, and encumbrances. The Combined Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget (Non-GAAP Basis) and Actual - All Governmental Fund Types and Expendable Trust Funds and the Combined Statement of Revenues, Expenses, and Changes in Fund Balances - Budget (Non-GAAP Basis) and Actual - All Proprietary Fund Types are presented on the budgetary basis to provide a meaningful comparison of actual results with the budget. The major differences between the budget basis and the GAAP basis are that:

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 expendable trust funds (GAAP basis). Material encumbrances are disclosed in the notes for proprietary fund types (GAAP basis).
4. For proprietary funds, the acquisition and construction of fixed assets are reported on the operating statement (budget basis) rather than as balance sheet transactions (GAAP basis).
5. "Cash and Cash Equivalents in Segregated Accounts" are not budgeted by the County but are reported as on GAAP basis..
6. Proceeds from and principal payments on proprietary long-term obligations are reported in the Debt Service Fund and enterprise funds on the operating statement (budget basis) rather than reporting a liability on the balance sheet in the proprietary fund types (GAAP basis).

Marion County, Ohio
Notes to the General Purpose Financial Statements
For the Year Ended December 31, 2002

The following tables summarize the adjustments necessary to reconcile the GAAP basis statements to the budgetary basis statements by type.

Excess of Revenues and Other Financing Sources
Over (Under) Expenditures and Other Financing Uses
All Governmental Fund Types and Expendable Trust Funds

	Governmental Fund Types				Expendable Trust
	General	Special Revenue	Debt Service	Capital Projects	
GAAP Basis	(\$125,449)	(\$72,806)	\$14,753	(\$1,447,777)	\$11,229
Revenue Accruals	13,111	(266,670)	0	(33,842)	0
Expenditure Accruals	74,648	76,163	0	(730,567)	0
Unrecorded Cash					
From Current Year	(92,845)	(36,497)	0	3	0
From Prior Year	101,824	218,146	0	0	0
Loans Receivable	0	(4,926)	0	0	0
Materials and Supplies Inventory	13,485	298,101	0	0	0
Reallocation of Debt Activity:					
Interest Revenue Relating to Debt	0	0	3,551	0	0
Note Principal Retirement	0	0	(134,319)	0	0
Long-Term Principal Retirement	0	0	(107,021)	0	0
Interest Payments	0	0	(169,893)	40,279	0
Transfers Relating to Debt	0	0	416,383	(178,383)	0
Residual Equity Transfers Relating to Debt	0	0	(2,765)	2,765	0
Advances - In	94,977	121,556	0	158,996	0
Advances - Out	(376,912)	(5,000)	0	(89,977)	0
Nonbudgeted Funds	0	3,778	0	0	472
Residual Equity Transfers In (Out)	12,678	4,857	5,195	(6,320)	0
Encumbrances Outstanding at Year End (Budget Basis)	(396,504)	(2,146,955)	(3,785)	(947,096)	0
Budget Basis	<u>(\$680,987)</u>	<u>(\$1,810,253)</u>	<u>\$22,099</u>	<u>(\$3,231,919)</u>	<u>\$11,701</u>

Marion County, Ohio
Notes to the General Purpose Financial Statements
For the Year Ended December 31, 2002

Net Income/Excess of Revenues Over Expenses,
Advances, and Transfers
Proprietary Fund Type

	Enterprise
GAAP Basis	\$266,177
Revenue Accruals	8,360
Expense Accruals	(20,039)
Unrecorded Cash	
From Current Year	(8,135)
From Prior Year	9,861
Materials and Supplies Inventory	(25,751)
Gain from Operations from Discontinued County Home	224,237
Acquisition of Fixed Assets	(12,513)
Depreciation Expense	338,692
Loss on Disposal of Fixed Assets	1,838
Reallocation of Debt Activity:	
Interest Revenue Relating to Debt	(3,551)
Interest Payments	129,614
Transfers Relating to Debt	(238,000)
Advances - In	96,360
Residual Equity Transfers - In	390
Encumbrances Outstanding at Year End (Budget Basis)	(335,463)
Budget Basis	\$432,077

NOTE 5 - DEPOSITS AND INVESTMENTS

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

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

1. United States Treasury bills, bonds, notes, 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;

Marion County, Ohio
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For the Year Ended December 31, 2002

2. Bonds, notes, debentures, or any other obligation or security issued by any federal government agency or instrumentality including, but not limited to, the Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation, Government National Mortgage Association, and Student Loan Marketing Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
3. Written repurchase agreements in the securities listed above provided the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least 2 percent and be marked to market daily, and the term of the agreement must not exceed thirty days;
4. Bonds and other obligations of the State of Ohio, or its political subdivisions, provided that such political subdivisions are located wholly or partly within the County;
5. Time certificates of deposit, or savings or deposit accounts including, but not limited to, passbook accounts;
6. No-load money market mutual funds consisting exclusively of obligations described in division (1) or (2) and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions;
7. The State Treasurer's investment pool (STAROhio);
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 5 percent of the County's total average portfolio; and
10. Bankers acceptances for a period not to exceed two hundred seventy days and in an amount not to exceed 10 percent of the County's total average portfolio.

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

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, if the securities are not represented by a certificate, upon receipt of confirmation of transfer from the custodian.

Marion County, Ohio
Notes to the General Purpose Financial Statements
For the Year Ended December 31, 2002

At year end, the County had \$88,357 in undeposited cash on hand which is included on the combined balance sheet of the County as part of "Equity in Pooled Cash and Cash Equivalents".

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

At year end, the carrying amount of the County's deposits was \$33,414,193 and the bank balance was \$33,815,260. Of the bank balance \$1,269,556 was covered by federal depository insurance. The remaining amounts were uninsured and uncollateralized. Although all State statutory requirements for the deposit of money had been followed, noncompliance with federal requirements could potentially subject the County to a successful claim by the FDIC.

The County's investments are 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. STAROhio is an unclassified investment since it is not evidenced by securities that exist in physical or book entry form.

	Category 1	Fair Value
Scioto Conservancy District Note	\$70,000	\$70,000
Manuscript Notes	272,910	272,910
	\$342,910	342,910
STAROhio		602,233
Total Investments		\$945,143

The classification of cash and cash equivalents and investments on the combined balance sheet is based on criteria set forth in GASB Statement No. 9, "Reporting Cash Flows of Proprietary and Nonexpendable Trust Funds and Governmental Entities That Use Proprietary Fund Accounting". A reconciliation between the classification of cash and cash equivalents and investments on the combined balance sheet and the classification of deposits and investments according to GASB Statement No. 3 is as follows:

	Cash and Cash Equivalents/Deposits	Investments
GASB Statement No. 9	\$34,447,693	\$0
Cash on Hand	(88,357)	0
Investments of the Cash Management Pool		
Scioto Conservancy District Note	(70,000)	70,000
Manuscript Notes	(272,910)	272,910
STAROhio	(602,233)	602,233
GASB Statement No. 3	\$33,414,193	\$945,143

Marion County, Ohio
Notes to the General Purpose Financial Statements
For the Year Ended December 31, 2002

NOTE 6 - PROPERTY TAXES

Property taxes include amounts levied against all real property, public utility property, and tangible personal property located in the County. Real property tax revenues received in 2002 represent the collection of 2001 taxes. Real property taxes were levied in 2002 after October 1, 2002, on the assessed values as of January 1, 2002, the lien date. These taxes will be collected in and are intended to finance 2003 operations. Assessed values for real property taxes are established by State statute at 35 percent of appraised market value. All property is required to be revalued every six years. The last revaluation was completed in 2001. Real property taxes are payable annually or semiannually. The first payment is due December 31, with the remainder payable by June 20. Under certain circumstances, State statute permits alternate payment dates to be established.

Public utility real and tangible personal property taxes were levied in 2002 after October 1, 2002, on the assessed values as of December 31, 2001, the lien date. These taxes will be collected in and are intended to finance 2003 operations. Public utility real property is assessed at 35 percent of true value; tangible personal property is currently assessed at varying percentages of true value. Public utility property taxes are payable on the same dates as real property taxes described previously.

Tangible personal property tax revenues received in 2002 (other than public utility property) represent the collection of 2002 taxes. Tangible personal property taxes received in 2002 were levied after October 1, 2001, on the true value as of December 31, 2001. Tangible personal property is currently assessed at 25 percent of true value for equipment and 24 percent for inventory. Amounts paid by multi-county taxpayers are due September 20. Single county taxpayers may pay annually or semiannually. The first payment is due April 30, with the remainder payable by September 20.

The County Treasurer collects property taxes on behalf of all taxing districts within the County. The County Auditor periodically remits to the taxing districts their portion of the taxes collected. The collection and distribution of taxes for the County and for all subdivisions within the County is accounted for through agency funds. The amount of the County's tax collections which will flow through an agency fund is reported as "Taxes Receivable" on the combined balance sheet in both the agency fund and the governmental fund which will receive the tax distribution.

Accrued property taxes receivable represents delinquent taxes outstanding and real property, public utility property, and tangible personal property taxes which were measurable as of December 31, 2002, and for which there was an enforceable legal claim. Although total property tax collections for the next year are measurable, amounts to be received during the available period are not subject to reasonable estimation at December 31 and are not intended to finance 2002 operations.

The full tax rate for all County operations for the year ended December 31, 2002, was \$11.05 per \$1,000 of assessed value. The assessed values of real property, public utility property, and tangible personal property upon which 2002 property tax receipts were based are as follows:

	Amount
Agricultural/Residential and Other Real Estate	\$802,586,490
Public Utility	59,668,560
Tangible Personal	139,711,450
Total Assessed Value	\$1,001,966,500

Marion County, Ohio
Notes to the General Purpose Financial Statements
For the Year Ended December 31, 2002

NOTE 7 - PERMISSIVE SALES AND USE TAX

The County Commissioners, by resolution, imposed a 1 percent tax on all retail sales made in the County, except sales of motor vehicles, and on the storage, use, or consumption of tangible personal property in the County, including motor vehicles not subject to the sales tax. 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.

Amounts that are measurable and available at year end are accrued as revenue. Permissive sales and use tax revenue for 2002 was \$6,251,522 in the General Fund.

NOTE 8 - RECEIVABLES

Receivables at December 31, 2002, consisted of taxes, special assessments, accounts (billings for user charged services including unbilled utility services), interfund, accrued interest, loans (community development block grant monies loaned to local businesses), services charged to other funds, and intergovernmental receivables arising from grants, entitlements, and shared revenues. All receivables are considered collectible in full. Delinquent utility accounts receivable may be certified and collected as a special assessment, subject to foreclosure for nonpayment.

Notes receivable represent low interest loans for development projects granted to eligible County businesses under the Federal Community Block Grant program. The loans have an annual interest rate of 3 to 5 percent and are to be repaid over periods ranging from five to ten years. During 2002, a new loan was issued, in the amount of \$36,002. Principal, in the amount of \$31,076, was repaid on outstanding loans receivable. Loans outstanding at December 31, 2002, were \$145,343.

A summary of the principal items of intergovernmental receivables follows:

	Amount
General Fund	
Charges for Services	\$72,207
Fines	7,867
Local Government Revenue Assistance	669,712
\$10,000 Personal Property Exemption	13,361
Grants	25,387
Other	9,276
Total General Fund	797,810
	<i>continued</i>

Marion County, Ohio
Notes to the General Purpose Financial Statements
For the Year Ended December 31, 2002

	Amount
Special Revenue Funds	
Poundage	\$13,423
Fines	2,521
\$10,000 Personal Property Exemption	38,135
Motor Vehicle License and Gasoline Tax	1,577,942
Felony Delinquent Care and Custody	890,574
North Central Rehabilitation Center	407,929
Children Services Grants	249,114
MRDD Grants	635,454
CDBG Grants	86,000
Other Grants	155,882
Other	5,582
Total Special Revenue Funds	4,062,556
Capital Projects Funds	
Issue II Grants	29,388
\$10,000 Personal Property Exemption	4,454
Total Capital Projects Funds	33,842
Agency Funds	
Fines	3,863
Local Government Revenue Assistance	2,127,950
Motor Vehicle License and Gasoline Tax	522,269
Total Agency Funds	2,654,082
Total	\$7,548,290

Marion County, Ohio
Notes to the General Purpose Financial Statements
For the Year Ended December 31, 2002

NOTE 9 - FIXED ASSETS

Following is a summary of the enterprise funds' fixed assets at December 31, 2002:

Land	\$205,058
Buildings	13,011,861
Sewer Lines	2,665,458
Improvements Other Than Buildings	61,744
Equipment	227,421
Vehicles	155,665
Total	16,327,207
Less Accumulated Depreciation	(5,992,266)
Total Fixed Assets, Net of Accumulated Depreciation	\$10,334,941

A summary of the changes in general fixed assets follows:

	Balance 12/31/2001	Additions	Reductions	Balance 12/31/2002
Land	\$636,609	\$0	\$0	\$636,609
Buildings	13,200,555	12,187,128	0	25,387,683
Improvement Other Than Buildings	1,468,559	147,967	0	1,616,526
Equipment	4,110,186	577,966	68,509	4,619,643
Vehicles	2,489,704	196,503	135,875	2,550,332
Construction in Progress	12,219,594	764,641	12,187,128	797,107
Total	\$34,125,207	\$13,874,205	\$12,391,512	\$35,607,900

Marion County, Ohio
Notes to the General Purpose Financial Statements
For the Year Ended December 31, 2002

NOTE 10 - INTERFUND ASSETS/LIABILITIES

Interfund balances at December 31, 2002, consisted of the following individual fund receivables and payables:

	<u>Interfund</u>		<u>Advances</u>	
	<u>Receivable</u>	<u>Payable</u>	<u>To Other Funds</u>	<u>From Other Funds</u>
General Fund	\$260,856	\$0	\$836,383	\$0
Special Revenue Funds				
Prison Reduction	0	30,000	0	0
Jail Reduction	0	5,000	0	0
Litter Control and Recycling	0	5,000	0	6,000
GFM Recorder Equipment	0	76,556	0	0
Total Special Revenue Funds	<u>0</u>	<u>116,556</u>	<u>0</u>	<u>6,000</u>
Capital Projects Funds				
Capital Improvement	0	15,900	0	0
Dog and Kennel Construction	0	0	0	46,500
Coliseum Levy	0	44,000	0	0
County Office Building	0	84,400	0	0
Total Capital Projects Funds	<u>0</u>	<u>144,300</u>	<u>0</u>	<u>46,500</u>
Enterprise Fund				
County Home Operating	<u>0</u>	<u>0</u>	<u>0</u>	<u>783,883</u>
Total	<u><u>\$260,856</u></u>	<u><u>\$260,856</u></u>	<u><u>\$836,383</u></u>	<u><u>\$836,383</u></u>

Marion County, Ohio
Notes to the General Purpose Financial Statements
For the Year Ended December 31, 2002

Amounts due for services provided to/from other funds at December 31, 2002, consisted of the following individual fund receivables and payables:

	Due From	Due To
General Fund	\$39,778	\$586
Special Revenue Funds		
Child Support Enforcement Agency	0	39,428
Job and Family Services	289	350
Children Services Board	3,607	0
Mental Retardation Board Operating	0	1,716
North Central Rehabilitation Center	0	480
Indigent Guardianship	0	289
Felony Delinquent Care and Custody	0	1,891
Total Special Revenue Funds	3,896	44,154
Enterprise Fund		
Sewer District Operating and Maintenance	1,066	0
Total All Funds	\$44,740	\$44,470

Amounts due from the primary government to the component unit consisted of the following payable:

	Due From	Due To
Special Revenue Fund		
Mental Retardation Board Operating	\$0	\$381

MARCA has a June 30 fiscal year end. The due to component unit liability arose during the last six months of the calendar year.

Marion County, Ohio
Notes to the General Purpose Financial Statements
For the Year Ended December 31, 2002

NOTE 11- RISK MANAGEMENT

The County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The County has contracted with the County Risk Sharing Authority (CORSA), Ohio School Plan, and National Fire Insurance Company for the following coverage:

<u>CORSA</u>	
Property (Per Occurrence)	\$63,738,222
General Liability	1,000,000
Commercial Crime	1,000,000
Food Stamp (Debit Card System)	1,000,000
Boiler and Machinery	5,000,000
Excess Liability	5,000,000
Automobile Liability	1,000,000
Police Professional Liability	1,000,000
 <u>Ohio School Plan</u>	
Mental Retardation and Development	10,129,700
Disabilities (MRDD) Property	
MRDD Liability	
Per Occurrence	1,000,000
In Aggregate	3,000,000
 <u>National Fire Insurance Company</u>	
Helicopter Aviation and Liability	1,000,000

Settled claims have not exceeded this commercial coverage in any of the past three years.

The County pays the State Workers' Compensation System a premium based on a rate per \$100 of salaries. This rate is calculated based on accident history and administrative costs.

Marion County, Ohio
Notes to the General Purpose Financial Statements
For the Year Ended December 31, 2002

NOTE 12 - CONTRACTUAL COMMITMENTS

The County had the following outstanding contractual commitments as of December 31, 2002:

Contractor	Contract Amount	Outstanding Balance
Vititoe Construction	\$282,343	\$282,343
Norris Electric	21,959	21,959
Verizon North, Inc.	63,506	63,506
Voisard Plumbing and Heating	112,186	32,822
Stevens Construction	5,273	5,273
Rhodes Heating	38,727	38,727
Jester Jones & Schiffer	48,365	48,365
Elite Excavating	578,243	518,443
Floyd Browne	51,530	25,618
Eriksson Engineering	73,039	53,656

NOTE 13 - DEFINED BENEFIT PENSION PLANS

A. Ohio Public Employees Retirement System

All County employees, other than teachers, participate in the Ohio Public Employees Retirement System (OPERS), a cost-sharing multiple employer defined benefit pension plan administered by the Ohio Public Employees Retirement Board. OPERS 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. OPERS issues a publicly available financial report that includes financial statements and required supplementary information. The report may be obtained by writing to the Ohio Public Employees Retirement System, 277 East Town Street, Columbus, Ohio 43215-4642.

Plan members, other than those engaged in law enforcement, are required to contribute 8.5 percent of their annual covered salary to fund pension obligations and the County is required to contribute 13.55 percent; 8.55 percent was the portion used to fund pension obligations for 2002. For law enforcement employees, the employee contribution is 10.1 percent of their annual covered salary for sheriffs and deputy sheriffs and 9 percent for all other members of the law enforcement program. The employer contribution for all law enforcement employees is 16.7 percent; 11.7 percent was the portion used to fund pension obligations. Contributions are authorized by State statute. The contribution rates are determined actuarially. The County's contributions to OPERS for the years ended December 31, 2002, 2001, and 2000, were \$1,647,384, \$1,848,901, and \$1,342,938 respectively; 73 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.

Marion County, Ohio
Notes to the General Purpose Financial Statements
For the Year Ended December 31, 2002

B. State Teachers Retirement System

Certified teachers, employed by the school for Mental Retardation and Developmental Disabilities and by the North Central Rehabilitation Center, 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. The 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 14 percent; 9.5 percent was the portion used to fund pension obligations for 2002. 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 \$36,744, \$36,560, and \$17,884, respectively; 96 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 fund.

NOTE 14 - POSTEMPLOYMENT BENEFITS

A. Ohio Public Employees Retirement System

The Ohio Public Employees Retirement System (OPERS) provides postretirement health care coverage to age and service retirees with ten or more years of qualifying Ohio service credit. Health care coverage for disability and primary survivor 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 OPERS is set aside for the funding of postretirement health care based on authority granted by State statute. The employer contribution rate for 2002 was 13.55 percent of covered payroll for employees not engaged in law enforcement; 5 percent was the portion used to fund health care. The employer contribution rate for law enforcement employees for 2002 was 16.7 percent; 5 percent was used to fund health care.

Benefits are advance funded using the entry age normal cost method. Significant actuarial assumptions include a rate of return on investments of 8.0 percent, an annual increase in active employee total payroll of 4.0 percent compounded annually, and an additional increase in total payroll of .5 percent to 6.3 percent based on additional pay increases. Health care premiums were assumed to increase 4.0 percent annually.

OPEB are financed through employer contributions and investment earnings. All investments are carried at market value. 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.

At December 31, 2002, the total number of benefit recipients eligible for OPEB through OPERS was 402,041. As of December 31, 2001, the actuarial value of net assets available for future OPEB payments was \$11.6 billion. The actuarially accrued liability and the unfunded actuarial accrued liability were \$16.4 billion and \$4.8 billion, respectively. The County's actual contributions for 2002 which were used to fund OPEB were \$942,177.

Marion County, Ohio
Notes to the General Purpose Financial Statements
For the Year Ended December 31, 2002

B. State Teachers Retirement System

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 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. Under 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 was \$17,405 for 2002.

STRS pays health care benefits from the Health Care Reserve Fund. The balance in the Fund at June 30, 2001, was \$3,256 million. 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 15 - OTHER EMPLOYEE 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, not to exceed vacation earned in three years, is paid upon separation if the employee has at least one year of service with the County. Vacation time may be accrued without limit.

Employees earn sick leave at the rate of 0.0575 hours per each hour worked. Current policy permits sick leave to be accumulated without limit. For all employees, except the Sheriff's department, sick leave will be paid upon death or retirement at 25 percent of sick leave accumulated or thirty days, whichever is less. Sick leave for the employees in the Sheriff's department will be paid upon death or retirement at 25 percent of sick leave accumulated or nine hundred sixty hours, whichever is less.

B. Health Care

The County provides medical/surgical benefits through Medical Mutual, a health maintenance organization. The employees share the cost of the monthly premium with the County. The premium varies with employee depending on marital and family status and on the terms of the union contract, where applicable.

Marion County, Ohio
Notes to the General Purpose Financial Statements
For the Year Ended December 31, 2002

NOTE 16 - NOTES PAYABLE

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

	Balance 12/31/2001	Additions	Reductions	Balance 12/31/2002
Capital Projects Funds				
Harding Center 5.34%	\$282,229	\$0	\$9,319	\$272,910
Real Estate 4.90%	535,000	0	125,000	410,000
Totals	<u>\$817,229</u>	<u>\$0</u>	<u>\$134,319</u>	<u>\$682,910</u>

All of the notes are backed by the full faith and credit of Marion County. The note liability is reflected in the fund which received the proceeds. The Harding Center notes are issued in anticipation of long-term bond financing and will mature within one year. The real estate notes are tax anticipation notes which will be repaid from a 0.3 mill tax levy that was passed in 2000.

The principal and interest requirements for the outstanding real estate notes are as follows:

Year	Amount
2003	150,090
2004	148,720
2005	152,105
Total	<u>\$450,915</u>

NOTE 17 - CAPITALIZED LEASES - LESSEE DISCLOSURE

In prior years, the County entered into capitalized leases for equipment. Each lease meets the criteria of a capital lease as defined by Statement of Financial Accounting Standards No. 13 "Accounting for Leases", which defines a capital lease generally as one which transfers benefits and risks of ownership to the lessee. Capital lease payments have been reclassified and are reflected as debt service expenditures in the governmental funds and as a reduction of the liability in the enterprise fund. These expenditures are reflected as program/object expenditures on a budgetary basis.

The lease in the County Home Operating enterprise fund was terminated during 2002. There were no principal payments made in 2002.

Marion County, Ohio
Notes to the General Purpose Financial Statements
For the Year Ended December 31, 2002

NOTE 18 - LONG -TERM OBLIGATIONS

Changes in the long-term obligations of the County during 2002 were as follows:

	Balance 12/31/2001	Additions	Reductions	Balance 12/31/2002
<u>Enterprise Funds</u>				
Issue II Loans 0%	\$649,207	\$0	\$41,621	\$607,586
Capital Leases	9,028	0	9,028	0
1999 USDA Revenue Bonds 4.375%	1,346,200	0	14,400	1,331,800
1996 FMHA General Obligation Bonds 4.5%	1,597,000	0	51,000	1,546,000
Total Enterprise Funds	3,601,435	0	116,049	3,485,386
<u>General Long-Term Obligations</u>				
Compensated Absences	1,162,607	188,949	0	1,351,556
Due to Other Governments	690,071	710,003	690,071	710,003
Vehicle Loans 6.7%	17,698	0	8,849	8,849
Issue II Loans 0%	148,293	0	16,477	131,816
2001 Various General Obligation Bonds 3 - 5.05%	11,130,409	0	309,365	10,821,044
2001 Special Assessment Bonds 3 - 4%	269,591	0	30,635	238,956
Total General Long-Term Obligations	13,418,669	898,952	1,055,397	13,262,224
Total	\$17,020,104	\$898,952	\$1,171,446	\$16,747,610

The Issue II loans are for improvements to the wastewater facility and a bridge. The loan issued for the wastewater facility improvements will be paid from the Sewer District Operating and Maintenance enterprise fund; the bridge improvement loan will be paid from transfers from the Motor Vehicle Gasoline Tax special revenue fund.

In 1999, the County issued \$1,377,000 in USDA revenue bonds for the sewer south construction project. The bonds will be paid from the Sewer District Operating and Maintenance enterprise fund.

In 1996, the County issued \$1,820,000 in FMHA general obligation bonds for sewer improvements. The bonds will be paid from the Sewer District Operating and Maintenance enterprise fund.

Compensated absences and due to other governments, representing the County's contractually required pension contributions, are payable from the funds from which the employees' salaries are paid.

The vehicle loan will be paid from the Motor Vehicle Gasoline Tax special revenue fund.

In 2001, the County issued \$11,400,000 in various purpose general obligation bonds for constructing, equipping, and furnishing offices for Job and Family Services, the administration of County Justice Services, the Marion-Hardin Correctional Center, the County Administration Building, and the County Animal Shelter, as well as to pay the costs for improving the QuQua Ditch. The bond issue included both serial and term bonds, in the amount of \$4,250,000 and \$7,150,000, respectively.

Marion County, Ohio
Notes to the General Purpose Financial Statements
For the Year Ended December 31, 2002

The repayment of the bonds will be from transfers from the General Fund for all construction and improvements, except for the Job and Family Services offices and a portion of the QuQua Ditch improvements. The portion of the bonds pertaining to the Job and Family Services offices will be paid from rental income from the Job and Family Services Department. The portion of the bonds pertaining to the QuQua Ditch improvements will be paid from special assessments which were levied against specific property owners who primarily benefited from the project. In the event that an assessed property owner fails to make payments or insufficient amounts are assessed to fund the debt, the County will be required to pay the related debt. The portion of the bonds related to the dog and kennel construction are being retired from the Dog and Kennel Construction capital projects fund, the bonds related to the QuQua Ditch improvements are being retired from the Ditch Drainage and Improvement capital projects fund, and the remaining bonds of this issue are being retired from the Bond Retirement debt service fund.

The term bonds maturing on December 1, 2021, are subject to mandatory sinking fund redemption, in part by lot, pursuant to the terms of the mandatory sinking fund redemption requirements of the County. The mandatory redemption is to occur on December 1, in each of the years 2013 through 2020 (with the balance of \$435,000 to be paid at stated maturity on December 1, 2021), at a redemption price equal to 100 percent of the principal amount redeemed plus accrued interest to the redemption date, according to the following schedule:

Year	Amount
2013	\$295,000
2014	310,000
2015	320,000
2016	345,000
2017	355,000
2018	375,000
2019	390,000
2020	410,000

The term bonds maturing on December 1, 2031, are subject to mandatory sinking fund redemption, in part by lot, pursuant to the terms of the mandatory sinking fund redemption requirements of the County. The mandatory redemption is to occur on December 1, in each of the years 2022 through 2030 (with the balance of \$310,000 to be paid at stated maturity on December 1, 2031), at a redemption price equal to 100 percent of the principal amount redeemed plus accrued interest to the redemption date, according to the following schedule:

Year	Amount
2022	\$455,000
2023	475,000
2024	505,000
2025	525,000
2026	550,000
2027	255,000
2028	265,000
2029	280,000
2030	295,000

The County's overall legal debt margin was \$16,343,758 at December 31, 2002.

Marion County, Ohio
Notes to the General Purpose Financial Statements
For the Year Ended December 31, 2002

The principal and interest requirements for the retirement of outstanding general obligation debt are as follows:

Year	Issue II Loans	General Obligation Bonds	Special Assessment Bonds	Total
2003	\$16,477	\$861,719	\$38,976	\$917,172
2004	16,477	855,638	38,057	910,172
2005	16,477	861,344	40,201	918,022
2006	16,477	858,626	39,106	914,209
2007	16,477	826,517	40,990	883,984
2008 - 2012	49,431	3,745,501	77,936	3,872,868
2013 - 2017	0	3,267,538	0	3,267,538
2018 - 2022	0	3,259,787	0	3,259,787
2023 - 2027	0	2,930,393	0	2,930,393
2028 - 2031	0	1,298,975	0	1,298,975
Total	\$131,816	\$18,766,038	\$275,266	\$19,173,120

The principal and interest requirements for the retirement of outstanding enterprise fund debt are as follows:

Year	Issue II Loans	USDA Revenue Bonds	FMHA General Obligation Bonds	Total
2003	\$41,621	\$73,266	\$121,377	\$236,264
2004	41,621	73,310	121,925	236,856
2005	41,621	73,323	121,360	236,304
2006	41,621	73,306	121,683	236,610
2007	41,621	73,358	120,892	235,871
2008 - 2012	208,104	366,654	605,933	1,180,691
2013 - 2017	174,781	366,641	603,695	1,145,117
2018 - 2022	16,596	366,359	480,680	863,635
2023 - 2027	0	366,341	0	366,341
2028 - 2032	0	366,338	0	366,338
2033 - 2037	0	366,235	0	366,235
2038 - 2039	0	146,483	0	146,483
Total	\$607,586	\$2,711,614	\$2,297,545	\$5,616,745

Marion County, Ohio
Notes to the General Purpose Financial Statements
For the Year Ended December 31, 2002

Conduit Debt

Issue	Original Amount	Outstanding Balance 12/31/2002
Hospital Revenue Bonds		
Prior to 1996	\$263,060,000	Not Known
1996 Hospital Revenue Bonds	29,715,000	\$21,010,000
Industrial Development Bonds		
Prior to 1996	5,155,000	Not Known
Mortgage Revenue Bonds		
Hearthside Apartments	2,200,000	2,200,000
United Church Homes, Inc.	19,000,000	19,000,000
Marion Family YMCA`	8,000,000	8,000,000

The proceeds were used to acquire, construct, improve, and equip facilities. The bonds do not constitute a general obligation debt or bonded indebtedness of the County. Neither is the full faith and credit or taxing authority of the County pledged to make repayment.

NOTE 19 - SEGMENT INFORMATION FOR ENTERPRISE FUNDS

The County's enterprise funds account for the provision of sewer services and the county home. The table below reflects in a summarized format the more significant data relating to the enterprise funds of the County.

	Sewer District Operating and Maintenance	County Home Operating	Total
Operating Revenues	\$996,897	\$0	\$996,897
Depreciation Expense	338,692	0	338,692
Operating Loss	(19,087)	0	(19,087)
Operating Transfers - In	1,294	0	1,294
Net Income	266,177	0	266,177
Capital Contributions:			
From Tap In Fees	45,500	0	45,500
From Other Governments	347,480	0	347,480
Gain from Operations from Discontinued County Home	0	224,237	224,237
Fixed Assets			
Additions	12,513	0	12,513
Reductions	1,995	13,582	15,577
Net Working Capital	2,075,819	909,489	2,985,308
Total Assets	12,243,902	1,608,925	13,852,827

Marion County, Ohio
Notes to the General Purpose Financial Statements
For the Year Ended December 31, 2002

	Sewer District Operating and Maintenance	County Home Operating	Total
Bonds and Other Long-Term Liabilities Payable from Revenues	\$3,506,042	\$783,883	\$4,289,925
Total Equity	8,648,573	825,033	9,473,606
Encumbrances Outstanding at December 31, 2002 (Budget Basis)	329,241	6,222	335,463

NOTE 20 - JOINTLY GOVERNED ORGANIZATIONS

A. Marion County Disaster Services Board

The Marion County Disaster Services Board (Board) is governed by the County, fifteen townships, seven villages, and one city. Under the authority of Ohio Revised Code Section 5915.06, the five members of the advisory council are appointed as follows: one county commissioner, one township trustee appointed by all of the trustees, one mayor appointed by all of the villages or their appointed designee, one member from the city, and one member appointed by the other four members. The Board does not have any outstanding debt. In 2002, the County paid membership dues of \$3,316 to the operation of the Board. Information can be obtained from the Marion County Disaster Services Board, Don Caprino, 200 South Elm Street, Prospect, Ohio 43342.

B. Marion County Regional Planning Commission

The County participates in the Marion County Regional Planning Commission (Commission) which is a statutorily created political subdivision of the State. The Commission is jointly governed among the County, the municipalities, and the townships. The Commission makes studies, maps, plans, recommendations, and reports concerning the physical, environmental, social, economic, and governmental characteristics, functions, and services within the County. In 2002, the County paid membership dues of \$59,533 toward the operation of the Commission. Information can be obtained from the Marion County Regional Planning Commission, Ken Lengieza, 222 West Center Street, Marion, Ohio 43302.

C. Marion County Family and Children First Council

The Marion County Family and Children First Council (Council) provides services to multi-need youth in Marion County. There are fifteen organizations which are members of the Council, including the County. The operation of the Council is controlled by a board consisting of representatives of the member organizations. Members refer cases to the Council who determines how the case is to be handled. In 2002, the County did not make any contributions to the Council.

Marion County, Ohio
Notes to the General Purpose Financial Statements
For the Year Ended December 31, 2002

D. Delaware-Knox-Marion-Morrow Joint Solid Waste Management District

The Delaware-Knox-Marion-Morrow Joint Solid Waste Management District (District) makes the disposal of waste in the four county area more comprehensive in terms of recycling, incinerating, and land filling. The Board of Directors consists of twelve members; the three county commissioners of each of the four counties. The Board exercises total control over the operation of the District including budgeting, appropriating, contracting, and designating management; however, the County has no ongoing financial interest or responsibility for the District. Most of the District's revenue was received from private haulers. Information can be obtained from the Delaware-Knox-Marion-Morrow Joint Solid Waste Management District, Keith Bailey, 222 West Center Street, Marion, Ohio 43302.

NOTE 21 - JOINT VENTURES

A. Marion-Crawford Mental Health Board

The Marion-Crawford Mental Health Board (ADAMH) is a two county political subdivision whose general purpose is to provide leadership in planning for and supporting community-based alcohol, drug addition, and mental health services. This is in cooperation with public and private resources with emphasis on the development of prevention and early intervention programming, while respecting, protecting, and advocating for the rights of persons as consumers of alcohol, drug addition, and mental health services. The Board of Trustees of ADAMH consists of sixteen members. Eight members are appointed by the Marion County Commissioners, and eight members are appointed by the Crawford County Commissioners. Marion County serves as the fiscal agent for the ADAMH Board. The Board receives tax revenues from the two counties and receives federal and state funding through grant monies which are applied for and received by the Board of Trustees. The continued existence of the ADAMH is dependent on the continued participation of Marion County.

The ADAMH has not accumulated significant financial resources nor is the ADAMH experiencing fiscal stress that may cause additional financial benefit to or burden on the County in the future.

The County cannot significantly influence the operations of the ADAMH Board. The Board has sole budgetary authority and controls surpluses and deficits, and the County is not legally or morally obligated for the Board's debt. In 2002, the County contributed tax revenues of \$651,088 which represents 8.8 percent of total revenues. Financial information can be obtained from the Marion County Auditor, Joseph P. Campbell, 222 West Center Street, Marion, Ohio 43302.

B. Marion-Hardin Corrections Commission

The Marion-Hardin Corrections Commission (Commission) is a joint venture between Marion and Hardin Counties. The purpose of the Commission is to provide additional jail space and to provide a correctional center for the inmates. The Commission was created in 1996 with construction beginning in 1997. The Commission is governed by a Board made up of six members; each county's President of the Board of County Commissioners, the Common Pleas Court Judge, and the Sheriff.

The Commission has no outstanding debt as of December 31, 2002. The Commission has not accumulated significant financial resources nor is the Commission experiencing fiscal stress that may cause an additional financial benefit to or burden on the County in the future. Financial information can be obtained from the Marion County Auditor, Joseph P. Campbell, 222 West Center Street, Marion, Ohio 43302.

Marion County, Ohio
Notes to the General Purpose Financial Statements
For the Year Ended December 31, 2002

C. Northland Homes and Properties, Inc.

The Marion County Board of Mental Retardation and Developmental Disabilities (MRDD) entered into a contract with three other local MRDD Boards to establish Northland Homes and Properties, Inc. This Corporation is a not-for-profit corporation which is responsible for developing dwellings, providing affordable housing, and managing a range of residential housing alternatives and support services to persons with disabilities. Each County appoints two trustees to a board of eight members.

The housing purchases are financed by State grants that are distributed to each MRDD Board and then to the Corporation. The MRDD Boards also fund the operational costs of the Corporation. The Corporation is not accumulating significant financial resources or experiencing fiscal stress which would cause additional benefit to or burden on the County. During 2002, \$14,000 in contributions was made by the Marion County Board of MRDD to Northland Homes and Properties, Inc. for operational costs.

The Corporation is a joint venture between the counties because of the potential liability of the housing loans upon the Corporation's default on the loans or dissolution. Upon dissolution of the Corporation, the Board of Trustees shall distribute all remaining assets of the operation to the participating County Boards of MRDD. Information can be obtained from Northland Homes and Properties, Inc., Mike Babcock, 602 South Corporate Drive West, Fostoria, Ohio 44830-9447.

NOTE 22 - INSURANCE POOLS

A. County Risk Sharing Authority, Inc.

The County Risk Sharing Authority, Inc., (CORSA) is an Ohio not-for-profit corporation established by forty-six counties for 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 coverage provided by CORSA.

Each member county has one vote on all matters requiring a vote, to be cast by a designated representative. The affairs of CORSA 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.

B. Ohio School Plan

The Marion County Board of Mental Retardation and Developmental Disabilities participates in the Ohio School Plan (Plan), an insurance purchasing pool established under Section 2744.081 of the Ohio Revised Code. The Plan is an unincorporated nonprofit association of its members which enables the participants to provide for a formalized joint insurance purchasing program for maintaining adequate insurance protection and provides risk management programs and other administrative services. The Plan's business and affairs are conducted by a fifteen member board consisting of superintendents, treasurers, the president of Harcum-Hyre insurance Agency, Inc., and a member of the Hylant Group, Inc. The Hylant Group, Inc. is the Plan's administrator and is responsible for processing claims. Harcum-Hyre Insurance Agency serves as the sales and marketing representative which establishes agreements between the Plan and its members. Financial information can be obtained from Harcum-Hyre Insurance Agency, 246 East Sycamore Street, Columbus, Ohio 43206.

Marion County, Ohio
Notes to the General Purpose Financial Statements
For the Year Ended December 31, 2002

NOTE 23 - RELATED PARTY TRANSACTIONS

During 2002, Marion County provided facilities, certain equipment, transportation, and salaries for administration, implementation, and supervision of programs to MARCA Industries. MARCA, a discretely presented component unit of Marion County, reported, at fair value, \$151,810 for such contributions as unrestricted revenues and expenses relating to the vocational purposes of MARCA. Additional habilitative services provided directly to MARCA's clients by the County were \$2,809,674.

In accordance with State statute, the County provided office space for the North Central Educational Service Center, in the amount of \$14,000 in 2002.

NOTE 24 - MARCA INDUSTRIES

As indicated in Note 1 to the general purpose financial statements, the following disclosures are made on behalf of MARCA Industries.

MARCA Industries prepares its financial statements in accordance with Financial Accounting Standards Board Statement No. 117, "Financial Statements of Not-for-Profit Organizations". Under FASB Statement No. 117, MARCA reports its financial position and activities into three classes of net assets; unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets. The preparation of the financial statements requires the use of estimates made by the management.

Budgetary Data

MARCA is not legally required to be budgeted and appropriated. Budgetary information for MARCA is not reported because it is not included in the entity for which the "appropriated budget" is adopted nor is separate budgetary information maintained.

Cash and Investments

MARCA's money is held in segregated accounts. For purposes of the statement of cash flows, MARCA considers all highly liquid instruments purchased with a maturity of three months or less to be cash equivalents. MARCA's investments as of June 30, 2002, included a certificate of deposit with an interest rate of 6.40 percent. This certificate of deposit will mature within one year of the financial statement date and has been presented as current assets on the combined balance sheet.

Marion County, Ohio
Notes to the General Purpose Financial Statements
For the Year Ended December 31, 2002

MARCA had investments consisting of the following at June 30, 2002:

	Fair Value
Certificate of Deposit	\$11,866
Government Securities Income Fund	312
Growth and Income Funds	31,519
Government Income Fund	15,627
Corporate Bond Fund	14,796
Emerging Growth Trust	9,898
Federal Home Loan Mortgage Corporation Notes	25,188
Money Market Asset Funds	13,776
Total	\$122,982

Accounts Receivable

A significant portion of MARCA's annual revenues is generated from a limited number of customers located in the Marion area. Accounts receivable subject MARCA to a concentration of credit risk because approximately 84 percent of the accounts receivable at June 30, 2002, were represented by five Marion area business customers.

Contributions

MARCA has adopted SFAS No. 116, "Accounting for Contributions Received and Contributions Made". In accordance with SFAS No. 116, contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted depending on the existence or nature of any donor imposed restrictions.

Inventory

Inventory consists of janitorial supplies and is valued at cost using the first-in, first-out method of valuation.

Prepaid Items

Payments made to vendors for services that will benefit periods beyond June 30, 2002, are recorded as prepaid items using the consumption method. A current asset for the prepaid amount is recorded at the time of the purchase and an expense is reported in the year in which services are consumed.

Marion County, Ohio
Notes to the General Purpose Financial Statements
For the Year Ended December 31, 2002

Fixed Assets

Additions and improvements to property and equipment are recorded at the original purchase cost or at the fair market value for donated assets. Depreciation is computed using the straight-line method at rates expected to amortize the cost of the assets over their useful lives, which range from ten to twenty-five years for leasehold improvements; from three to five years for used furniture and equipment; three to ten years for new furniture and equipment, and five years for vehicles, computer equipment, and software. A summary of MARCA's fixed assets at June 30, 2002, follows:

Equipment, Furniture, and Vehicles	\$406,072
Leasehold Improvements	187,915
Computer Equipment	12,264
Total	606,251
Less Accumulated Depreciation	(435,945)
Total Fixed Assets, Net of Accumulated Depreciation	\$170,306

Long-Term Obligations

MARCA has an outstanding note, in the amount of \$48,170, which has an interest rate of 3 percent per year. The note is being repaid monthly over twenty-five years, with the last payment due on February 25, 2010. The note is collateralized by MARCA's leasehold improvements, equipment, furniture, inventory, and accounts receivable.

Principal requirements to retire this note are as follows:

Year	Notes Payable
2003	5,105
2004	5,260
2005	5,420
2006	5,585
2007	5,755
2008-2010	21,045
Total	\$48,170

Marion County, Ohio
Notes to the General Purpose Financial Statements
For the Year Ended December 31, 2002

NOTE 25 - CONTINGENT LIABILITIES

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

Several claims and lawsuits are pending against the County. There were no claims or lawsuits anticipated that would be material to the accompanying financial statements.

Marion County is liable for the housing loans entered into by Northland Homes and Properties, Inc. upon the default on payment or dissolution of the not-for-profit corporation (See Note 21).

NOTE 26 - DISCONTINUED OPERATIONS

On June 30, 2001, the County ceased the operations the Marion County Home. During 2002, the County sold the Medicare bed rights and incurred expenses related to the discontinued operation. Although the County Home discontinued operations, the final disposition of the County Home has not been determined. The assets from the operation include cash, deferred costs on disposal of county home, and fixed assets. Liabilities as of December 31, 2002, consist of due to other governments and long-term advances. The accumulation of costs relating to the discontinuation of the County Home is recorded on the balance sheet as Deferred Costs on Disposal of County Home, in the amount of \$471,298.

Upon the sale of the county home and the repayment of advances, the retained earnings will be released to the General Fund. The ultimate disposition of the operation is not expected to be a loss to the County.

**Combining,
Individual Fund,
and Account Group Statements and Schedules**

GENERAL FUND

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

Marion 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>			
Property Taxes	\$2,058,000	\$2,077,189	\$19,189
Sales Taxes	5,900,000	6,251,522	351,522
Charges for Services	2,711,641	2,770,997	59,356
Licenses and Permits	4,750	4,691	(59)
Fines and Forfeitures	149,000	171,209	22,209
Intergovernmental	1,998,082	1,929,836	(68,246)
Interest	1,015,000	1,003,590	(11,410)
Other	253,349	595,729	342,380
<i>Total Revenues</i>	<u>14,089,822</u>	<u>14,804,763</u>	<u>714,941</u>
<u>Expenditures:</u>			
Current:			
General Government - Legislative and Executive			
County Commissioners			
Personal Services	268,309	254,102	14,207
Fringe Benefits	53,857	50,605	3,252
Materials and Supplies	14,703	13,993	710
Contractual Services	110,488	108,694	1,794
Capital Outlay	7,525	7,504	21
Other	15,553	15,525	28
<i>Total County Commissioners</i>	<u>470,435</u>	<u>450,423</u>	<u>20,012</u>
Auditor			
Personal Services	302,400	302,370	30
Fringe Benefits	45,030	44,608	422
Materials and Supplies	22,553	22,305	248
Contractual Services	80,545	80,545	0
Capital Outlay	10,962	8,729	2,233
Other	7,662	6,570	1,092
<i>Total Auditor</i>	<u>469,152</u>	<u>465,127</u>	<u>4,025</u>

continued

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

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Treasurer			
Personal Services	\$124,021	\$123,882	\$139
Fringe Benefits	33,075	32,659	416
Materials and Supplies	10,037	9,273	764
Contractual Services	1,785	1,673	112
Other	1,000	439	561
Total Treasurer	169,918	167,926	1,992
Prosecuting Attorney			
Personal Services	531,732	492,276	39,456
Fringe Benefits	108,538	95,674	12,864
Materials and Supplies	8,441	7,140	1,301
Contractual Services	144,665	136,537	8,128
Capital Outlay	1,162	465	697
Other	30,187	29,537	650
Total Prosecuting Attorney	824,725	761,629	63,096
Personnel Department			
Fringe Benefits	58	58	0
Data Processing Board			
Personal Services	31,897	31,747	150
Fringe Benefits	4,384	4,373	11
Materials and Supplies	24,076	24,075	1
Contractual Services	80,186	76,224	3,962
Capital Outlay	1,012	1,012	0
Other	300	13	287
Total Data Processing Board	141,855	137,444	4,411

continued

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

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Board of Elections			
Personal Services	\$251,948	\$245,321	\$6,627
Fringe Benefits	27,528	26,090	1,438
Materials and Supplies	38,621	38,614	7
Contractual Services	21,498	21,259	239
Other	3,375	3,375	0
Total Board of Elections	<u>342,970</u>	<u>334,659</u>	<u>8,311</u>
Maintenance and Operation			
Personal Services	130,105	129,293	812
Fringe Benefits	19,688	18,731	957
Materials and Supplies	25,379	24,824	555
Contractual Services	625,027	569,099	55,928
Capital Outlay	5,884	5,884	0
Other	400	225	175
Total Maintenance and Operation	<u>806,483</u>	<u>748,056</u>	<u>58,427</u>
Recorder			
Personal Services	170,463	170,453	10
Fringe Benefits	23,685	23,548	137
Materials and Supplies	5,155	5,131	24
Contractual Services	20,168	20,167	1
Capital Outlay	4,517	4,517	0
Other	676	676	0
Total Recorder	<u>224,664</u>	<u>224,492</u>	<u>172</u>
Postage			
Materials and Supplies	<u>97,221</u>	<u>97,220</u>	<u>1</u>

continued

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

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Other			
Fringe Benefits	\$1,145,024	\$1,042,437	\$102,587
Contractual Services	375,036	338,588	36,448
Other	30,000	30,000	0
Total Other	<u>1,550,060</u>	<u>1,411,025</u>	<u>139,035</u>
Total General Government - Legislative and Executive	<u>5,097,541</u>	<u>4,798,059</u>	<u>299,482</u>
General Government - Judicial			
Court of Appeals			
Other	<u>26,555</u>	<u>18,855</u>	<u>7,700</u>
Common Pleas Court			
Personal Services	259,056	258,563	493
Fringe Benefits	37,415	37,411	4
Materials and Supplies	6,384	6,372	12
Contractual Services	71,158	68,825	2,333
Capital Outlay	319	319	0
Other	<u>4,603</u>	<u>4,567</u>	<u>36</u>
Total Common Pleas Court	<u>378,935</u>	<u>376,057</u>	<u>2,878</u>
Jury Commission			
Personal Services	1,534	1,534	0
Fringe Benefits	232	221	11
Materials and Supplies	<u>4,969</u>	<u>4,786</u>	<u>183</u>
Total Jury Commission	<u>6,735</u>	<u>6,541</u>	<u>194</u>

continued

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

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Domestic Relations Court			
Personal Services	\$173,523	\$166,159	\$7,364
Fringe Benefits	26,170	24,240	1,930
Materials and Supplies	4,895	4,495	400
Contractual Services	5,430	3,941	1,489
Capital Outlay	35,546	35,546	0
Other	5,954	3,718	2,236
Total Domestic Relations Court	<u>251,518</u>	<u>238,099</u>	<u>13,419</u>
Juvenile Court			
Personal Services	241,242	234,285	6,957
Fringe Benefits	36,779	35,817	962
Materials and Supplies	16,557	16,557	0
Contractual Services	47,517	37,158	10,359
Capital Outlay	24,056	24,056	0
Other	18,322	16,178	2,144
Total Juvenile Court	<u>384,473</u>	<u>364,051</u>	<u>20,422</u>
Probate Court			
Personal Services	104,219	104,110	109
Fringe Benefits	16,177	14,912	1,265
Materials and Supplies	6,000	5,714	286
Contractual Services	15,542	14,471	1,071
Other	300	264	36
Total Probate Court	<u>142,238</u>	<u>139,471</u>	<u>2,767</u>
Clerk of Courts			
Personal Services	201,694	194,750	6,944
Fringe Benefits	30,460	27,738	2,722
Materials and Supplies	26,735	26,677	58
Contractual Services	42,378	42,325	53
Capital Outlay	2,000	2,000	0
Other	300	141	159
Total Clerk of Courts	<u>303,567</u>	<u>293,631</u>	<u>9,936</u>

continued

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

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Municipal Court			
Personal Services	\$71,620	\$70,850	\$770
Fringe Benefits	10,565	9,365	1,200
Contractual Services	7,500	6,740	760
Total Municipal Court	89,685	86,955	2,730
Total General Government - Judicial	1,583,706	1,523,660	60,046
Total General Government	6,681,247	6,321,719	359,528
Public Safety			
Adult Probation			
Personal Services	118,081	117,874	207
Fringe Benefits	18,286	17,401	885
Materials and Supplies	13,500	13,153	347
Contractual Services	2,515	2,513	2
Other	4,292	4,265	27
Total Adult Probation	156,674	155,206	1,468
Juvenile Probation			
Personal Services	107,742	107,426	316
Fringe Benefits	18,893	17,968	925
Other	4,300	2,280	2,020
Total Juvenile Probation	130,935	127,674	3,261
Detention Home			
Personal Services	688,317	686,137	2,180
Fringe Benefits	103,014	103,014	0
Materials and Supplies	89,321	89,309	12
Contractual Services	81,415	80,596	819
Capital Outlay	5,240	5,240	0
Other	6,275	6,275	0
Total Detention Home	973,582	970,571	3,011

continued

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

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Coroner			
Personal Services	\$54,499	\$54,499	\$0
Fringe Benefits	8,036	7,820	216
Materials and Supplies	100	15	85
Contractual Services	36,780	36,617	163
Other	1,500	1,473	27
Total Coroner	100,915	100,424	491
Sheriff			
Personal Services	1,707,990	1,679,698	28,292
Fringe Benefits	362,025	353,217	8,808
Materials and Supplies	121,764	115,122	6,642
Contractual Services	273,186	255,829	17,357
Capital Outlay	121,957	119,056	2,901
Other	2,674,441	2,644,554	29,887
Total Sheriff	5,261,363	5,167,476	93,887
Total Public Safety	6,623,469	6,521,351	102,118
Public Works			
Engineer			
Materials and Supplies	6,824	6,697	127
Contractual Services	2,070	1,818	252
Capital Outlay	1,809	1,775	34
Other	3,496	3,496	0
Total Public Works	14,199	13,786	413

continued

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

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Health			
Agriculture			
Contractual Services	\$192,492	\$190,492	\$2,000
Tuberculosis			
Contractual Services	2,200	1,046	1,154
Vital Statistics			
Contractual Services	96,416	96,185	231
Ditch Cleaning and Repair			
Other	26,100	24,627	1,473
Total Health	317,208	312,350	4,858
Human Services			
Soldiers Relief			
Personal Services	25,463	25,462	1
Fringe Benefits	3,844	3,771	73
Materials and Supplies	6,631	6,630	1
Contractual Services	1,651	1,426	225
Capital Outlay	550	356	194
Other	58,223	56,178	2,045
Total Soldiers Relief	96,362	93,823	2,539
Veteran Services			
Personal Services	108,991	108,940	51
Fringe Benefits	16,414	15,709	705
Materials and Supplies	1,369	1,217	152
Contractual Services	3,900	3,900	0
Total Veteran Services	130,674	129,766	908

continued

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

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Total Human Services	\$227,036	\$223,589	\$3,447
Conservation and Recreation			
Historical Society			
Contractual Services	16,920	16,920	0
Other			
Miscellaneous			
Contractual Services	597,672	582,792	14,880
Capital Outlay	3,987	3,987	0
Other	11,759	1,863	9,896
Total Other	613,418	588,642	24,776
Intergovernmental	289,339	285,997	3,342
<i>Total Expenditures</i>	14,782,836	14,284,354	498,482
<i>Excess of Revenues Over (Under) Expenditures</i>	(693,014)	520,409	1,213,423
<u>Other Financing Sources (Uses):</u>			
Advances - In	75,000	94,977	19,977
Advances - Out	(376,912)	(376,912)	0
Operating Transfers - In	86,000	100,199	14,199
Operating Transfers - Out	(1,328,002)	(1,019,660)	308,342
<i>Total Other Financing Sources (Uses)</i>	(1,543,914)	(1,201,396)	342,518

continued

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

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<i>Excess of Revenues and Other Financing Sources Under Expenditures and Other Financing Uses</i>	(\$2,236,928)	(\$680,987)	\$1,555,941
<i>Fund Balance at Beginning of Year</i>	3,661,656	3,661,656	0
<i>Prior Year Encumbrances Appropriated</i>	294,474	294,474	0
<i>Fund Balance at End of Year</i>	<u>\$1,719,202</u>	<u>\$3,275,143</u>	<u>\$1,555,941</u>

SPECIAL REVENUE FUNDS

Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than for major capital projects and expendable trusts) that are legally restricted to expenditure for specified purposes. Following is a description of the County's special revenue funds:

Child Support Enforcement Agency Fund - To account for State, Federal, and local revenue used to administer the County Bureau of Support.

Job and Family Services Fund - To account for various State and Federal grants as well as transfers from the general fund used to provide public assistance to general relief recipients and to pay their providers of medical assistance, and for certain public social services.

ADAMH Board Fund - To account for a county-wide property tax levy that is paid to the Marion-Crawford ADAMH Board.

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

Motor Vehicle Gasoline Tax Fund - To account for revenues derived from motor vehicle licenses, gasoline taxes, and interest. Expenditures are restricted by State law to County road and bridge repair/improvement programs.

Children Services Board Fund - To account for monies received from a tax levy, State and Federal grants, support collection, and VA and Social Security. Major expenditures are for foster homes, emergency shelters, medical treatment, school supplies, counseling, and parental training.

Mental Retardation Board Operating Fund - To account for the operation of a school for the mentally retarded and developmentally disabled. Revenue sources are a county-wide property tax levy, State and Federal grants, and donations.

North Central Rehabilitation Center Fund - To account for grants used for the operation of the rehabilitation center.

Other Public Safety - To account for State, Federal, and local monies, along with other miscellaneous revenues used for public safety.

Drug Law Enforcement Fund
Prison Reduction Fund
Indigent Guardianship Fund
County Probation Services Fund
Felony Delinquent Care and Custody Fund
Americorp Grant Fund
DARE Program Fund
DWI Education Fund

Jail Reduction Fund
Marmet Grant Fund
Community Sanctions Fund
Community Service Early Intervention Fund
Electronic Monitoring Fund
Law Enforcement Fund
PEACE Program Fund

continued

SPECIAL REVENUE FUNDS
(continued)

Other - To account for State, Federal, and local monies used for other governmental expenditures.

Dog and Kennel Fund	Computerization Fund
Ditch Maintenance Fund	GFM Recorder Equipment Fund
Community Development Block Grant Fund	Certificate of Title Fund
Litter Control and Recycling Fund	Paternity Mediation Fund
Delinquent Real Estate Tax Assessment Prosecutor Fund	Underground Storage Tank Fund
Delinquent Real Estate Tax Assessment Treasurer Fund	Ohio Children's Trust Fund
Prepayment Interest Fund	Juvenile Drug Testing Fund
Visitation Dispute Resolution Fund	Family Services Fund

Marion County, Ohio

*Combining Balance Sheet
All Special Revenue Funds
December 31, 2002*

	<u>Child Support Enforcement Agency</u>	<u>Job and Family Services</u>	<u>ADAMH Board</u>
<u>Assets:</u>			
Equity in Pooled Cash and Cash Equivalents	\$685,838	\$1,172,383	\$0
Cash and Cash Equivalents in Segregated Accounts	0	0	0
Receivables:			
Property Taxes	0	0	647,861
Special Assessments	0	0	0
Accounts	0	0	0
Loans	0	0	0
Due from Other Funds	0	289	0
Due from Other Governments	13,423	1,603	0
<i>Total Assets</i>	<u>\$699,261</u>	<u>\$1,174,275</u>	<u>\$647,861</u>
<u>Liabilities:</u>			
Accounts Payable	\$324	\$41,652	\$0
Interfund Payable	0	0	0
Accrued Wages Payable	19,040	108,757	0
Compensated Absences Payable	3,490	21,274	0
Due to Other Funds	39,428	350	0
Due to Other Governments	2,723	37,849	0
Due to Component Unit	0	0	0
Deferred Revenue	0	0	647,861
Advances from Other Funds	0	0	0
<i>Total Liabilities</i>	<u>65,005</u>	<u>209,882</u>	<u>647,861</u>
<u>Fund Equity:</u>			
Fund Balance			
Reserved for Loans Receivable	0	0	0
Reserved for Encumbrances	22,097	167,721	0
Unreserved	612,159	796,672	0
<i>Total Fund Equity</i>	<u>634,256</u>	<u>964,393</u>	<u>0</u>
<i>Total Liabilities and Fund Equity</i>	<u>\$699,261</u>	<u>\$1,174,275</u>	<u>\$647,861</u>

continued

Marion County, Ohio
Combining Balance Sheet
All Special Revenue Funds (continued)
 December 31, 2002

	Real Estate Assessment	Motor Vehicle Gasoline Tax	Children Services Board
<u>Assets:</u>			
Equity in Pooled Cash and Cash Equivalents	\$308,268	\$522,647	\$4,293,960
Cash and Cash Equivalents in Segregated Accounts	0	0	11,849
Receivables:			
Property Taxes	0	0	1,661,402
Special Assessments	0	0	0
Accounts	0	0	171
Loans	0	0	0
Due from Other Funds	0	0	3,607
Due from Other Governments	0	1,579,635	263,032
	<u>\$308,268</u>	<u>\$2,102,282</u>	<u>\$6,234,021</u>
<i>Total Assets</i>	<u>\$308,268</u>	<u>\$2,102,282</u>	<u>\$6,234,021</u>
<u>Liabilities:</u>			
Accounts Payable	\$10,785	\$12,949	\$972
Interfund Payable	0	0	0
Accrued Wages Payable	10,373	69,812	85,919
Compensated Absences Payable	2,025	4,665	10,985
Due to Other Funds	0	0	0
Due to Other Governments	1,485	42,339	13,298
Due to Component Unit	0	0	0
Deferred Revenue	0	1,477,342	1,765,664
Advances from Other Funds	0	0	0
	<u>24,668</u>	<u>1,607,107</u>	<u>1,876,838</u>
<i>Total Liabilities</i>	<u>24,668</u>	<u>1,607,107</u>	<u>1,876,838</u>
<u>Fund Equity:</u>			
Fund Balance			
Reserved for Loans Receivable	0	0	0
Reserved for Encumbrances	82,811	10,132	95,611
Unreserved	200,789	485,043	4,261,572
	<u>283,600</u>	<u>495,175</u>	<u>4,357,183</u>
<i>Total Fund Equity</i>	<u>283,600</u>	<u>495,175</u>	<u>4,357,183</u>
<i>Total Liabilities and Fund Equity</i>	<u>\$308,268</u>	<u>\$2,102,282</u>	<u>\$6,234,021</u>

Mental Retardation Board Operating	North Central Rehabilitation Center	Other Public Safety	Other	Totals
\$5,356,448	\$227,951	\$541,170	\$1,303,801	\$14,412,466
0	0	2,631	0	14,480
3,135,208	0	0	0	5,444,471
0	0	0	1,241	1,241
0	189	0	0	360
0	0	0	145,343	145,343
0	0	0	0	3,896
659,914	411,665	1,035,221	98,063	4,062,556
<u>\$9,151,570</u>	<u>\$639,805</u>	<u>\$1,579,022</u>	<u>\$1,548,448</u>	<u>\$24,084,813</u>
\$177,966	\$6,622	\$4,566	\$7,064	262,900
0	0	35,000	81,556	116,556
134,131	33,251	25,628	16,792	503,703
12,153	1,807	3,160	604	60,163
1,716	480	2,180	0	44,154
28,557	9,437	7,832	41,495	185,015
381	0	0	0	381
3,329,097	407,929	923,093	37,561	8,588,547
0	0	0	6,000	6,000
<u>3,684,001</u>	<u>459,526</u>	<u>1,001,459</u>	<u>191,072</u>	<u>9,767,419</u>
0	0	0	145,343	145,343
1,333,658	4,756	73,194	33,148	1,823,128
4,133,911	175,523	504,369	1,178,885	12,348,923
<u>5,467,569</u>	<u>180,279</u>	<u>577,563</u>	<u>1,357,376</u>	<u>14,317,394</u>
<u>\$9,151,570</u>	<u>\$639,805</u>	<u>\$1,579,022</u>	<u>\$1,548,448</u>	<u>\$24,084,813</u>

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

	Child Support Enforcement Agency	Job and Family Services	ADAMH Board
Revenues:			
Property Taxes	\$0	\$0	\$588,013
Special Assessments	0	0	0
Charges for Services	0	224,621	0
Licenses and Permits	0	0	0
Fines and Forfeitures	0	0	0
Intergovernmental	1,090,123	6,291,758	63,075
Interest	0	0	0
Other	86,740	48,479	0
<i>Total Revenues</i>	<u>1,176,863</u>	<u>6,564,858</u>	<u>651,088</u>
Expenditures:			
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	1,249,200	6,393,651	0
Intergovernmental	0	0	651,088
Debt Service:			
Principal Retirement	0	0	0
<i>Total Expenditures</i>	<u>1,249,200</u>	<u>6,393,651</u>	<u>651,088</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(72,337)</u>	<u>171,207</u>	<u>0</u>
Other Financing Sources (Uses):			
Operating Transfers - In	37,500	222,346	0
Operating Transfers - Out	0	(210,751)	0
<i>Total Other Financing Sources (Uses)</i>	<u>37,500</u>	<u>11,595</u>	<u>0</u>
<i>Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses</i>	(34,837)	182,802	0
<i>Fund Balances at Beginning of Year</i>	668,824	778,458	0
Residual Equity Transfers In (Out)	269	3,133	0
<i>Fund Balances at End of Year</i>	<u>\$634,256</u>	<u>\$964,393</u>	<u>\$0</u>

Real Estate Assessment	Motor Vehicle Gasoline Tax	Children Services Board	Mental Retardation Board Operating	North Central Rehabilitation Center	Other Public Safety
\$0	\$0	\$1,507,473	\$2,836,999	\$0	\$0
0	0	0	0	0	0
475,634	16,360	57,833	40,171	0	62,488
500	0	0	0	0	0
0	24,641	0	0	0	29,766
0	3,098,872	2,558,595	3,215,152	1,099,778	929,350
0	4,209	0	0	0	965
3,915	122,927	84,809	295,387	50,117	69,783
<u>480,049</u>	<u>3,267,009</u>	<u>4,208,710</u>	<u>6,387,709</u>	<u>1,149,895</u>	<u>1,092,352</u>
539,950	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	1,116,398	1,432,907
0	3,512,610	0	0	0	0
0	0	0	5,971,031	0	0
0	0	4,187,943	0	0	0
0	0	0	0	0	0
0	8,849	0	0	0	0
<u>539,950</u>	<u>3,521,459</u>	<u>4,187,943</u>	<u>5,971,031</u>	<u>1,116,398</u>	<u>1,432,907</u>
<u>(59,901)</u>	<u>(254,450)</u>	<u>20,767</u>	<u>416,678</u>	<u>33,497</u>	<u>(340,555)</u>
0	9,375	93	284	0	3,909
0	(27,956)	(5,000)	0	0	(604)
0	(18,581)	(4,907)	284	0	3,305
(59,901)	(273,031)	15,860	416,962	33,497	(337,250)
343,256	767,066	4,338,445	5,050,607	146,782	917,836
245	1,140	2,878	0	0	(3,023)
<u>\$283,600</u>	<u>\$495,175</u>	<u>\$4,357,183</u>	<u>\$5,467,569</u>	<u>\$180,279</u>	<u>\$577,563</u>

continued

Marion County, Ohio
*Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances*
All Special Revenue Funds (continued)
For the Year Ended December 31, 2001

	Other	Totals
<u>Revenues:</u>		
Property Taxes	\$0	\$4,932,485
Special Assessments	32,345	32,345
Charges for Services	563,873	1,440,980
Licenses and Permits	104,741	105,241
Fines and Forfeitures	22,234	76,641
Intergovernmental	565,287	18,911,990
Interest	6,304	11,478
Other	31,860	794,017
	Total Revenues	26,305,177
	1,326,644	26,305,177
<u>Expenditures:</u>		
Current:		
General Government:		
Legislative and Executive	290,825	830,775
Judicial	269,524	269,524
Public Safety	0	2,549,305
Public Works	534,701	4,047,311
Health	155,505	6,126,536
Human Services	19,657	11,850,451
Intergovernmental	0	651,088
Debt Service:		
Principal Retirement	0	8,849
	Total Expenditures	26,333,839
	1,270,212	26,333,839
<i>Excess of Revenues Over</i>		
<i>(Under) Expenditures</i>		
	56,432	(28,662)
	(73,340)	(44,144)
<u>Other Financing Sources (Uses):</u>		
Operating Transfers - In	1,660	275,167
Operating Transfers - Out	(75,000)	(319,311)
	Total Other Financing Sources (Uses)	(44,144)
	(73,340)	(44,144)
<i>Excess of Revenues and Other Financing</i>		
<i>Sources Over (Under) Expenditures and</i>		
<i>Other Financing Uses</i>		
	(16,908)	(72,806)
<i>Fund Balances at Beginning of Year</i>	1,374,069	14,385,343
Residual Equity Transfers In (Out)	215	4,857
	Fund Balances at End of Year	\$14,317,394
	\$1,357,376	\$14,317,394

Marion 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)
<u>Revenues:</u>			
Intergovernmental	\$1,083,322	\$1,090,427	\$7,105
Other	7,000	86,740	79,740
<i>Total Revenues</i>	<u>1,090,322</u>	<u>1,177,167</u>	<u>86,845</u>
<u>Expenditures:</u>			
Current:			
Human Services			
Personal Services	480,000	395,894	84,106
Fringe Benefits	265,000	159,249	105,751
Materials and Supplies	2,000	1,146	854
Contractual Services	524,206	482,149	42,057
Other	259,710	239,375	20,335
<i>Total Expenditures</i>	<u>1,530,916</u>	<u>1,277,813</u>	<u>253,103</u>
<i>Excess of Revenues Under Expenditures</i>	(440,594)	(100,646)	339,948
<u>Other Financing Sources:</u>			
Operating Transfers - In	75,000	37,769	(37,231)
<i>Excess of Revenues and Other Financing Sources Under Expenditures</i>	(365,594)	(62,877)	302,717
<i>Fund Balance at Beginning of Year</i>	609,020	609,020	0
<i>Prior Year Encumbrances Appropriated</i>	<u>77,848</u>	<u>77,848</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u><u>\$321,274</u></u>	<u><u>\$623,991</u></u>	<u><u>\$302,717</u></u>

Marion County, Ohio
*Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual*
Job and Family Services Fund
For the Year Ended December 31, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Charges for Services	\$226,300	\$224,621	(\$1,679)
Intergovernmental	6,481,465	6,477,946	(3,519)
Other	40,000	49,341	9,341
<i>Total Revenues</i>	<u>6,747,765</u>	<u>6,751,908</u>	<u>4,143</u>
<u>Expenditures:</u>			
Current:			
Human Services			
Administrative			
Personal Services	2,111,514	2,048,803	62,711
Fringe Benefits	816,390	726,750	89,640
Materials and Supplies	120,090	82,094	37,996
Contractual Services	1,325,050	1,150,545	174,505
Capital Outlay	40,417	21,533	18,884
Other	40,818	26,564	14,254
Total Administrative	<u>4,454,279</u>	<u>4,056,289</u>	<u>397,990</u>
Public Assistance			
Personal Services	262,800	249,568	13,232
Fringe Benefits	116,000	107,452	8,548
Materials and Supplies	5,000	3,763	1,237
Contractual Services	2,202,038	2,145,707	56,331
Capital Outlay	500	60	440
Other	80,319	74,273	6,046
Total Public Assistance	<u>2,666,657</u>	<u>2,580,823</u>	<u>85,834</u>
<i>Total Expenditures</i>	<u>7,120,936</u>	<u>6,637,112</u>	<u>483,824</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(373,171)</u>	<u>114,796</u>	<u>487,967</u>
<u>Other Financing Sources (Uses):</u>			
Operating Transfers - In	221,357	225,479	4,122
Operating Transfers - Out	(210,752)	(210,751)	1
<i>Total Other Financing Sources (Uses)</i>	<u>10,605</u>	<u>14,728</u>	<u>4,123</u>

continued

Marion County, Ohio
*Schedule of Revenues, Expenditures, and Changes in
Fund Balance - Budget (Non-GAAP Basis) and Actual
Job and Family Services Fund (continued)
For the Year Ended December 31, 2002*

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<i>Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses</i>	(\$362,566)	\$129,524	\$492,090
<i>Fund Balance at Beginning of Year</i>	664,275	664,275	0
<i>Prior Year Encumbrances Appropriated</i>	157,442	157,442	0
<i>Fund Balance at End of Year</i>	<u>\$459,151</u>	<u>\$951,241</u>	<u>\$492,090</u>

Marion County, Ohio
*Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual*
ADAMH Board Fund
For the Year Ended December 31, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Property Taxes	\$580,359	\$588,013	\$7,654
Intergovernmental	70,729	63,075	(7,654)
<i>Total Revenues</i>	651,088	651,088	0
<u>Expenditures:</u>			
Intergovernmental	651,088	651,088	0
<i>Excess of Revenues Over Expenditures</i>	0	0	0
<i>Fund Balance at Beginning of Year</i>	0	0	0
<i>Fund Balance at End of Year</i>	\$0	\$0	\$0

Marion 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

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Charges for Services	\$460,000	\$475,634	\$15,634
Licenses and Permits	0	500	500
Other	4,000	3,915	(85)
<i>Total Revenues</i>	<u>464,000</u>	<u>480,049</u>	<u>16,049</u>
<u>Expenditures:</u>			
Current:			
General Government - Legislative and Executive			
Personal Services	220,500	216,221	4,279
Fringe Benefits	77,655	70,591	7,064
Materials and Supplies	31,238	19,982	11,256
Contractual Services	256,293	222,389	33,904
Capital Outlay	20,000	12,380	7,620
Other	96,227	83,608	12,619
<i>Total Expenditures</i>	<u>701,913</u>	<u>625,171</u>	<u>76,742</u>
<i>Excess of Revenues Under Expenditures</i>	(237,913)	(145,122)	92,791
<u>Other Financing Sources:</u>			
Operating Transfers - In	<u>0</u>	<u>245</u>	<u>245</u>
<i>Excess of Revenues and Other Financing Sources Under Expenditures</i>	(237,913)	(144,877)	93,036
<i>Fund Balance at Beginning of Year</i>	177,359	177,359	0
<i>Prior Year Encumbrances Appropriated</i>	<u>182,190</u>	<u>182,190</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u><u>\$121,636</u></u>	<u><u>\$214,672</u></u>	<u><u>\$93,036</u></u>

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

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Charges for Services	\$20,000	\$17,128	(\$2,872)
Fines and Forfeitures	25,000	22,615	(2,385)
Intergovernmental	3,010,000	3,197,287	187,287
Interest	25,000	4,642	(20,358)
Other	50,000	122,927	72,927
<i>Total Revenues</i>	<u>3,130,000</u>	<u>3,364,599</u>	<u>234,599</u>
<u>Expenditures:</u>			
Current:			
Public Works			
Personal Services	1,426,623	1,348,297	78,326
Fringe Benefits	563,545	546,658	16,887
Materials and Supplies	800,000	686,105	113,895
Contractual Services	480,951	453,463	27,488
Capital Outlay	200,148	195,044	5,104
Other	59,300	47,823	11,477
<i>Total Expenditures</i>	<u>3,530,567</u>	<u>3,277,390</u>	<u>253,177</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(400,567)</u>	<u>87,209</u>	<u>487,776</u>
<u>Other Financing Sources (Uses):</u>			
Operating Transfers - In	0	10,515	10,515
Operating Transfers - Out	(28,021)	(27,956)	65
<i>Total Other Financing Sources (Uses)</i>	<u>(28,021)</u>	<u>(17,441)</u>	<u>10,580</u>
<i>Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses</i>	(428,588)	69,768	498,356
<i>Fund Balance at Beginning of Year</i>	381,908	381,908	0
<i>Prior Year Encumbrances Appropriated</i>	<u>46,933</u>	<u>46,933</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u>\$253</u>	<u>\$498,609</u>	<u>\$498,356</u>

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

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Property Taxes	\$1,530,000	\$1,507,473	(\$22,527)
Charges for Services	48,850	70,334	21,484
Intergovernmental	2,107,673	2,529,602	421,929
Other	28,000	85,360	57,360
<i>Total Revenues</i>	<u>3,714,523</u>	<u>4,192,769</u>	<u>478,246</u>
<u>Expenditures:</u>			
Current:			
Human Services			
Personal Services	1,873,565	1,852,332	21,233
Fringe Benefits	666,448	638,482	27,966
Materials and Supplies	100,746	91,125	9,621
Contractual Services	1,801,291	1,662,362	138,929
Capital Outlay	20,000	14,014	5,986
Other	21,716	16,334	5,382
<i>Total Expenditures</i>	<u>4,483,766</u>	<u>4,274,649</u>	<u>209,117</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(769,243)</u>	<u>(81,880)</u>	<u>687,363</u>
<u>Other Financing Sources (Uses):</u>			
Operating Transfers - In	0	2,971	2,971
Operating Transfers - Out	(5,000)	(5,000)	0
<i>Total Other Financing Sources (Uses)</i>	<u>(5,000)</u>	<u>(2,029)</u>	<u>2,971</u>
<i>Excess of Revenues and Other Financing Sources Under Expenditures and Other Financing Uses</i>	<u>(774,243)</u>	<u>(83,909)</u>	<u>690,334</u>
<i>Fund Balance at Beginning of Year</i>	4,264,068	4,264,068	0
<i>Prior Year Encumbrances Appropriated</i>	<u>17,218</u>	<u>17,218</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u>\$3,507,043</u>	<u>\$4,197,377</u>	<u>\$690,334</u>

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

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Property Taxes	\$2,950,000	\$2,836,999	(\$113,001)
Charges for Services	100,000	40,171	(59,829)
Intergovernmental	2,196,574	2,835,623	639,049
Other	305,000	338,916	33,916
<i>Total Revenues</i>	<u>5,551,574</u>	<u>6,051,709</u>	<u>500,135</u>
<u>Expenditures:</u>			
Current:			
Health			
Personal Services	3,450,000	2,900,423	549,577
Fringe Benefits	1,464,237	1,177,619	286,618
Materials and Supplies	382,361	308,734	73,627
Contractual Services	3,454,674	2,896,798	557,876
Capital Outlay	100,572	36,036	64,536
Other	210,172	125,582	84,590
<i>Total Expenditures</i>	<u>9,062,016</u>	<u>7,445,192</u>	<u>1,616,824</u>
<i>Excess of Revenues Under Expenditures</i>	(3,510,442)	(1,393,483)	2,116,959
<u>Other Financing Sources:</u>			
Operating Transfers - In	<u>0</u>	<u>284</u>	<u>284</u>
<i>Excess of Revenues and Other Financing Sources Under Expenditures</i>	(3,510,442)	(1,393,199)	2,117,243
<i>Fund Balance at Beginning of Year</i>	4,337,404	4,337,404	0
<i>Prior Year Encumbrances Appropriated</i>	<u>898,216</u>	<u>898,216</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u><u>\$1,725,178</u></u>	<u><u>\$3,842,421</u></u>	<u><u>\$2,117,243</u></u>

Marion County, Ohio
*Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual*
North Central Rehabilitation Center Fund
For the Year Ended December 31, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$1,092,000	\$1,108,629	\$16,629
Other	50,800	46,401	(4,399)
<i>Total Revenues</i>	<u>1,142,800</u>	<u>1,155,030</u>	<u>12,230</u>
<u>Expenditures:</u>			
Current:			
Public Safety			
Personal Services	745,000	694,126	50,874
Fringe Benefits	293,000	241,698	51,302
Materials and Supplies	73,153	61,685	11,468
Contractual Services	117,649	104,131	13,518
Capital Outlay	7,000	3,695	3,305
Other	20,263	16,880	3,383
<i>Total Expenditures</i>	<u>1,256,065</u>	<u>1,122,215</u>	<u>133,850</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	(113,265)	32,815	146,080
<i>Fund Balance at Beginning of Year</i>	171,926	171,926	0
<i>Prior Year Encumbrances Appropriated</i>	<u>11,352</u>	<u>11,352</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u><u>\$70,013</u></u>	<u><u>\$216,093</u></u>	<u><u>\$146,080</u></u>

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

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Fines and Forfeitures	\$3,500	\$4,475	\$975
Interest	1,000	542	(458)
Other	500	0	(500)
<i>Total Revenues</i>	5,000	5,017	17
<u>Expenditures:</u>			
Current:			
Public Safety			
Materials and Supplies	52,885	0	52,885
<i>Excess of Revenues Over (Under) Expenditures</i>	(47,885)	5,017	52,902
<i>Fund Balance at Beginning of Year</i>	64,972	64,972	0
<i>Fund Balance at End of Year</i>	\$17,087	\$69,989	\$52,902

Marion County, Ohio
*Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual*
Prison Reduction Fund
For the Year Ended December 31, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$252,477	\$252,476	(\$1)
<u>Expenditures:</u>			
Current:			
Public Safety			
Personal Services	185,490	185,262	228
Fringe Benefits	138,848	138,738	110
Contractual Services	11,439	11,439	0
<i>Total Expenditures</i>	<u>335,777</u>	<u>335,439</u>	<u>338</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(83,300)</u>	<u>(82,963)</u>	<u>337</u>
<u>Other Financing Sources (Uses):</u>			
Advances - In	35,000	35,000	0
Advances - Out	(5,000)	(5,000)	0
Operating Transfers - In	1,100	1,100	0
Operating Transfers - Out	(430)	(430)	0
<i>Total Other Financing Sources (Uses)</i>	<u>30,670</u>	<u>30,670</u>	<u>0</u>
<i>Excess of Revenues and Other Financing Sources Under Expenditures and Other Financing Uses</i>	<u>(52,630)</u>	<u>(52,293)</u>	<u>337</u>
<i>Fund Balance at Beginning of Year</i>	<u>75,809</u>	<u>75,809</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u><u>\$23,179</u></u>	<u><u>\$23,516</u></u>	<u><u>\$337</u></u>

Marion County, Ohio
*Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual*
Indigent Guardianship Fund
For the Year Ended December 31, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Charges for Services	\$12,000	\$13,294	\$1,294
<u>Expenditures:</u>			
Current:			
Public Safety			
Contractual Services	13,941	12,772	1,169
<i>Excess of Revenues Over (Under) Expenditures</i>	(1,941)	522	2,463
<i>Fund Balance at Beginning of Year</i>	1,363	1,363	0
<i>Prior Year Encumbrances Appropriated</i>	2,000	2,000	0
<i>Fund Balance at End of Year</i>	\$1,422	\$3,885	\$2,463

Marion County, Ohio
*Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual*
County Probation Services Fund
For the Year Ended December 31, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Charges for Services	\$37,748	\$37,748	\$0
<u>Expenditures:</u>			
Current:			
Public Safety			
Personal Services	29,500	29,067	433
Fringe Benefits	4,165	3,073	1,092
Materials and Supplies	5,000	2,744	2,256
Contractual Services	10,315	10,251	64
Capital Outlay	3,000	2,451	549
Other	0	0	0
<i>Total Expenditures</i>	51,980	47,586	4,394
<i>Excess of Revenues Under Expenditures</i>	(14,232)	(9,838)	4,394
<i>Fund Balance at Beginning of Year</i>	85,101	85,101	0
<i>Fund Balance at End of Year</i>	\$70,869	\$75,263	\$4,394

Marion County, Ohio
*Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual
Felony Delinquent Care and Custody Fund
For the Year Ended December 31, 2002*

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$652,632	\$632,920	(\$19,712)
Other	11,200	69,783	58,583
<i>Total Revenues</i>	<u>663,832</u>	<u>702,703</u>	<u>38,871</u>
<u>Expenditures:</u>			
Current:			
Public Safety			
Personal Services	377,200	340,371	36,829
Fringe Benefits	135,280	115,699	19,581
Materials and Supplies	15,690	10,582	5,108
Contractual Services	501,978	487,900	14,078
Capital Outlay	9,677	3,788	5,889
Other	38,000	16,008	21,992
<i>Total Expenditures</i>	<u>1,077,825</u>	<u>974,348</u>	<u>103,477</u>
<i>Excess of Revenues Under Expenditures</i>	(413,993)	(271,645)	142,348
<i>Fund Balance at Beginning of Year</i>	418,888	418,888	0
<i>Prior Year Encumbrances Appropriated</i>	37,680	37,680	0
<i>Fund Balance at End of Year</i>	<u><u>\$42,575</u></u>	<u><u>\$184,923</u></u>	<u><u>\$142,348</u></u>

Marion County, Ohio
*Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual*
Americorp Grant Fund
For the Year Ended December 31, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
<i>Total Revenues</i>	\$0	\$0	\$0
<u>Expenditures:</u>			
<i>Total Expenditures</i>	0	0	0
<i>Excess of Revenues Over Expenditures</i>	0	0	0
<u>Other Financing Uses:</u>			
<i>Operating Transfers - Out</i>	(980)	(980)	0
<i>Excess of Revenues Under Expenditures and Other Financing Uses</i>	(980)	(980)	0
<i>Fund Balance at Beginning of Year</i>	980	980	0
<i>Fund Balance at End of Year</i>	\$0	\$0	\$0

Marion County, Ohio
*Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual*
DARE Program Fund
For the Year Ended December 31, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$11,309	\$11,309	\$0
<u>Expenditures:</u>			
Current:			
Public Safety			
Personal Services	11,309	11,309	0
<i>Excess of Revenues Over Expenditures</i>	0	0	0
<i>Fund Balance at Beginning of Year</i>	0	0	0
<i>Fund Balance at End of Year</i>	\$0	\$0	\$0

Marion County, Ohio
*Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual*
DWI Education Fund
For the Year Ended December 31, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Fines and Forfeitures	\$0	\$944	\$944
<u>Expenditures:</u>			
Current:			
Public Safety			
Materials and Supplies	1,473	1,010	463
<i>Excess of Revenues Under Expenditures</i>	(1,473)	(66)	1,407
<i>Fund Balance at Beginning of Year</i>	9,597	9,597	0
<i>Fund Balance at End of Year</i>	\$8,124	\$9,531	\$1,407

Marion County, Ohio
*Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual*
Jail Reduction Fund
For the Year Ended December 31, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$36,808	\$36,729	(\$79)
<u>Expenditures:</u>			
Current:			
Public Safety			
Personal Services	27,176	27,176	0
Fringe Benefits	24,804	24,722	82
Materials and Supplies	294	194	100
Other	491	302	189
<i>Total Expenditures</i>	<u>52,765</u>	<u>52,394</u>	<u>371</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(15,957)</u>	<u>(15,665)</u>	<u>292</u>
<u>Other Financing Sources (Uses):</u>			
Advances - In	4,920	5,000	80
Operating Transfers - In	400	400	0
Operating Transfers - Out	(174)	(174)	0
<i>Total Other Financing Sources (Uses)</i>	<u>5,146</u>	<u>5,226</u>	<u>80</u>
<i>Excess of Revenues and Other Financing Sources Under Expenditures and Other Financing Uses</i>	<u>(10,811)</u>	<u>(10,439)</u>	<u>372</u>
<i>Fund Balance at Beginning of Year</i>	<u>14,454</u>	<u>14,454</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u><u>\$3,643</u></u>	<u><u>\$4,015</u></u>	<u><u>\$372</u></u>

Marion County, Ohio
*Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual*
Marmet Grant Fund
For the Year Ended December 31, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
<i>Total Revenues</i>	\$0	\$0	\$0
<u>Expenditures:</u>			
<i>Total Expenditures</i>	0	0	0
<i>Excess of Revenues Over Expenditures</i>	0	0	0
<u>Other Financing Uses:</u>			
<i>Operating Transfers - Out</i>	(5)	(5)	0
<i>Excess of Revenues Under Expenditures and Other Financing Uses</i>	(5)	(5)	0
<i>Fund Balance at Beginning of Year</i>	5	5	0
<i>Fund Balance at End of Year</i>	\$0	\$0	\$0

Marion County, Ohio
*Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual*
Community Sanctions Fund
For the Year Ended December 31, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
<i>Total Revenues</i>	\$0	\$0	\$0
<u>Expenditures:</u>			
<i>Total Expenditures</i>	0	0	0
<i>Excess of Revenues Over Expenditures</i>	0	0	0
<u>Other Financing Uses:</u>			
<i>Operating Transfers - Out</i>	(104)	(104)	0
<i>Excess of Revenues Under Expenditures and Other Financing Uses</i>	(104)	(104)	0
<i>Fund Balance at Beginning of Year</i>	104	104	0
<i>Fund Balance at End of Year</i>	\$0	\$0	\$0

Marion County, Ohio
*Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual*
Community Service Early Intervention Fund
For the Year Ended December 31, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
<i>Total Revenues</i>	\$0	\$0	\$0
<u>Expenditures:</u>			
<i>Total Expenditures</i>	0	0	0
<i>Excess of Revenues Over Expenditures</i>	0	0	0
<u>Other Financing Uses:</u>			
Operating Transfers - Out	(1,939)	(1,939)	0
<i>Excess of Revenues Under Expenditures and Other Financing Uses</i>	(1,939)	(1,939)	0
<i>Fund Balance at Beginning of Year</i>	1,939	1,939	0
<i>Fund Balance at End of Year</i>	\$0	\$0	\$0

Marion County, Ohio
*Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual*
Electronic Monitoring Fund
For the Year Ended December 31, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Charges for Services	\$1,060	\$1,060	\$0
<u>Expenditures:</u>			
Current:			
Public Safety			
Contractual Services	2,500	924	1,576
<i>Excess of Revenues Over (Under) Expenditures</i>	(1,440)	136	1,576
<i>Fund Balance at Beginning of Year</i>	4,233	4,233	0
<i>Fund Balance at End of Year</i>	<u>\$2,793</u>	<u>\$4,369</u>	<u>\$1,576</u>

Marion 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)
<u>Revenues:</u>			
Fines and Forfeitures	\$5,000	\$14,178	\$9,178
Interest	5,000	852	(4,148)
<i>Total Revenues</i>	10,000	15,030	5,030
<u>Expenditures:</u>			
Current:			
Public Safety			
Materials and Supplies	122,090	69,849	52,241
<i>Excess of Revenues Under Expenditures</i>	(112,090)	(54,819)	57,271
<u>Other Financing Sources:</u>			
Operating Transfers - In	0	2,414	2,414
<i>Excess of Revenues and Other Financing Sources Under Expenditures</i>	(112,090)	(52,405)	59,685
<i>Fund Balance at Beginning of Year</i>	113,937	113,937	0
<i>Prior Year Encumbrances Appropriated</i>	9,279	9,279	0
<i>Fund Balance at End of Year</i>	\$11,126	\$70,811	\$59,685

Marion County, Ohio
*Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual*
PEACE Program Fund
For the Year Ended December 31, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Charges for Services	\$10,000	\$13,412	\$3,412
<u>Expenditures:</u>			
Current:			
Public Safety			
Materials and Supplies	2,000	1,960	40
Contractual Services	11,600	10,300	1,300
Capital Outlay	1,000	0	1,000
<i>Total Expenditures</i>	14,600	12,260	2,340
<i>Excess of Revenues Over (Under) Expenditures</i>	(4,600)	1,152	5,752
<i>Fund Balance at Beginning of Year</i>	5,045	5,045	0
<i>Prior Year Encumbrances Appropriated</i>	1,400	1,400	0
<i>Fund Balance at End of Year</i>	\$1,845	\$7,597	\$5,752

Marion 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)
<u>Revenues:</u>			
Charges for Services	\$0	\$3,464	\$3,464
Licenses and Permits	91,801	106,061	14,260
Fines and Forfeitures	31,000	21,700	(9,300)
Other	1,000	2,227	1,227
<i>Total Revenues</i>	<u>123,801</u>	<u>133,452</u>	<u>9,651</u>
<u>Expenditures:</u>			
Current:			
Health			
Personal Services	79,489	57,180	22,309
Fringe Benefits	36,156	35,719	437
Materials and Supplies	17,811	14,276	3,535
Contractual Services	20,801	9,590	11,211
Capital Outlay	4,700	2,099	2,601
Other	75	50	25
<i>Total Expenditures</i>	<u>159,032</u>	<u>118,914</u>	<u>40,118</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	(35,231)	14,538	49,769
<u>Other Financing Sources:</u>			
Operating Transfers - In	<u>0</u>	<u>1,141</u>	<u>1,141</u>
<i>Excess of Revenues and Other Financing Sources Over (Under) Expenditures</i>	(35,231)	15,679	50,910
<i>Fund Balance at Beginning of Year</i>	34,369	34,369	0
<i>Prior Year Encumbrances Appropriated</i>	<u>1,054</u>	<u>1,054</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u><u>\$192</u></u>	<u><u>\$51,102</u></u>	<u><u>\$50,910</u></u>

Marion County, Ohio
*Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual*
Ditch Maintenance Fund
For the Year Ended December 31, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Special Assessments	\$6,489	\$32,345	\$25,856
<u>Expenditures:</u>			
Current:			
Public Works			
Materials and Supplies	7,247	1,983	5,264
Contractual Services	146,078	36,126	109,952
Capital Outlay	6,824	0	6,824
<i>Total Expenditures</i>	160,149	38,109	122,040
<i>Excess of Revenues Under Expenditures</i>	(153,660)	(5,764)	147,896
<i>Fund Balance at Beginning of Year</i>	153,660	153,660	0
<i>Fund Balance at End of Year</i>	\$0	\$147,896	\$147,896

Marion County, Ohio
*Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual
Community Development Block Grant Fund
For the Year Ended December 31, 2002*

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$450,505	\$450,475	(\$30)
Interest	0	290	290
Other	20,401	35,187	14,786
<i>Total Revenues</i>	<u>470,906</u>	<u>485,952</u>	<u>15,046</u>
<u>Expenditures:</u>			
Current:			
Public Works			
Contractual Services	31,500	18,751	12,749
Capital Outlay	458,637	446,660	11,977
<i>Total Expenditures</i>	<u>490,137</u>	<u>465,411</u>	<u>24,726</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	(19,231)	20,541	39,772
<i>Fund Balance at Beginning of Year</i>	<u>55,479</u>	<u>55,479</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u><u>\$36,248</u></u>	<u><u>\$76,020</u></u>	<u><u>\$39,772</u></u>

Marion County, Ohio
*Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual*
Litter Control and Recycling Fund
For the Year Ended December 31, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Charges for Services	\$0	\$300	\$300
Intergovernmental	79,215	77,355	(1,860)
Other	0	96	96
<i>Total Revenues</i>	<u>79,215</u>	<u>77,751</u>	<u>(1,464)</u>
<u>Expenditures:</u>			
Current:			
Public Works			
Personal Services	52,139	52,139	0
Fringe Benefits	7,950	7,567	383
Materials and Supplies	920	920	0
Other	26,391	23,285	3,106
<i>Total Expenditures</i>	<u>87,400</u>	<u>83,911</u>	<u>3,489</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(8,185)</u>	<u>(6,160)</u>	<u>2,025</u>
<u>Other Financing Sources:</u>			
Advances - In	0	5,000	5,000
Operating Transfers - In	0	12	12
<i>Total Other Financing Sources</i>	<u>0</u>	<u>5,012</u>	<u>5,012</u>
<i>Excess of Revenues and Other Financing Sources Under Expenditures</i>	(8,185)	(1,148)	7,037
<i>Fund Balance at Beginning of Year</i>	8,277	8,277	0
<i>Prior Year Encumbrances Appropriated</i>	<u>748</u>	<u>748</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u><u>\$840</u></u>	<u><u>\$7,877</u></u>	<u><u>\$7,037</u></u>

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

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Charges for Services	\$57,330	\$66,290	\$8,960
Other	6,000	6,133	133
<i>Total Revenues</i>	<u>63,330</u>	<u>72,423</u>	<u>9,093</u>
<u>Expenditures:</u>			
Current:			
General Government - Legislative and Executive			
Personal Services	53,765	52,153	1,612
Fringe Benefits	20,613	11,464	9,149
Materials and Supplies	2,500	2,488	12
Contractual Services	11,599	11,155	444
Capital Outlay	750	0	750
Other	500	341	159
<i>Total Expenditures</i>	<u>89,727</u>	<u>77,601</u>	<u>12,126</u>
<i>Excess of Revenues Under Expenditures</i>	(26,397)	(5,178)	21,219
<i>Fund Balance at Beginning of Year</i>	78,363	78,363	0
<i>Prior Year Encumbrances Appropriated</i>	<u>2,000</u>	<u>2,000</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u><u>\$53,966</u></u>	<u><u>\$75,185</u></u>	<u><u>\$21,219</u></u>

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

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Charges for Services	\$52,000	\$71,258	\$19,258
Other	0	1,165	1,165
<i>Total Revenues</i>	<u>52,000</u>	<u>72,423</u>	<u>20,423</u>
<u>Expenditures:</u>			
Current:			
General Government - Legislative and Executive			
Personal Services	40,000	37,109	2,891
Fringe Benefits	13,400	7,322	6,078
Materials and Supplies	3,000	1,822	1,178
Capital Outlay	12,000	4,856	7,144
Other	11,000	743	10,257
<i>Total Expenditures</i>	<u>79,400</u>	<u>51,852</u>	<u>27,548</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	(27,400)	20,571	47,971
<u>Other Financing Uses:</u>			
Operating Transfers Out	(7,000)	0	7,000
<i>Excess of Revenues Over (Under) Expenditures and Other Financing Uses</i>	(34,400)	20,571	54,971
<i>Fund Balance at Beginning of Year</i>	<u>111,065</u>	<u>111,065</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u>\$76,665</u>	<u>\$131,636</u>	<u>\$54,971</u>

Marion County, Ohio
*Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual*
Prepayment Interest Fund
For the Year Ended December 31, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Interest	\$2,544	\$2,544	\$0
<u>Expenditures:</u>			
Current:			
General Government - Legislative and Executive			
Personal Services	4,000	0	4,000
Fringe Benefits	535	1	534
Materials and Supplies	2,000	0	2,000
<i>Total Expenditures</i>	<u>6,535</u>	<u>1</u>	<u>6,534</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	(3,991)	2,543	(6,534)
<i>Fund Balance at Beginning of Year</i>	<u>9,541</u>	<u>9,541</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u><u>\$5,550</u></u>	<u><u>\$12,084</u></u>	<u><u>(\$6,534)</u></u>

Marion County, Ohio
*Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual*
Visitation Dispute Resolution Fund
For the Year Ended December 31, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
<i>Total Revenues</i>	\$0	\$0	\$0
<u>Expenditures:</u>			
<i>Total Expenditures</i>	0	0	0
<i>Excess of Revenues Over Expenditures</i>	0	0	0
<u>Other Financing Uses</u>			
Operating Transfers - Out	(121)	(121)	0
<i>Excess of Revenues Under Expenditures and Other Financing Uses</i>	(121)	(121)	0
<i>Fund Balance at Beginning of Year</i>	121	121	0
<i>Fund Balance at End of Year</i>	\$0	\$0	\$0

Marion County, Ohio
*Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual*
Computerization Fund
For the Year Ended December 31, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Charges for Services	\$46,469	\$63,623	\$17,154
Other	21,538	21,538	0
<i>Total Revenues</i>	<u>68,007</u>	<u>85,161</u>	<u>17,154</u>
<u>Expenditures:</u>			
Current:			
General Government - Judicial			
Personal Services	26,923	26,923	0
Fringe Benefits	10,557	6,937	3,620
Contractual Services	84,000	9,324	74,676
Capital Outlay	86,230	7,730	78,500
Other	22,039	21,640	399
<i>Total Expenditures</i>	<u>229,749</u>	<u>72,554</u>	<u>157,195</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	(161,742)	12,607	174,349
<i>Fund Balance at Beginning of Year</i>	<u>258,348</u>	<u>258,348</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u><u>\$96,606</u></u>	<u><u>\$270,955</u></u>	<u><u>\$174,349</u></u>

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

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Charges for Services	\$74,711	\$76,026	\$1,315
<u>Expenditures:</u>			
Current:			
General Government - Legislative and Executive			
Capital Outlay	357,406	176,718	180,688
<i>Excess of Revenues Under Expenditures</i>	(282,695)	(100,692)	182,003
<u>Other Financing Sources:</u>			
Advances - In	76,556	76,556	0
<i>Excess of Revenues and Other Financing Sources Under Expenditures</i>	(206,139)	(24,136)	182,003
<i>Fund Balance at Beginning of Year</i>	166,561	166,561	0
<i>Prior Year Encumbrances Appropriated</i>	39,578	39,578	0
<i>Fund Balance at End of Year</i>	<u>\$0</u>	<u>\$182,003</u>	<u>\$182,003</u>

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

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Charges for Services	\$205,000	\$270,003	\$65,003
<u>Expenditures:</u>			
Current:			
General Government - Judicial			
Personal Services	142,145	120,795	21,350
Fringe Benefits	102,889	65,101	37,788
Material and Supplies	5,000	4,826	174
Contractual Services	3,536	842	2,694
Capital Outlay	2,000	998	1,002
Other	3,164	1,699	1,465
<i>Total Expenditures</i>	258,734	194,261	64,473
<i>Excess of Revenues Over (Under) Expenditures</i>	(53,734)	75,742	129,476
<u>Other Financing Sources (Uses):</u>			
Operating Transfers - In	0	243	243
Operating Transfers - Out	(75,000)	(75,000)	0
<i>Total Other Financing Sources (Uses)</i>	(75,000)	(74,757)	243
<i>Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses</i>	(128,734)	985	129,719
<i>Fund Balance at Beginning of Year</i>	259,395	259,395	0
<i>Fund Balance at End of Year</i>	\$130,661	\$260,380	\$129,719

Marion County, Ohio
*Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual*
Paternity Mediation Fund
For the Year Ended December 31, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Charges for Services	\$400	\$400	\$0
<u>Expenditures:</u>			
Current:			
General Government - Judicial			
Contractual Services	688	400	288
Other	400	0	400
<i>Total Expenditures</i>	1,088	400	688
<i>Excess of Revenues Over (Under) Expenditures</i>	(688)	0	688
<i>Fund Balance at Beginning of Year</i>	688	688	0
<i>Fund Balance at End of Year</i>	\$0	\$688	\$688

Marion County, Ohio
*Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual*
Underground Storage Tank Fund
For the Year Ended December 31, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
<i>Total Revenues</i>	\$0	\$0	\$0
<u>Expenditures:</u>			
Current:			
Health			
Contractual Services	600	600	0
<i>Excess of Revenues Under Expenditures</i>	(600)	(600)	0
<u>Other Financing Sources:</u>			
Operating Transfers - In	0	600	600
<i>Excess of Revenues and Other Financing Sources Under Expenditures</i>	(600)	0	600
<i>Fund Balance at Beginning of Year</i>	11,000	11,000	0
<i>Fund Balance at End of Year</i>	\$10,400	\$11,000	\$600

Marion County, Ohio
*Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual*
Ohio Children's Trust Fund
For the Year Ended December 31, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$14,766	\$14,766	\$0
<u>Expenditures:</u>			
Current :			
Human Services			
Contractual Services	19,657	19,657	0
<i>Excess of Revenues Under Expenditures</i>	(4,891)	(4,891)	0
<i>Fund Balance at Beginning of Year</i>	183	183	0
<i>Prior Year Encumbrances Appropriated</i>	4,891	4,891	0
<i>Fund Balance at End of Year</i>	<u>\$183</u>	<u>\$183</u>	<u>\$0</u>

Marion County, Ohio
*Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual*
Juvenile Drug Testing Fund
For the Year Ended December 31, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Charges for Services	\$20	\$20	\$0
<u>Expenditures:</u>			
Current:			
General Government - Judicial			
Materials and Supplies	20	0	20
<i>Excess of Revenues Over Expenditures</i>	0	20	20
<i>Fund Balance at Beginning of Year</i>	0	0	0
<i>Fund Balance at End of Year</i>	\$0	\$20	\$20

Marion County, Ohio
*Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual*
Family Services Fund
For the Year Ended December 31, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Charges for Services	\$2,000	\$3,681	\$1,681
<u>Expenditures:</u>			
Current :			
General Government - Judicial			
Materials and Supplies	1,000	0	1,000
Capital Outlay	1,000	0	1,000
<i>Total Expenditures</i>	2,000	0	2,000
<i>Excess of Revenues Over Expenditures</i>	0	3,681	3,681
<i>Fund Balance at Beginning of Year</i>	0	0	0
<i>Fund Balance at End of Year</i>	\$0	\$3,681	\$3,681

DEBT SERVICE FUND

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

Marion County, Ohio
*Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual*
Bond Retirement Fund
For the Year Ended December 31, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Interest	\$0	\$3,551	\$3,551
<u>Expenditures:</u>			
Debt Service:			
General Obligation Bond Retirement			
Office Building Bonds			
Principal Retirement	65,000	65,000	0
Interest and Fiscal Charges	256,820	256,820	0
Job and Family Services Bonds			
Principal Retirement	105,000	105,000	0
Interest and Fiscal Charges	42,602	42,602	0
Regional Jail Bonds			
Principal Retirement	75,000	75,000	0
Interest and Fiscal Charges	191,257	191,257	0
Jail Bonds			
Principal Retirement	15,000	15,000	0
Interest and Fiscal Charges	40,609	40,609	0
Total General Obligation Bond Retirement	791,288	791,288	0
Note Retirement			
Coliseum Debt Retirement			
Principal Retirement	125,000	125,000	0
Interest and Fiscal Charges	30,000	30,000	0
Marion Senior Housing Debt Retirement			
Principal Retirement	9,319	9,319	0
Interest and Fiscal Charges	14,064	14,064	0
Total Note Retirement	178,383	178,383	0

continued

Marion County, Ohio
Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual
Bond Retirement Fund (continued)
For the Year Ended December 31, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Issue II Loans			
Engineer			
Principal Retirement	\$16,477	\$16,477	\$0
Sewer			
Principal Retirement	41,621	41,621	0
Total Issue II Loans	58,098	58,098	0
Federal Mortgage Home Association			
Sewer			
Principal Retirement	51,000	51,000	0
Interest and Fiscal Charges	70,718	70,718	0
Total Federal Mortgage Home Association	121,718	121,718	0
Farmers Home Loan			
Sewer			
Principal Retirement	14,400	14,400	0
Interest and Fiscal Charges	60,161	58,896	1,265
Total Farmers Home Loan	74,561	73,296	1,265
<i>Total Expenditures</i>	1,224,048	1,222,783	1,265
<i>Excess of Revenues Under Expenditures</i>	(1,224,048)	(1,219,232)	4,816
<u>Other Financing Sources (Uses):</u>			
Operating Transfers - In	1,163,044	1,244,097	81,053
Operating Transfers - Out	(2,766)	(2,766)	0
<i>Total Other Financing Sources (Uses)</i>	1,160,278	1,241,331	81,053
<i>Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses</i>	(63,770)	22,099	85,869
<i>Fund Balance at Beginning of Year</i>	676,649	676,649	0
<i>Fund Balance at End of Year</i>	\$612,879	\$698,748	\$85,869

CAPITAL PROJECTS FUNDS

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

Capital Improvement Fund - To account for transfers and other resources set aside for building capital improvements and for the acquisition of equipment.

Ditch Drainage and Improvement Fund - To account for special assessment revenue which is used for capital improvements of existing ditches.

Children's Home Capital Improvement Fund - To account for money that was collected from a levy for capital improvements to the children's home. The levy is no longer in existence.

MRDD Capital Improvement Fund - To account for a property tax for capital improvements to the property of the Board of Mental Retardation and Developmental Disabilities.

Capital Acquisition Fund - To account for debt proceeds that had been used to acquire the County Courthouse Annex.

Job and Family Services Building Construction Fund - To account for debt proceeds used for building construction.

Issue II Fund - To account for monies received from the Ohio Public Works Commission for infrastructure projects.

Transfer Station Construction Fund - To account for note proceeds expended for the construction of a transfer station. For 2002, the County did not budget this fund.

Justice Center Capital Fund - To account for the bond proceeds to renovate the courthouse.

Dog and Kennel Construction Fund - To account for transfers from the general fund and debt proceeds to construct a new animal shelter facility.

Coliseum Levy Fund - To account for a .3 mill five year fairgrounds improvement levy to repair and improve the coliseum.

County Office Building Fund - To account for debt proceeds and transfers from the capital improvement capital projects fund to renovate a building to house the County's administrative offices.

Road Capital Fund - To account for transfers from the county engineer to fund major road construction.

Marion County, Ohio

Combining Balance Sheet

All Capital Projects Funds

December 31, 2002

	Capital Improvement	Ditch Drainage and Improvement	Children's Home Capital Improvement	MRDD Capital Improvement
<u>Assets:</u>				
Equity in Pooled Cash and Cash Equivalents	\$572,578	\$707,738	\$44,722	\$723,031
Receivables:				
Taxes	0	0	0	332,168
Special Assessments	0	286,818	0	0
Due from Other Governments	0	0	0	2,784
<i>Total Assets</i>	<u>\$572,578</u>	<u>\$994,556</u>	<u>\$44,722</u>	<u>\$1,057,983</u>
<u>Liabilities:</u>				
Accounts Payable	\$0	\$0	\$0	\$25,451
Contracts Payable	0	68,356	0	0
Interfund Payable	15,900	0	0	0
Deferred Revenue	0	286,818	0	332,168
Notes Payable	272,910	0	0	0
Accrued Interest Payable	10,636	0	0	0
Advances from Other Funds	0	0	0	0
<i>Total Liabilities</i>	<u>299,446</u>	<u>355,174</u>	<u>0</u>	<u>357,619</u>
<u>Fund Equity:</u>				
Reserved for Encumbrances	89,829	494,635	0	25,642
Unreserved (Deficit)	183,303	144,747	44,722	674,722
<i>Total Fund Equity (Deficit)</i>	<u>273,132</u>	<u>639,382</u>	<u>44,722</u>	<u>700,364</u>
<i>Total Liabilities and Fund Equity</i>	<u>\$572,578</u>	<u>\$994,556</u>	<u>\$44,722</u>	<u>\$1,057,983</u>

continued

Marion County, Ohio
Combining Balance Sheet
All Capital Projects Funds (continued)
December 31, 2002

	Job and Family Services Building Construction	Issue II	Justice Center Capital	Dog and Kennel Construction
<u>Assets:</u>				
Equity in Pooled Cash and Cash Equivalents	\$178,206	\$172,347	\$762,121	\$0
Receivables:				
Taxes	0	0	0	0
Special Assessments	0	0	0	0
Due from Other Governments	0	29,388	0	0
<i>Total Assets</i>	<u>\$178,206</u>	<u>\$201,735</u>	<u>\$762,121</u>	<u>\$0</u>
<u>Liabilities:</u>				
Accounts Payable	\$0	\$13,580	\$39,179	\$0
Contracts Payable	0	0	0	0
Interfund Payable	0	0	0	0
Deferred Revenue	0	0	0	0
Notes Payable	0	0	0	0
Accrued Interest Payable	0	0	0	0
Advances from Other Funds	0	0	0	46,500
<i>Total Liabilities</i>	<u>0</u>	<u>13,580</u>	<u>39,179</u>	<u>46,500</u>
<u>Fund Equity:</u>				
Reserved for Encumbrances	0	48,223	5,603	0
Unreserved (Deficit)	178,206	139,932	717,339	(46,500)
<i>Total Fund Equity (Deficit)</i>	<u>178,206</u>	<u>188,155</u>	<u>722,942</u>	<u>(46,500)</u>
<i>Total Liabilities and Fund Equity</i>	<u>\$178,206</u>	<u>\$201,735</u>	<u>\$762,121</u>	<u>\$0</u>

Coliseum Levy	County Office Building	Road Capital	Totals
\$133,736	\$62,996	\$25,000	\$3,382,475
263,542	0	0	595,710
0	0	0	286,818
1,670	0	0	33,842
<u>\$398,948</u>	<u>\$62,996</u>	<u>\$25,000</u>	<u>\$4,298,845</u>
\$0	\$13,008	\$0	\$91,218
0	40,000	0	108,356
44,000	84,400	0	144,300
263,542	0	0	882,528
410,000	0	0	682,910
1,674	0	0	12,310
0	0	0	46,500
<u>719,216</u>	<u>137,408</u>	<u>0</u>	<u>1,968,122</u>
129,611	2,126	0	795,669
(449,879)	(76,538)	25,000	1,535,054
<u>(320,268)</u>	<u>(74,412)</u>	<u>25,000</u>	<u>2,330,723</u>
<u>\$398,948</u>	<u>\$62,996</u>	<u>\$25,000</u>	<u>\$4,298,845</u>

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

	Capital Improvement	Ditch Drainage and Improvement	Children's Home Capital Improvement	MRDD Capital Improvement
Revenues:				
Property Taxes	\$0	\$0	\$0	\$301,394
Special Assessments	0	44,457	0	0
Intergovernmental	37,696	0	0	37,862
Other	27,413	0	0	92,894
<i>Total Revenues</i>	<u>65,109</u>	<u>44,457</u>	<u>0</u>	<u>432,150</u>
Expenditures:				
Capital Outlay	281,582	156,339	0	386,948
Debt Service:				
Principal Retirement	0	50,000	0	0
Interest and Fiscal Charges	13,701	16,372	0	0
<i>Total Expenditures</i>	<u>295,283</u>	<u>222,711</u>	<u>0</u>	<u>386,948</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(230,174)</u>	<u>(178,254)</u>	<u>0</u>	<u>45,202</u>
Other Financing Sources (Uses):				
Operating Transfers - In	23,383	0	5,000	0
Operating Transfers - Out	(2,648)	0	0	0
<i>Total Other Financing Sources (Uses)</i>	<u>20,735</u>	<u>0</u>	<u>5,000</u>	<u>0</u>
<i>Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses</i>	<u>(209,439)</u>	<u>(178,254)</u>	<u>5,000</u>	<u>45,202</u>
<i>Fund Balances (Deficit) at Beginning of Year</i>	482,571	817,636	40,847	655,162
Residual Equity Transfer Out	0	0	(1,125)	0
<i>Fund Balances (Deficit) at End of Year</i>	<u><u>\$273,132</u></u>	<u><u>\$639,382</u></u>	<u><u>\$44,722</u></u>	<u><u>\$700,364</u></u>

Capital Acquisition	Job and Family Services Building Construction	Issue II	Transfer Station Construction	Justice Center Capital	Dog and Kennel Construction
\$0	\$0	\$0	\$0	\$0	\$0
0	0	0	0	0	0
0	0	312,456	0	0	0
0	0	0	0	0	0
0	0	312,456	0	0	0
3	9,235	487,692	0	81,213	0
0	0	0	0	0	30,000
0	0	0	0	0	5,809
3	9,235	487,692	0	81,213	35,809
(3)	(9,235)	(175,236)	0	(81,213)	(35,809)
0	0	48,002	0	0	32,368
0	0	(13,521)	(41)	(76)	0
0	0	34,481	(41)	(76)	32,368
(3)	(9,235)	(140,755)	(41)	(81,289)	(3,441)
5,198	187,441	328,910	41	804,231	(43,059)
(5,195)	0	0	0	0	0
\$0	\$178,206	\$188,155	\$0	\$722,942	(\$46,500)

continued

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

	Coliseum Levy	County Office Building	Road Capital	Totals
<u>Revenues:</u>				
Property Taxes	\$237,166	\$0	\$0	\$538,560
Special Assessments	0	0	0	44,457
Intergovernmental	29,621	0	0	417,635
Other	0	42,231	0	162,538
<i>Total Revenues</i>	<u>266,787</u>	<u>42,231</u>	<u>0</u>	<u>1,163,190</u>
<u>Expenditures:</u>				
Capital Outlay	285,292	904,278	0	2,592,582
Debt Service:				
Principal Retirement	0	0	0	80,000
Interest and Fiscal Charges	25,704	0	0	61,586
<i>Total Expenditures</i>	<u>310,996</u>	<u>904,278</u>	<u>0</u>	<u>2,734,168</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(44,209)</u>	<u>(862,047)</u>	<u>0</u>	<u>(1,570,978)</u>
<u>Other Financing Sources (Uses):</u>				
Operating Transfers - In	0	5,734	25,000	139,487
Operating Transfers - Out	0	0	0	(16,286)
<i>Total Other Financing Sources (Uses)</i>	<u>0</u>	<u>5,734</u>	<u>25,000</u>	<u>123,201</u>
<i>Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses</i>	<u>(44,209)</u>	<u>(856,313)</u>	<u>25,000</u>	<u>(1,447,777)</u>
<i>Fund Balances (Deficit) at Beginning of Year</i>	<u>(276,059)</u>	<u>781,901</u>	<u>0</u>	<u>3,784,820</u>
Residual Equity Transfer Out	0	0	0	(6,320)
<i>Fund Balances (Deficit) at End of Year</i>	<u><u>(\$320,268)</u></u>	<u><u>(\$74,412)</u></u>	<u><u>\$25,000</u></u>	<u><u>\$2,330,723</u></u>

Marion County, Ohio
*Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual*
Capital Improvement Fund
For the Year Ended December 31, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$0	\$37,696	\$37,696
Other	0	27,413	27,413
<i>Total Revenues</i>	0	65,109	65,109
<u>Expenditures:</u>			
Capital Outlay	381,372	371,411	9,961
<i>Excess of Revenues Under Expenditures</i>	(381,372)	(306,302)	75,070
<u>Other Financing Sources (Uses):</u>			
Advances - In	0	30,596	30,596
Advances - Out	0	(37,696)	(37,696)
<i>Total Other Financing Sources (Uses)</i>	0	(7,100)	(7,100)
<i>Excess of Revenues and Other Financing Sources Under Expenditures and Other Financing Uses</i>	(381,372)	(313,402)	67,970
<i>Fund Balance at Beginning of Year</i>	575,667	575,667	0
<i>Prior Year Encumbrances Appropriated</i>	220,484	220,484	0
<i>Fund Balance at End of Year</i>	<u>\$414,779</u>	<u>\$482,749</u>	<u>\$67,970</u>

Marion County, Ohio
*Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual
Ditch Drainage and Improvement Fund
For the Year Ended December 31, 2002*

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Special Assessments	\$40,286	\$44,457	\$4,171
<u>Expenditures:</u>			
Capital Outlay	796,195	675,429	120,766
Debt Service:			
Principal Retirement	50,000	50,000	0
Interest and Fiscal Charges	16,372	16,372	0
<i>Total Expenditures</i>	862,567	741,801	120,766
<i>Excess of Revenues Under Expenditures</i>	(822,281)	(697,344)	124,937
<i>Fund Balance at Beginning of Year</i>	254,645	254,645	0
<i>Prior Year Encumbrances Appropriated</i>	587,446	587,446	0
<i>Fund Balance at End of Year</i>	\$19,810	\$144,747	\$124,937

Marion County, Ohio
*Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual*
Children's Home Capital Improvement Fund
For the Year Ended December 31, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
<i>Total Revenues</i>	\$0	\$0	\$0
<u>Expenditures:</u>			
Capital Outlay	10,000	0	10,000
<i>Excess of Revenues Under Expenditures</i>	(10,000)	0	10,000
<u>Other Financing Sources (Uses):</u>			
Operating Transfers - In	5,000	5,000	0
Operating Transfers - Out	(1,125)	(1,125)	0
<i>Total Other Financing Sources (Uses)</i>	3,875	3,875	0
<i>Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses</i>	(6,125)	3,875	10,000
<i>Fund Balance at Beginning of Year</i>	40,847	40,847	0
<i>Fund Balance at End of Year</i>	<u>\$34,722</u>	<u>\$44,722</u>	<u>\$10,000</u>

Marion County, Ohio
*Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual*
MRDD Capital Improvement Fund
For the Year Ended December 31, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Property Taxes	\$302,000	\$301,394	(\$606)
Intergovernmental	35,365	35,078	(287)
Other	0	92,894	92,894
<i>Total Revenues</i>	337,365	429,366	92,001
<u>Expenditures:</u>			
Capital Outlay	911,884	418,833	493,051
<i>Excess of Revenues Over (Under) Expenditures</i>	(574,519)	10,533	585,052
<i>Fund Balance at Beginning of Year</i>	574,764	574,764	0
<i>Prior Year Encumbrances Appropriated</i>	86,641	86,641	0
<i>Fund Balance at End of Year</i>	<u>\$86,886</u>	<u>\$671,938</u>	<u>\$585,052</u>

Marion County, Ohio
*Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual*
Capital Acquisition Fund
For the Year Ended December 31, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
<i>Total Revenues</i>	\$0	\$0	\$0
<u>Expenditures:</u>			
<i>Total Expenditures</i>	0	0	0
<i>Excess of Revenues Over Expenditures</i>	0	0	0
<u>Other Financing Uses:</u>			
Operating Transfers - Out	(5,195)	(5,195)	0
<i>Excess of Revenues Under Expenditures and Other Financing Uses</i>	(5,195)	(5,195)	0
<i>Fund Balance at Beginning of Year</i>	5,195	5,195	0
<i>Fund Balance at End of Year</i>	\$0	\$0	\$0

Marion County, Ohio
*Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual*
Job and Family Services Building Construction Fund
For the Year Ended December 31, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
<i>Total Revenues</i>	\$0	\$0	\$0
<u>Expenditures:</u>			
Capital Outlay	9,235	9,235	0
<i>Excess of Revenues Under Expenditures</i>	(9,235)	(9,235)	0
<i>Fund Balance at Beginning of Year</i>	187,441	187,441	0
<i>Fund Balance at End of Year</i>	<u>\$178,206</u>	<u>\$178,206</u>	<u>\$0</u>

Marion County, Ohio
*Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual*
Issue II Fund
For the Year Ended December 31, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$283,068	\$283,068	\$0
<u>Expenditures:</u>			
Capital Outlay	527,768	527,768	0
<i>Excess of Revenues Under Expenditures</i>	(244,700)	(244,700)	0
<u>Other Financing Sources (Uses):</u>			
Operating Transfers - In	40,778	48,002	7,224
Operating Transfers - Out	(74,023)	(13,521)	60,502
<i>Total Other Financing Sources (Uses)</i>	(33,245)	34,481	67,726
<i>Excess of Revenues and Other Financing Sources Under Expenditures and Other Financing Uses</i>	(277,945)	(210,219)	67,726
<i>Fund Balance at Beginning of Year</i>	112,752	112,752	0
<i>Prior Year Encumbrances Appropriated</i>	216,158	216,158	0
<i>Fund Balance at End of Year</i>	\$50,965	\$118,691	\$67,726

Marion County, Ohio
*Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual*
Justice Center Capital Fund
For the Year Ended December 31, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
<i>Total Revenues</i>	\$0	\$0	\$0
<u>Expenditures:</u>			
<i>Capital Outlay</i>	87,346	86,816	530
<i>Excess of Revenues Under Expenditures</i>	(87,346)	(86,816)	530
<i>Fund Balance at Beginning of Year</i>	804,231	804,231	0
<i>Fund Balance at End of Year</i>	\$716,885	\$717,415	\$530

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

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
<i>Total Revenues</i>	\$0	\$0	\$0
<u>Expenditures:</u>			
Debt Service:			
Principal Retirement	30,000	30,000	0
Interest and Fiscal Charges	5,809	5,809	0
<i>Total Expenditures</i>	35,809	35,809	0
<i>Excess of Revenues Under Expenditures</i>	(35,809)	(35,809)	0
<u>Other Financing Sources:</u>			
Advances - In	32,368	0	(32,368)
Operating Transfers - In	0	32,368	32,368
<i>Total Other Financing Sources</i>	32,368	32,368	0
<i>Excess of Revenues and Other Financing Sources Under Expenditures</i>	(3,441)	(3,441)	0
<i>Fund Balance at Beginning of Year</i>	3,441	3,441	0
<i>Fund Balance at End of Year</i>	\$0	\$0	\$0

Marion County, Ohio
*Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual*
Coliseum Levy Fund
For the Year Ended December 31, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Property Taxes	\$236,151	\$237,166	\$1,015
Intergovernmental	28,964	27,951	(1,013)
<i>Total Revenues</i>	265,115	265,117	2
<u>Expenditures:</u>			
Capital Outlay	470,131	469,893	238
<i>Excess of Revenues Under Expenditures</i>	(205,016)	(204,776)	240
<u>Other Financing Sources (Uses):</u>			
Advances - In	44,000	44,000	0
Advances - Out	(52,281)	(52,281)	0
Operating Transfers - Out	(155,000)	(155,000)	0
<i>Total Other Financing Sources (Uses)</i>	(163,281)	(163,281)	0
<i>Excess of Revenues and Other Financing Sources Under Expenditures and Other Financing Uses</i>	(368,297)	(368,057)	240
<i>Fund Balance at Beginning of Year</i>	7,095	7,095	0
<i>Prior Year Encumbrances Appropriated</i>	361,202	361,202	0
<i>Fund Balance at End of Year</i>	<u>\$0</u>	<u>\$240</u>	<u>\$240</u>

Marion County, Ohio
*Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual*
County Office Building Fund
For the Year Ended December 31, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Other	\$42,231	\$42,231	\$0
<u>Expenditures:</u>			
Capital Outlay	1,712,318	1,709,983	2,335
<i>Excess of Revenues Under Expenditures</i>	<u>(1,670,087)</u>	<u>(1,667,752)</u>	<u>2,335</u>
<u>Other Financing Sources:</u>			
Advances - In	84,400	84,400	0
Operating Transfers - In	5,734	5,734	0
<i>Total Other Financing Sources</i>	<u>90,134</u>	<u>90,134</u>	<u>0</u>
<i>Excess of Revenues and Other Financing Sources Under Expenditures</i>	(1,579,953)	(1,577,618)	2,335
<i>Fund Balance at Beginning of Year</i>	62,231	62,231	0
<i>Prior Year Encumbrances Appropriated</i>	<u>1,563,249</u>	<u>1,563,249</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u>\$45,527</u>	<u>\$47,862</u>	<u>\$2,335</u>

Marion County, Ohio
*Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual*
Road Capital Fund
For the Year Ended December 31, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
<i>Total Revenues</i>	\$0	\$0	\$0
<u>Expenditures:</u>			
Capital Outlay	25,000	0	25,000
<i>Excess of Revenues Under Expenditures</i>	(25,000)	0	25,000
<u>Other Financing Sources:</u>			
Operating Transfers - In	25,000	25,000	0
<i>Excess of Revenues and Other Financing Sources Over Expenditures</i>	0	25,000	25,000
<i>Fund Balance at Beginning of Year</i>	0	0	0
<i>Fund Balance at End of Year</i>	\$0	\$25,000	\$25,000

ENTERPRISE FUNDS

Enterprise Funds are used to account for activities 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.

Sewer District Operating and Maintenance Fund - To account for sanitary sewer services provided to individuals and commercial users. The costs of providing these services are financed primarily through user charges.

County Home Operating Fund - To account for fees from residents' families used for the operation of the nursing home. The operations was discontinued on June 30, 2001; however, costs were incurred in 2002 relating to its closure.

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

	Sewer District Operating and Maintenance	County Home Operating	Totals
<u>Current Assets:</u>			
Equity in Pooled Cash and Cash Equivalents	\$1,886,100	\$438,200	\$2,324,300
Receivables:			
Accounts	247,123	0	247,123
Due from Other Funds	1,066	0	1,066
Materials and Supplies Inventory	30,817	0	30,817
Deferred Costs on Disposal of County Home	0	471,298	471,298
<i>Total Current Assets</i>	2,165,106	909,498	3,074,604
<u>Restricted Assets:</u>			
Equity in Pooled Cash and Cash Equivalents	443,282	0	443,282
Fixed Assets (Net of Accumulated Depreciation)	9,635,514	699,427	10,334,941
<i>Total Assets</i>	<u>\$12,243,902</u>	<u>\$1,608,925</u>	<u>\$13,852,827</u>
<u>Current Liabilities:</u>			
Accounts Payable	\$9,316	\$0	\$9,316
Accrued Wages Payable	15,052	0	15,052
Compensated Absences Payable	754	0	754
Due to Other Governments	22,544	9	22,553
Issue II Loans Payable	41,621	0	41,621
<i>Total Current Liabilities</i>	89,287	9	89,296
<u>Non-Current Liabilities:</u>			
Liabilities Payable from Restricted Assets:			
USDA Revenue Bonds Payable	15,000	0	15,000
General Obligation Bonds Payable	53,000	0	53,000
Accrued Interest Payable	27,297	0	27,297
Compensated Absences Payable	34,980	0	34,980
Advances from Other Funds	0	783,883	783,883
Issue II Loans Payable	565,965	0	565,965
USDA Revenue Bonds Payable	1,316,800	0	1,316,800
General Obligation Bonds Payable	1,493,000	0	1,493,000
<i>Total Non-Current Liabilities</i>	3,506,042	783,883	4,289,925
<i>Total Liabilities</i>	3,595,329	783,892	4,379,221
<u>Fund Equity:</u>			
Retained Earnings (Deficit)	(179,777)	(617,545)	(797,322)
Contributed Capital	8,828,350	1,442,578	10,270,928
<i>Total Fund Equity</i>	8,648,573	825,033	9,473,606
<i>Total Liabilities and Fund Equity</i>	<u>\$12,243,902</u>	<u>\$1,608,925</u>	<u>\$13,852,827</u>

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

	Sewer District Operating and Maintenance	County Home Operating	Totals
<u>Operating Revenues:</u>			
Charges for Services	\$996,897	\$0	\$996,897
<u>Operating Expenses:</u>			
Personal Services	339,506	0	339,506
Fringe Benefits	51,218	0	51,218
Materials and Supplies	24,064	0	24,064
Contractual Services	198,165	0	198,165
Depreciation	338,692	0	338,692
Other	64,339	0	64,339
<i>Total Operating Expenses</i>	<u>1,015,984</u>	<u>0</u>	<u>1,015,984</u>
<i>Operating Loss</i>	<u>(19,087)</u>	<u>0</u>	<u>(19,087)</u>
<u>Non-Operating Revenues (Expenses):</u>			
Capital Contributions from Tap In Fees	45,500	0	45,500
Capital Contributions from Other Governments	347,480	0	347,480
Interest Income	19,919	0	19,919
Interest Expense	(128,929)	0	(128,929)
<i>Total Non-Operating Revenues (Expenses)</i>	<u>283,970</u>	<u>0</u>	<u>283,970</u>
<i>Income Before Operating Transfers</i>	264,883	0	264,883
Operating Transfers - In	1,294	0	1,294
<i>Net Income</i>	266,177	0	266,177
Depreciation on Fixed Assets Acquired by Contributed Capital	85,399	0	85,399
<i>Retained Earnings (Deficit) at Beginning of Year</i>	(531,743)	(841,782)	(1,373,525)
Residual Equity Transfers - In	390	0	390
Gain from Operations from Discontinued County Home	0	224,237	224,237
<i>Retained Earnings (Deficit) at End of Year</i>	<u>(179,777)</u>	<u>(617,545)</u>	<u>(797,322)</u>
<i>Contributed Capital at Beginning of Year</i>	8,913,749	1,442,578	10,356,327
Depreciation on Fixed Assets Acquired by Contributed Capital	(85,399)	0	(85,399)
<i>Contributed Capital at End of Year</i>	<u>8,828,350</u>	<u>1,442,578</u>	<u>10,270,928</u>
<i>Total Fund Equity at End of Year</i>	<u>\$8,648,573</u>	<u>\$825,033</u>	<u>\$9,473,606</u>

Marion County, Ohio
Schedule of Revenues, Expenses,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual
Sewer District Operating and Maintenance Fund
For the Year Ended December 31, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Charges for Services	\$1,013,000	\$1,006,689	(\$6,311)
Tap In Fees	25,000	45,500	20,500
Intergovernmental	0	2,480	2,480
Interest	22,384	13,452	(8,932)
Other	345,000	344,610	(390)
<i>Total Revenues</i>	<u>1,405,384</u>	<u>1,412,731</u>	<u>7,347</u>
Expenses:			
Personal Services	332,000	326,585	5,415
Fringe Benefits	65,300	51,003	14,297
Materials and Supplies	42,134	35,489	6,645
Contractual Services	618,721	517,094	101,627
Capital Outlay	44,800	36,514	8,286
Other	90,400	64,339	26,061
<i>Total Expenses</i>	<u>1,193,355</u>	<u>1,031,024</u>	<u>162,331</u>
<i>Excess of Revenues Over Expenses</i>	212,029	381,707	169,678
Operating Transfers - In	0	1,684	1,684
Operating Transfers - Out	(238,000)	(238,000)	0
<i>Excess of Revenues Over (Under) Expenses and Transfers</i>	(25,971)	145,391	171,362
<i>Fund Balance at Beginning of Year</i>	1,374,514	1,374,514	0
<i>Prior Year Encumbrances Appropriated</i>	<u>28,838</u>	<u>28,838</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u><u>\$1,377,381</u></u>	<u><u>\$1,548,743</u></u>	<u><u>\$171,362</u></u>

Marion County, Ohio
Schedule of Revenues, Expenses,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual
County Home Operating Fund
For the Year Ended December 31, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Other	\$0	\$328,122	\$328,122
<u>Expenses:</u>			
Personal Services	1,500	1,373	127
Fringe Benefits	276,156	124,731	151,425
Materials and Supplies	500	304	196
Contractual Services	68,229	52,575	15,654
<i>Total Expenses</i>	346,385	178,983	167,402
<i>Excess of Revenues Over (Under) Expenses</i>	(346,385)	149,139	495,524
Advances - In	337,000	96,360	240,640
Operating Transfers - In	0	41,187	(41,187)
<i>Excess of Revenues Over (Under) Expenses, Advances, and Transfers</i>	(9,385)	286,686	296,071
<i>Fund Balance at Beginning of Year</i>	145,292	145,292	0
<i>Fund Balance at End of Year</i>	\$135,907	\$431,978	\$296,071

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

	Sewer District Operating and Maintenance	County Home Operating	Totals
<u>Increase (Decrease) in Cash and Cash Equivalents</u>			
<u>Cash Flows from Operating Activities:</u>			
Cash Received from Customers	\$988,275	\$0	\$988,275
Cash Received from Quasi-External Transactions with Other Funds	13,382	0	13,382
Cash Received from Other Revenues	0	328,122	328,122
Cash Payments for Personal Services	(326,585)	(1,373)	(327,958)
Cash Payments for Fringe Benefits	(51,003)	(124,731)	(175,734)
Cash Payments for Materials and Supplies	(56,990)	(304)	(57,294)
Cash Payments for Contractual Services	(190,353)	(45,564)	(235,917)
Cash Payments for Quasi-External Transactions with Other Funds	0	(789)	(789)
Cash Payments for Other Expenses	(64,339)	0	(64,339)
<i>Net Cash Provided by Operating Activities</i>	312,387	155,361	467,748
<u>Cash Flows from Noncapital Financing Activities:</u>			
Cash Received from Advances - In	0	96,360	96,360
Cash Received from Operating Transfers - In	1,294	41,187	42,481
Cash Received from Residual Equity Transfers - In	390	0	390
<i>Net Cash Provided by Noncapital Financing Activities</i>	1,684	137,547	139,231
<u>Cash Flows from Capital and Related Financing Activities:</u>			
Cash Received from Tap In Fees	45,500	0	45,500
Cash Received from Other Governments	347,480	0	347,480
Cash Paid for Fixed Assets	(12,513)	0	(12,513)
Principal Paid on Issue II Loans	(41,621)	0	(41,621)
Principal Paid on USDA Revenue Bonds	(14,400)	0	(14,400)
Interest Paid on USDA Revenue Bonds	(58,896)	0	(58,896)
Principal Paid on General Obligation Bonds	(51,000)	0	(51,000)
Interest Paid on General Obligations Bonds	(70,718)	0	(70,718)
<i>Net Cash Provided by Capital and Related Financing Activities</i>	143,832	0	143,832
<u>Cash Flows from Investing Activities:</u>			
Interest	19,919	0	19,919
<i>Net Increase in Cash and Cash Equivalents</i>	477,822	292,908	770,730
<i>Cash and Cash Equivalents at Beginning of Year</i>	1,851,560	145,292	1,996,852
<i>Cash and Cash Equivalents at End of Year</i>	\$2,329,382	\$438,200	\$2,767,582

continued

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

	<u>Sewer District Operating and Maintenance</u>	<u>County Home Operating</u>	<u>Totals</u>
Reconciliation of Operating Loss to Net Cash			
<u>Provided by Operating Activities:</u>			
Operating Loss	(\$19,087)	\$0	(\$19,087)
Adjustments to Reconcile Operating Loss to Net Cash			
<u>Provided by Operating Activities:</u>			
Depreciation	338,692	0	338,692
Gain from Operations from Discontinued County Home	0	184,888	184,888
Changes in Assets and Liabilities:			
Decrease in Accounts Receivable	5,501	1,470	6,971
(Increase) in Due from Other Funds	(741)	0	(741)
Decrease in Due from Other Governments	0	2,130	2,130
Increase in Materials and Supplies Inventory	(25,751)	0	(25,751)
Decrease in Accounts Payable	(7,175)	0	(7,175)
Increase (Decrease) in Accrued Wages Payable	1,467	(12)	1,455
Increase (Decrease) in Compensated Absences Payable	11,454	(19,273)	(7,819)
Increase (Decrease) in Due to Other Governments	8,027	(13,842)	(5,815)
Net Cash Provided by Operating Activities	<u>\$312,387</u>	<u>\$155,361</u>	<u>\$467,748</u>

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FIDUCIARY FUNDS

Expendable Trust Funds

These funds are accounted for in essentially the same manner as governmental funds.

Miscellaneous Trust Fund - To account for various trusts held by the County.

Children's Home Trust Fund - To account for money held by Job and Family Services for the children that are, by court order, in the custody of Job and Family Services. This money will not be distributed to the children until the age of eighteen. For 2002, the County did not budget this fund.

County Home Bequest Trust Fund - To account for monies received from donations and personal allowances for the residents' benefit. The fund includes both cash with the county treasurer. For 2002, the County did not budget this fund.

Unclaimed Money Fund - To account for escheated properties that are held until claimed by their rightful owner or transferred to the general fund after five years.

Agency Funds

These funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The following are the County's material agency funds:

County Agency Fund - To account for the activity of the County Sheriff's civil account.

County Court Agency Fund - To account for the collection and distribution of court fees and fines.

Undivided Tax Fund - To account for the collection and distribution of various taxes.

Other Agency Funds

Disaster Services Fund	Emergency Planning Fund
Marion County Rotary Fund	Family and Children First Fund
Marriage License Special Fund	County Park District Fund
Building Code Fund	DKMM Solid Waste District Fund
Payroll Fund	Employee Reimbursement Fund
Real Estate Escrow Prepayment Fund	RPC Enterprise Zone Fund
Regional Planning Fund	Marion-Crawford Mental Health Board Fund
Sewer District #7 Deferred Rotary Fund	Marion-Hardin Corrections Commission Fund
Soil and Water Fund	Caledonia Sewer Billing Fund
Board of Health Fund	Ohio Elections Commission Fee Fund

Marion County, Ohio

Combining Balance Sheet

All Fiduciary Fund Types

December 31, 2002

	Children's Home Trust	County Home Bequest Trust	Unclaimed Money
<u>Assets:</u>			
Equity in Pooled Cash and Cash Equivalents	\$0	\$441	\$75,277
Cash and Cash Equivalents in Segregated Accounts	7,911	0	0
Receivables:			
Taxes	0	0	0
Special Assessments	0	0	0
Due from Other Governments	0	0	0
<i>Total Assets</i>	<u><u>\$7,911</u></u>	<u><u>\$441</u></u>	<u><u>\$75,277</u></u>
<u>Liabilities:</u>			
Due to Other Governments	\$0	\$0	\$0
Due to Employees	0	0	0
Undistributed Assets	0	0	0
Deposits Held and Due to Others	0	0	0
Payroll Withholdings	0	0	0
<i>Total Liabilities</i>	0	0	0
<u>Fund Equity:</u>			
Unreserved	<u>7,911</u>	<u>441</u>	<u>75,277</u>
<i>Total Liabilities and Fund Equity</i>	<u><u>\$7,911</u></u>	<u><u>\$441</u></u>	<u><u>\$75,277</u></u>

Total Expendable Trust Funds	Agency	Totals
\$75,718	\$9,142,344	\$9,218,062
7,911	624,860	632,771
0	46,041,803	46,041,803
0	1,427,692	1,427,692
0	2,654,082	2,654,082
<u>\$83,629</u>	<u>\$59,890,781</u>	<u>\$59,974,410</u>
\$0	\$2,539	\$2,539
0	9,484	9,484
0	58,778,923	58,778,923
0	624,860	624,860
0	474,975	474,975
0	59,890,781	59,890,781
<u>83,629</u>	<u>0</u>	<u>83,629</u>
<u>\$83,629</u>	<u>\$59,890,781</u>	<u>\$59,974,410</u>

Marion County, Ohio
*Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances*
All Expendable Trust Funds
For the Year Ended December 31, 2002

	Miscellaneous Trust	Children's Home Trust	County Home Bequest Trust
<u>Revenues:</u>			
Intergovernmental	\$0	\$619	\$0
Interest	0	19	0
Other	0	0	0
<i>Total Revenues</i>	<u>0</u>	<u>638</u>	<u>0</u>
<u>Expenditures:</u>			
Current:			
Human Services	0	1,110	0
Other	0	0	0
<i>Total Expenditures</i>	<u>0</u>	<u>1,110</u>	<u>0</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	0	(472)	0
<u>Other Financing Uses:</u>			
<i>Operating Transfers-Out</i>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Excess of Revenues Over (Under) Expenditures and Other Financing Uses</i>	0	(472)	0
<i>Fund Balance at Beginning of Year</i>	796	8,383	441
Residual Equity Transfers In (Out)	<u>(796)</u>	<u>0</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u><u>\$0</u></u>	<u><u>\$7,911</u></u>	<u><u>\$441</u></u>

<u>Unclaimed Money</u>	<u>Totals</u>
\$0	\$619
0	19
<u>51,014</u>	<u>51,014</u>
<u>51,014</u>	<u>51,652</u>
0	1,110
<u>27,396</u>	<u>27,396</u>
<u>27,396</u>	<u>28,506</u>
23,618	23,146
<u>(11,917)</u>	<u>(11,917)</u>
11,701	11,229
62,780	72,400
<u>796</u>	<u>0</u>
<u><u>\$75,277</u></u>	<u><u>\$83,629</u></u>

Marion County, Ohio
*Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual*
Miscellaneous Trust Fund
For the Year Ended December 31, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
<i>Total Revenues</i>	\$0	\$0	\$0
<u>Expenditures:</u>			
<i>Total Expenditures</i>	0	0	0
<i>Excess of Revenues Over Expenditures</i>	0	0	0
<u>Other Financing Uses</u>			
<i>Operating Transfers - Out</i>	(796)	(796)	0
<i>Excess of Revenues Under Expenditures and Other Financing Uses</i>	(796)	(796)	0
<i>Fund Balance at Beginning of Year</i>	796	796	0
<i>Fund Balance at End of Year</i>	\$0	\$0	\$0

Marion County, Ohio
*Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual
Unclaimed Money Fund
For the Year Ended December 31, 2002*

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Other	\$0	\$51,014	\$51,014
<u>Expenditures:</u>			
Current:			
Other	50,000	27,396	22,604
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(50,000)</u>	<u>23,618</u>	<u>73,618</u>
<u>Other Financing Sources (Uses):</u>			
Operating Transfers - In	0	796	796
Operating Transfers - Out	<u>(11,917)</u>	<u>(11,917)</u>	<u>0</u>
<i>Total Other Financing Sources (Uses)</i>	(11,917)	(11,121)	796
<i>Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses</i>	(61,917)	12,497	74,414
<i>Fund Balance at Beginning of Year</i>	<u>62,780</u>	<u>62,780</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u><u>\$863</u></u>	<u><u>\$75,277</u></u>	<u><u>\$74,414</u></u>

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

	Balance 12/31/2001	Additions	Reductions	Balance 12/31/2002
County Agency:				
Assets:				
Cash and Cash Equivalents in Segregated Accounts	\$69,739	\$2,323,236	\$2,267,006	\$125,969
<i>Total Assets</i>	<u>\$69,739</u>	<u>\$2,323,236</u>	<u>\$2,267,006</u>	<u>\$125,969</u>
Liabilities:				
Deposits Held and Due to Others	\$69,739	\$2,323,236	\$2,267,006	\$125,969
<i>Total Liabilities</i>	<u>\$69,739</u>	<u>\$2,323,236</u>	<u>\$2,267,006</u>	<u>\$125,969</u>
County Court Agency				
Assets:				
Cash and Cash Equivalents in Segregated Accounts	\$382,894	\$8,588,553	\$8,472,556	\$498,891
<i>Total Assets</i>	<u>\$382,894</u>	<u>\$8,588,553</u>	<u>\$8,472,556</u>	<u>\$498,891</u>
Liabilities:				
Deposits Held and Due to Others	\$382,894	\$8,588,553	\$8,472,556	\$498,891
<i>Total Liabilities</i>	<u>\$382,894</u>	<u>\$8,588,553</u>	<u>\$8,472,556</u>	<u>\$498,891</u>
Undivided Tax				
Assets:				
Equity in Pooled Cash and Cash Equivalents	\$2,860,371	\$53,125,703	\$52,825,564	\$3,160,510
Receivables:				
Taxes	48,169,173	46,041,803	48,169,173	46,041,803
Special Assessments	1,261,337	1,427,692	1,261,337	1,427,692
Due from Other Governments	3,449,673	2,654,082	3,449,673	2,654,082
<i>Total Assets</i>	<u>\$55,740,554</u>	<u>\$103,249,280</u>	<u>\$105,705,747</u>	<u>\$53,284,087</u>
Liabilities:				
Undistributed Assets	\$55,740,554	\$103,249,280	\$105,705,747	\$53,284,087
<i>Total Liabilities</i>	<u>\$55,740,554</u>	<u>\$103,249,280</u>	<u>\$105,705,747</u>	<u>\$53,284,087</u>
Disaster Services				
Assets:				
Equity in Pooled Cash and Cash Equivalents	\$44,405	\$64,771	\$68,138	\$41,038
<i>Total Assets</i>	<u>\$44,405</u>	<u>\$64,771</u>	<u>\$68,138</u>	<u>\$41,038</u>
Liabilities:				
Undistributed Assets	\$44,405	\$64,771	\$68,138	\$41,038
<i>Total Liabilities</i>	<u>\$44,405</u>	<u>\$64,771</u>	<u>\$68,138</u>	<u>\$41,038</u>

continued

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

	Balance 12/31/2001	Additions	Reductions	Balance 12/31/2002
Marion County Rotary				
Assets:				
Equity in Pooled Cash and Cash Equivalents	\$322	\$965,922	\$948,280	\$17,964
<i>Total Assets</i>	<u>\$322</u>	<u>\$965,922</u>	<u>\$948,280</u>	<u>\$17,964</u>
Liabilities:				
Undistributed Assets	\$322	\$965,922	\$948,280	\$17,964
<i>Total Liabilities</i>	<u>\$322</u>	<u>\$965,922</u>	<u>\$948,280</u>	<u>\$17,964</u>
Marriage License Special				
Assets:				
Equity in Pooled Cash and Cash Equivalents	\$12,436	\$20,616	\$21,639	\$11,413
<i>Total Assets</i>	<u>\$12,436</u>	<u>\$20,616</u>	<u>\$21,639</u>	<u>\$11,413</u>
Liabilities:				
Undistributed Assets	\$12,436	\$20,616	\$21,639	\$11,413
<i>Total Liabilities</i>	<u>\$12,436</u>	<u>\$20,616</u>	<u>\$21,639</u>	<u>\$11,413</u>
Building Code				
Assets:				
Equity in Pooled Cash and Cash Equivalents	\$5,322	\$0	\$0	\$5,322
<i>Total Assets</i>	<u>\$5,322</u>	<u>\$0</u>	<u>\$0</u>	<u>\$5,322</u>
Liabilities:				
Undistributed Assets	\$5,322	\$0	\$0	\$5,322
<i>Total Liabilities</i>	<u>\$5,322</u>	<u>\$0</u>	<u>\$0</u>	<u>\$5,322</u>
Payroll				
Assets:				
Equity in Pooled Cash and Cash Equivalents	\$508,713	\$22,985,844	\$23,019,582	\$474,975
<i>Total Assets</i>	<u>\$508,713</u>	<u>\$22,985,844</u>	<u>\$23,019,582</u>	<u>\$474,975</u>
Liabilities:				
Payroll Withholdings	\$508,713	\$22,985,844	\$23,019,582	\$474,975
<i>Total Liabilities</i>	<u>\$508,713</u>	<u>\$22,985,844</u>	<u>\$23,019,582</u>	<u>\$474,975</u>

continued

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

	Balance 12/31/2001	Additions	Reductions	Balance 12/31/2002
Real Estate Escrow Prepayment				
Assets:				
Equity in Pooled Cash and Cash Equivalents	\$387,591	\$977,484	\$949,686	\$415,389
<i>Total Assets</i>	<u>\$387,591</u>	<u>\$977,484</u>	<u>\$949,686</u>	<u>\$415,389</u>
Liabilities:				
Undistributed Assets	\$387,591	\$977,484	\$949,686	\$415,389
<i>Total Liabilities</i>	<u>\$387,591</u>	<u>\$977,484</u>	<u>\$949,686</u>	<u>\$415,389</u>
Regional Planning				
Assets:				
Equity in Pooled Cash and Cash Equivalents	\$67,637	\$306,602	\$291,101	\$83,138
<i>Total Assets</i>	<u>\$67,637</u>	<u>\$306,602</u>	<u>\$291,101</u>	<u>\$83,138</u>
Liabilities:				
Undistributed Assets	\$67,637	\$306,602	\$291,101	\$83,138
<i>Total Liabilities</i>	<u>\$67,637</u>	<u>\$306,602</u>	<u>\$291,101</u>	<u>\$83,138</u>
Sewer District #7 Deferred Rotary				
Assets:				
Equity in Pooled Cash and Cash Equivalents	\$14,187	\$0	\$0	\$14,187
<i>Total Assets</i>	<u>\$14,187</u>	<u>\$0</u>	<u>\$0</u>	<u>\$14,187</u>
Liabilities:				
Undistributed Assets	\$14,187	\$0	\$0	\$14,187
<i>Total Liabilities</i>	<u>\$14,187</u>	<u>\$0</u>	<u>\$0</u>	<u>\$14,187</u>
Soil and Water				
Assets:				
Equity in Pooled Cash and Cash Equivalents	\$49,654	\$109,467	\$104,839	\$54,282
<i>Total Assets</i>	<u>\$49,654</u>	<u>\$109,467</u>	<u>\$104,839</u>	<u>\$54,282</u>
Liabilities:				
Undistributed Assets	\$49,654	\$109,467	\$104,839	\$54,282
<i>Total Liabilities</i>	<u>\$49,654</u>	<u>\$109,467</u>	<u>\$104,839</u>	<u>\$54,282</u>

continued

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

	Balance 12/31/2001	Additions	Reductions	Balance 12/31/2002
Board of Health				
Assets:				
Equity in Pooled Cash and Cash Equivalents	\$630,220	\$735,710	\$733,173	\$632,757
<i>Total Assets</i>	<u>\$630,220</u>	<u>\$735,710</u>	<u>\$733,173</u>	<u>\$632,757</u>
Liabilities:				
Undistributed Assets	\$630,220	\$735,710	\$733,173	\$632,757
<i>Total Liabilities</i>	<u>\$630,220</u>	<u>\$735,710</u>	<u>\$733,173</u>	<u>\$632,757</u>
Emergency Planning				
Assets:				
Equity in Pooled Cash and Cash Equivalents	\$14,735	\$24,886	\$18,516	\$21,105
<i>Total Assets</i>	<u>\$14,735</u>	<u>\$24,886</u>	<u>\$18,516</u>	<u>\$21,105</u>
Liabilities:				
Undistributed Assets	\$14,735	\$24,886	\$18,516	\$21,105
<i>Total Liabilities</i>	<u>\$14,735</u>	<u>\$24,886</u>	<u>\$18,516</u>	<u>\$21,105</u>
Family and Children First				
Assets:				
Equity in Pooled Cash and Cash Equivalents	\$158,898	\$791,780	\$828,684	\$121,994
Due from Other Funds	225	0	225	0
<i>Total Assets</i>	<u>\$159,123</u>	<u>\$791,780</u>	<u>\$828,909</u>	<u>\$121,994</u>
Liabilities:				
Undistributed Assets	\$159,123	\$791,780	\$828,909	\$121,994
<i>Total Liabilities</i>	<u>\$159,123</u>	<u>\$791,780</u>	<u>\$828,909</u>	<u>\$121,994</u>
County Park District				
Assets:				
Equity in Pooled Cash and Cash Equivalents	\$136,312	\$41,212	\$34,246	\$143,278
<i>Total Assets</i>	<u>\$136,312</u>	<u>\$41,212</u>	<u>\$34,246</u>	<u>\$143,278</u>
Liabilities:				
Undistributed Assets	\$136,312	\$41,212	\$34,246	\$143,278
<i>Total Liabilities</i>	<u>\$136,312</u>	<u>\$41,212</u>	<u>\$34,246</u>	<u>\$143,278</u>

continued

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

	Balance 12/31/2001	Additions	Reductions	Balance 12/31/2002
DKMM Solid Waste District				
Assets:				
Equity in Pooled Cash and Cash Equivalents	\$409,459	\$1,118,925	\$1,199,108	\$329,276
<i>Total Assets</i>	<u>\$409,459</u>	<u>\$1,118,925</u>	<u>\$1,199,108</u>	<u>\$329,276</u>
Liabilities:				
Undistributed Assets	\$409,459	\$1,118,925	\$1,199,108	\$329,276
<i>Total Liabilities</i>	<u>\$409,459</u>	<u>\$1,118,925</u>	<u>\$1,199,108</u>	<u>\$329,276</u>
Employee Reimbursement				
Assets:				
Equity in Pooled Cash and Cash Equivalents	\$4,464	\$60,975	\$55,955	\$9,484
<i>Total Assets</i>	<u>\$4,464</u>	<u>\$60,975</u>	<u>\$55,955</u>	<u>\$9,484</u>
Liabilities:				
Due to Employees	\$4,464	\$60,975	\$55,955	\$9,484
<i>Total Liabilities</i>	<u>\$4,464</u>	<u>\$60,975</u>	<u>\$55,955</u>	<u>\$9,484</u>
RPC Enterprise Zone				
Assets:				
Equity in Pooled Cash and Cash Equivalents	\$6,357	\$16,400	\$12,156	\$10,601
<i>Total Assets</i>	<u>\$6,357</u>	<u>\$16,400</u>	<u>\$12,156</u>	<u>\$10,601</u>
Liabilities:				
Undistributed Assets	\$6,357	\$16,400	\$12,156	\$10,601
<i>Total Liabilities</i>	<u>\$6,357</u>	<u>\$16,400</u>	<u>\$12,156</u>	<u>\$10,601</u>
Marion-Crawford Mental Health Board				
Assets:				
Equity in Pooled Cash and Cash Equivalents	\$3,082,519	\$7,400,477	\$7,218,755	\$3,264,241
<i>Total Assets</i>	<u>\$3,082,519</u>	<u>\$7,400,477</u>	<u>\$7,218,755</u>	<u>\$3,264,241</u>
Liabilities:				
Undistributed Assets	\$3,082,519	\$7,400,477	\$7,218,755	\$3,264,241
<i>Total Liabilities</i>	<u>\$3,082,519</u>	<u>\$7,400,477</u>	<u>\$7,218,755</u>	<u>\$3,264,241</u>

continued

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

	Balance 12/31/2001	Additions	Reductions	Balance 12/31/2002
Marion-Hardin Corrections Commission				
Assets:				
Equity in Pooled Cash and Cash Equivalents	\$258,966	\$3,382,276	\$3,312,391	\$328,851
<i>Total Assets</i>	<u>\$258,966</u>	<u>\$3,382,276</u>	<u>\$3,312,391</u>	<u>\$328,851</u>
Liabilities:				
Undistributed Assets	\$258,966	\$3,382,276	\$3,312,391	\$328,851
<i>Total Liabilities</i>	<u>\$258,966</u>	<u>\$3,382,276</u>	<u>\$3,312,391</u>	<u>\$328,851</u>
Caledonia Sewer Billing				
Assets:				
Equity in Pooled Cash and Cash Equivalents	\$5,667	\$119,086	\$122,214	\$2,539
<i>Total Assets</i>	<u>\$5,667</u>	<u>\$119,086</u>	<u>\$122,214</u>	<u>\$2,539</u>
Liabilities:				
Due to Other Governments	\$5,667	\$119,086	\$122,214	\$2,539
<i>Total Liabilities</i>	<u>\$5,667</u>	<u>\$119,086</u>	<u>\$122,214</u>	<u>\$2,539</u>
Ohio Elections Commission Fee				
Assets:				
Equity in Pooled Cash and Cash Equivalents	\$0	\$210	\$210	\$0
<i>Total Assets</i>	<u>\$0</u>	<u>\$210</u>	<u>\$210</u>	<u>\$0</u>
Liabilities:				
Undistributed Assets	\$0	\$210	\$210	\$0
<i>Total Liabilities</i>	<u>\$0</u>	<u>\$210</u>	<u>\$210</u>	<u>\$0</u>

continued

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

	Balance 12/31/2001	Additions	Reductions	Balance 12/31/2002
Total - All Funds				
Assets:				
Equity in Pooled Cash and Cash Equivalents	\$8,658,235	\$92,248,346	\$91,764,237	\$9,142,344
Cash and Cash Equivalents in Segregated Accounts	452,633	10,911,789	10,739,562	624,860
Receivables:				
Taxes	48,169,173	46,041,803	48,169,173	46,041,803
Special Assessments	1,261,337	1,427,692	1,261,337	1,427,692
Due from Other Funds	225	0	225	0
Due from Other Governments	3,449,673	2,654,082	3,449,673	2,654,082
<i>Total Assets</i>	<u>\$61,991,276</u>	<u>\$153,283,712</u>	<u>\$155,384,207</u>	<u>\$59,890,781</u>
Liabilities:				
Due to Other Governments	\$5,667	\$119,086	\$122,214	\$2,539
Due to Employees	4,464	60,975	55,955	9,484
Undistributed Assets	61,019,799	119,206,018	121,446,894	58,778,923
Deposits Held and Due to Others	452,633	10,911,789	10,739,562	624,860
Payroll Withholdings	508,713	22,985,844	23,019,582	474,975
<i>Total Liabilities</i>	<u>\$61,991,276</u>	<u>\$153,283,712</u>	<u>\$155,384,207</u>	<u>\$59,890,781</u>

GENERAL FIXED ASSETS ACCOUNT GROUP

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

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

	Total	Land	Buildings
General Government:			
Legislative and Executive	\$16,553,281	\$413,875	\$14,625,180
Judicial	541,198	63,000	124,271
Public Safety	4,689,899	0	3,419,839
Public Works	2,725,937	15,000	210,460
Health	6,647,267	30,620	4,397,866
Human Services	3,581,411	42,314	2,610,067
Conservation and Recreation	71,800	71,800	0
<i>Total</i>	34,810,793	\$636,609	\$25,387,683
Construction in Progress	797,107		
<i>Total General Fixed Assets</i>	\$35,607,900		

Improvements Other Than Buildings	Equipment	Vehicles
\$104,713	\$1,327,392	\$82,121
1,250	298,705	53,972
24,658	651,102	594,300
20,155	1,430,409	1,049,913
1,109,132	392,611	717,038
356,618	519,424	52,988
0	0	0
<u>\$1,616,526</u>	<u>\$4,619,643</u>	<u>\$2,550,332</u>

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

	<u>Balance 12/31/2001</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance 12/31/2002</u>
<i>General Government:</i>				
Legislative and Executive	\$4,049,068	\$12,533,161	\$28,948	\$16,553,281
Judicial	484,471	72,807	16,080	541,198
Public Safety	4,667,026	108,399	85,526	4,689,899
Public Works	2,544,936	181,001	0	2,725,937
Health	6,476,506	203,214	32,453	6,647,267
Human Services	3,611,806	10,982	41,377	3,581,411
Conservation and Recreation	71,800	0	0	71,800
<i>Total General Fixed Assets Allocated to Functions</i>	21,905,613	13,109,564	204,384	34,810,793
Construction in Progress	12,219,594	764,641	12,187,128	797,107
<i>Total General Fixed Assets</i>	<u>\$34,125,207</u>	<u>\$13,874,205</u>	<u>\$12,391,512</u>	<u>\$35,607,900</u>

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

General Fixed Assets:

Land	\$636,609
Buildings	25,387,683
Improvements Other Than Buildings	1,616,526
Equipment	4,619,643
Vehicles	2,550,332
Construction in Progress	<u>797,107</u>
<i>Total General Fixed Assets</i>	<u><u>\$35,607,900</u></u>

Investment in General Fixed Assets from:

General Fund Revenues	\$22,145,310
Special Revenue Fund Revenues	10,613,887
State Grants	2,699,203
Donations	<u>149,500</u>
<i>Total Investment in General Fixed Assets</i>	<u><u>\$35,607,900</u></u>

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STATISTICAL SECTION

THE FOLLOWING UNAUDITED STATISTICAL TABLES
REFLECT SOCIAL AND ECONOMIC DATA,
FINANCIAL TRENDS, AND FISCAL CAPACITY OF THE COUNTY

Marion County, Ohio
Governmental Fund Expenditures by Function (1)
Last Ten Years

	<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>
General Government:				
Legislative and Executive	\$5,433,049	\$4,943,276	\$4,492,319	\$4,176,132
Judicial	1,766,831	1,681,556	1,591,109	1,548,493
Public Safety	9,019,495	8,756,552	8,859,829	8,128,168
Public Works	4,061,097	3,494,913	3,622,122	3,591,100
Health	6,428,271	6,486,969	5,922,844	5,105,371
Human Services	12,072,592	12,930,943	12,215,789	10,139,899
Conservation and Recreation	16,920	11,612	16,938	16,425
Other	580,079	674,024	414,971	430,796
Capital Outlay	2,594,791	10,902,651	2,591,313	2,550,828
Intergovernmental	930,268	923,820	878,351	1,213,382
Debt Service	958,200	690,566	497,210	270,621
Total Expenditures	<u>\$43,861,593</u>	<u>\$51,496,882</u>	<u>\$41,102,795</u>	<u>\$37,171,215</u>

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

Source: Marion County Auditor

<u>1998</u>	<u>1997</u>	<u>1996</u>	<u>1995</u>	<u>1994</u>	<u>1993</u>
\$4,073,408	\$3,769,209	\$3,839,988	\$3,563,022	\$3,759,173	\$3,432,825
1,564,884	1,353,637	1,350,196	1,290,746	1,301,122	1,286,158
6,299,186	5,958,299	5,568,802	4,797,645	3,987,719	3,487,732
3,104,836	3,075,415	3,092,037	3,133,735	3,158,557	2,957,688
5,019,847	4,922,924	4,207,192	7,409,221	6,882,339	6,064,383
9,241,909	8,760,729	8,713,808	8,206,062	7,685,190	7,566,752
9,025	6,000	0	2,000	1,780	1,780
368,308	494,413	539,694	393,870	387,277	44,840
1,005,387	1,979,493	1,422,878	3,029,738	1,405,526	1,143,222
863,815	3,545,616	1,681,949	112,308	106,793	27,819
353,185	115,309	175,883	269,515	240,819	196,480
<u>\$31,903,790</u>	<u>\$33,981,044</u>	<u>\$30,592,427</u>	<u>\$32,207,862</u>	<u>\$28,916,295</u>	<u>\$26,209,679</u>

Marion County, Ohio
Governmental Fund Revenues by Source (1)
Last Ten Years

	<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>
Property Taxes	\$7,548,234	\$7,305,808	\$7,102,641	\$6,934,401
Sales Taxes	6,251,522	6,017,820	6,094,993	5,802,659
Special Assessments	76,802	710,708	28,744	71,569
Charges for Services	4,239,632	4,013,918	4,180,849	4,090,379
Licenses and Permits	109,982	123,930	130,581	125,895
Fines and Forfeitures	252,552	243,905	339,539	288,157
Intergovernmental	21,199,178	21,689,707	20,857,955	18,057,276
Interest	1,022,085	2,265,133	2,688,648	1,709,716
Other	1,560,891	1,196,045	1,023,798	850,644
Total Revenues	<u><u>\$42,260,878</u></u>	<u><u>\$43,566,974</u></u>	<u><u>\$42,447,748</u></u>	<u><u>\$37,930,696</u></u>

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

Source: Marion County Auditor

<u>1998</u>	<u>1997</u>	<u>1996</u>	<u>1995</u>	<u>1994</u>	<u>1993</u>
\$6,733,664	\$6,867,570	\$5,825,103	\$5,479,139	\$5,221,016	\$5,291,004
5,575,083	5,270,798	4,983,734	4,937,018	4,723,297	4,009,541
24,601	40,214	88,635	101,864	117,287	117,709
4,219,115	3,834,481	2,903,638	2,834,839	2,769,839	2,596,339
120,896	128,710	125,877	94,788	88,963	89,770
232,078	244,027	229,082	171,959	163,422	144,119
16,408,495	16,368,686	14,679,704	23,060,085	21,125,903	18,996,243
1,836,996	1,374,060	1,169,749	1,054,960	605,952	536,006
1,302,631	893,086	1,071,782	507,163	742,679	170,165
<u>\$36,453,559</u>	<u>\$35,021,632</u>	<u>\$31,077,304</u>	<u>\$38,241,815</u>	<u>\$35,558,358</u>	<u>\$31,950,896</u>

Marion County, Ohio
Property Tax Levies and Collections
Real and Public Utility Taxes
Last Ten Years

Collection Year	Current Tax Levy	Current Tax Collections	Percent Collected	Delinquent Taxes Collected
2002	\$7,062,156	\$6,725,947	95.24%	\$286,321
2001	6,644,567	6,466,871	97.33	241,786
2000	6,304,086	6,116,204	97.02	339,605
1999	6,251,552	6,095,644	97.51	218,095
1998	5,905,342	5,769,947	97.71	222,017
1997	5,896,125	5,646,048	95.76	228,761
1996	5,013,865	4,836,243	96.46	198,933
1995	4,810,322	4,550,716	94.60	214,129
1994	4,719,505	4,509,776	95.56	171,147
1993	4,625,181	4,438,810	95.97	172,330

(1) This amount cannot be calculated based on other information in this statistical table because of retroactive additions and deletions which are in one lump sum.

Source: Marion County Auditor

<u>Total Taxes Collections</u>	<u>Percent of Total Tax Collections to Current Tax Levy</u>	<u>Unpaid Taxes (1)</u>	<u>Ratio of Unpaid Taxes to Current Levy</u>
\$7,012,268	99.29%	\$240,913	3.41%
6,708,657	100.96	224,016	3.37
6,455,809	102.41	107,969	1.71
6,313,739	100.99	249,022	3.98
5,991,964	101.47	202,747	3.43
5,874,809	99.64	197,432	3.35
5,035,176	100.43	216,194	4.31
4,764,845	99.05	159,490	3.32
4,680,923	99.18	179,670	3.81
4,611,140	99.70	169,490	3.66

Marion County, Ohio
Assessed and Estimated Actual Value of Taxable Property
Last Ten Years

Collection Year	Real Property		Public Utility Property	
	Assessed Value	Estimated Actual Value (1)	Assessed Value	Estimated Actual Value (1)
2002	\$802,586,490	\$2,293,104,257	\$59,668,560	\$67,805,182
2001	690,874,970	1,973,928,486	67,278,690	76,453,057
2000	672,919,880	1,922,628,229	68,847,820	78,236,159
1999	664,174,390	1,897,641,114	71,519,410	81,272,057
1998	548,351,910	1,566,719,743	72,086,840	81,916,864
1997	539,670,330	1,541,915,229	68,305,120	77,619,455
1996	533,728,300	1,524,938,000	68,540,590	77,887,034
1995	444,863,250	1,271,037,857	70,293,830	79,879,352
1994	434,344,960	1,240,985,600	70,955,860	80,631,659
1993	433,785,010	1,239,385,743	70,030,610	79,580,239

- (1) This amount is calculated for 2002, based on the following percentages:
 Real property is assessed at 35 percent of true value
 Public utility property is assessed at varying percentages of true value
 Tangible personal property is assessed at 25 percent of true value for equipment
 and 24 percent for inventory

Source: Marion County Auditor

Tangible Personal Property		Totals		
Assessed Value	Estimated Actual Value (1)	Assessed Value	Estimated Actual Value (1)	Ratio
\$139,711,450	\$558,845,800	\$1,001,966,500	\$2,919,755,239	34.3%
139,377,310	557,509,240	897,530,970	2,607,890,783	34.4
134,959,685	539,838,740	876,727,385	2,540,703,128	34.5
148,945,039	595,780,156	884,638,839	2,574,693,327	34.4
146,457,865	585,831,460	766,896,615	2,234,468,066	34.3
172,224,460	688,897,840	780,199,910	2,308,432,523	33.8
148,411,485	593,645,940	750,680,375	2,196,470,974	34.2
136,765,215	547,060,860	651,922,295	1,897,978,069	34.3
129,657,060	518,628,240	634,957,880	1,840,245,499	34.5
119,612,531	478,450,124	623,428,151	1,797,416,105	34.7

Marion County, Ohio
Property Tax Rates
Direct and Overlapping Governments
(Per \$1,000 Assessed Value)
Last Ten Years

	2002	2001	2000	1999	1998	1997	1996	1995	1994	1993
County Units:										
General Fund	\$2.40	\$2.40	\$2.40	\$2.40	\$2.40	\$2.40	\$2.40	\$2.40	\$2.40	\$2.40
Mental Retardation and Development Disabilities	4.85	4.85	4.85	4.85	4.85	4.85	3.85	3.85	3.85	3.85
Children Services	2.50	2.50	2.50	2.50	2.50	2.50	2.50	2.50	2.50	2.50
ADAMHS	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Fairground Improvement	0.30	0.30	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Total Rate	11.05	11.05	10.75	10.75	10.75	10.75	9.75	9.75	9.75	9.75
In County School Districts:										
Elgin LSD	37.85	38.30	38.10	38.10	39.17	39.17	39.40	40.80	40.76	46.64
Marion LSD	44.37	46.21	42.42	42.42	44.07	44.07	44.09	40.14	40.13	40.20
Pleasant LSD	48.32	49.01	49.64	49.64	51.45	51.76	46.86	48.81	48.81	44.85
Ridgedale LSD	47.52	48.15	48.10	48.10	49.65	49.84	51.71	53.56	53.85	54.45
River Valley LSD	45.88	46.51	39.44	39.44	40.31	40.42	40.42	37.37	37.85	38.54
Overlapping School Districts:										
Buckeye Valley LSD	34.15	34.40	35.71	35.71	35.74	35.63	36.55	30.50	30.50	30.50
Cardington-Lincoln LSD	32.39	32.39	33.39	33.39	33.39	34.39	34.39	34.39	34.39	34.39
Northmor LSD	27.40	27.40	27.40	27.40	27.40	27.40	27.40	27.40	34.35	36.85
Upper Sandusky EVSD	33.70	33.70	33.70	33.70	33.70	33.70	37.85	33.70	33.70	33.70
Corporations:										
Caledonia	12.50	12.50	12.50	12.50	12.50	12.50	12.50	12.50	12.50	12.50
Green Camp	10.10	10.10	10.10	10.10	10.10	10.10	10.10	10.10	10.10	10.10
Larue	11.70	11.70	11.70	11.70	11.70	11.70	11.70	11.70	11.70	11.70
Marion (Elgin LSD)	3.20	3.20	3.20	3.20	3.20	3.20	3.20	3.20	3.20	3.20
Marion (Marion CSD)	4.20	4.20	4.20	4.20	4.20	4.20	4.20	4.20	4.20	4.20
Marion (Pleasant LSD)	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50
Marion (Ridgedale LSD)	2.00	2.00	2.00	2.00	2.00	0.00	0.00	0.00	0.00	0.00
Marion (River Valley LSD)	3.30	3.30	3.30	3.30	3.30	3.30	3.30	3.30	3.30	3.30
Morral	5.20	5.20	5.20	5.20	5.20	5.20	5.20	4.70	4.70	4.70
New Bloomington	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00
Prospect	10.10	10.10	10.10	10.10	10.10	10.10	10.10	10.10	10.10	10.10
Waldo	7.00	7.00	7.00	7.00	6.70	6.70	6.70	6.70	6.70	6.70
Townships:										
Big Island	3.90	3.90	3.90	3.90	3.90	3.90	3.90	3.90	3.90	3.20
Bowling Green	3.30	3.30	3.30	3.30	3.30	3.30	3.30	3.30	3.30	3.30
Claridon	1.70	1.70	1.70	1.70	1.70	1.70	1.70	1.70	1.70	1.70
Grand	2.10	2.10	2.10	2.10	2.10	2.10	2.10	2.10	2.10	2.10
Grand Prairie	3.20	3.20	3.20	3.20	3.20	3.20	3.20	3.20	3.20	3.20
Green Camp	41.25	4.50	4.50	4.50	4.50	4.50	2.50	2.50	2.50	2.50
Marion	10.50	10.50	10.50	10.50	10.50	10.50	10.50	10.50	10.50	10.50
Montgomery	1.30	1.30	1.30	1.30	1.30	1.30	1.30	1.30	1.30	1.30
Pleasant	2.70	2.70	2.70	2.70	2.70	2.70	2.70	2.70	2.70	2.70
Prospect	2.80	2.80	2.80	2.80	2.80	2.80	2.80	2.80	2.80	2.80
Richland	1.20	1.20	1.60	1.60	1.60	1.60	1.60	1.60	0.60	0.60
Salt Rock	4.10	4.10	4.10	4.10	4.10	4.10	4.10	4.10	4.10	4.10
Scott	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50
Tully	2.40	2.40	2.40	2.40	2.40	2.40	2.40	2.40	2.40	2.40
Waldo	2.90	2.90	2.90	2.90	2.90	2.90	2.90	2.90	2.90	2.90
Other Units:										
Battle Run Fire District	5.00	5.00	5.00	5.00	6.49	6.49	6.49	6.49	6.49	6.49
Cardington-Lincoln Joint Recreation Board	1.05	1.05	0.30	0.30	0.00	0.00	0.00	0.00	0.00	0.00
Delaware County District Library	0.18	0.19	0.29	0.29	0.31	0.29	0.37	0.40	0.40	0.40
Delaware County JVSD	3.20	3.40	3.40	3.40	3.40	4.40	2.50	2.50	2.57	2.55
First Consolidated Fire District	3.50	3.50	3.50	3.50	2.00	2.00	2.00	2.00	2.00	2.00
Fort Morrow Fire District	1.50	1.50	1.50	1.50	1.50	1.50	1.50	2.50	2.50	2.50
Pioneer JVSD	4.70	4.70	4.70	4.70	4.70	4.70	4.70	4.70	3.70	3.70
Prospect Joint Park Commission	5.20	5.20	5.20	5.20	5.20	2.20	1.30	1.30	1.30	1.30
Scioto Valley Fire District	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00
Tri-Rivers JVSD	4.40	4.40	4.40	4.40	4.40	3.10	3.10	3.10	3.10	3.10
Vanguard JVSD	1.60	1.60	1.60	1.60	1.60	1.60	1.60	1.60	1.60	1.60
Grandview Park District	0.10	0.10								
Waldo Park Commission	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00

Source: Marion County Auditor

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Marion County, Ohio
Principal Property Taxpayers
December 31, 2002

Taxpayers	Type of Business	Real Estate Assessed Valuation	Tangible Personal Property Assessed Valuation
Whirlpool	Business	\$6,847,030	\$22,752,150
Central Soya Company	Business	862,090	24,672,679
Ohio American Water Company	Utility	763,780	0
Ohio Edison	Utility	0	0
Marion Steel	Business	1,614,130	8,377,190
Verizon North, Inc.	Utility	0	0
Central Ohio Farmer	Business	0	6,110,851
Scott's Company	Business	0	5,941,210
Buckeye Egg Farm	Business	0	5,885,404
Conagra, Inc.	Business	0	4,372,378
Totals		<u>\$10,087,030</u>	<u>\$78,111,862</u>

Source: Marion County Auditor

Public Utility Assessed Valuation	Total Assessed Valuation	Percent of Total County Assessed Valuation
\$0	\$29,599,180	2.954%
0	25,534,769	2.548
14,152,190	14,915,970	1.489
14,280,110	14,280,110	1.425
0	9,991,320	0.997
9,890,840	9,890,840	0.987
0	6,110,851	0.610
0	5,941,210	0.593
0	5,885,404	0.587
0	4,372,378	0.436
<u>\$38,323,140</u>	<u>\$126,522,032</u>	<u>12.626%</u>

Marion County, Ohio
Special Assessments Billed and Collected
Last Ten Years

Collection Year	Special Assessments Billed	Special Assessments Collections	Percent Collected
2002	\$78,993	\$76,802	97.23%
2001	990,466	710,708	71.75
2000	28,481	28,744	100.92
1999	82,891	71,569	86.34
1998	39,488	24,601	62.30
1997	74,839	40,214	53.73
1996	109,938	88,635	80.62
1995	108,332	101,730	93.91
1994	124,629	117,287	94.11
1993	163,907	117,709	71.81

Source: Marion County Auditor

Marion County, Ohio
Computation of Legal Debt Margin
December 31, 2002

	Total Debt Limit (1)	Total Unvoted Debt Limit (2)
Assessed Value of County, Collection Year 2002	\$1,001,966,500	\$1,001,966,500
Debt Limitation	23,549,163	10,019,665
Total Outstanding Debt:		
General Obligation Notes	272,910	272,910
Tax Anticipation Notes	410,000	410,000
Issue II Loans	739,402	739,402
USDA Revenue Bonds	1,331,800	1,331,800
General Obligation Bonds	12,367,044	12,367,044
Special Assessment Bonds	238,956	238,956
Total	15,360,112	15,360,112
Exemptions:		
Tax Anticipation Notes	410,000	410,000
Issue II Loans payable from enterprise funds	607,586	607,586
USDA Revenue Bonds payable from enterprise fund revenues	1,331,800	1,331,800
Marion-Hardin Correctional Center Bond	3,765,000	3,765,000
FMHA General Obligation Bonds payable from enterprise fund revenues	1,546,000	1,546,000
Special Assessment Bonds	238,956	238,956
Total	7,899,342	7,899,342
Less: Balance in Debt Service	255,365	255,365
Net Debt	7,205,405	7,205,405
Total Legal Debt Margin (Debt Limitation Minus Net Debt)	\$16,343,758	\$2,814,260

(1) The Debt Limitation is calculated as follows:

Three percent of first \$100,000,000 of assessed value	\$3,000,000
1 1/2 percent of next \$200,000,000 of assessed value	3,000,000
2 1/2 percent of amount of assessed value in excess of \$300,000,000	17,549,163
	\$23,549,163

(2) The Debt Limitation equals one percent of the assessed value.

Source: Marion County Auditor

Marion County, Ohio
*Ratio of Net General Bonded Debt to Assessed Value
and Net Bonded Debt Per Capita
Last Two Years (2)*

Year	Population	Assessed Value	Gross Bonded Debt (1)	Exempt Debt
2002	66,217	\$1,001,966,500	\$10,821,044	\$0
2001	66,217	897,530,970	11,130,409	0

(1) Includes only General Obligation Bonds

(2) The County issued general obligation bonds in 2001. Prior to that time, there were no general obligation bonds payable from property taxes outstanding.

Source: Marion County Auditor

<u>Debt Service Monies Available</u>	<u>Net Bonded Debt</u>	<u>Ratio of Net Bonded Debt to Assessed Value</u>	<u>Net Bonded Debt Per Capita</u>
\$255,365	\$10,565,679	1.05%	\$159.56
235,417	10,894,992	1.21	164.53

Marion County, Ohio
*Ratio of Annual Debt Service Expenditures for
 General Obligation Bonded Debt to Total General Governmental Expenditures (1)*
 2002

<u>Year</u>	<u>Principal</u>	<u>Interest and Fiscal Charges</u>	<u>Total Debt Service</u>	<u>Total General Governmental Expenditures (2)</u>	<u>Ratio of Debt Service to Total General Fund Expenditures</u>
2002	\$260,000	\$531,288	\$791,288	\$43,861,593	1.80%

(1) General governmental expenditures are shown to reflect ratio of debt to the fund ultimately responsible for the debt.

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

Source: Marion County Auditor

Marion County, Ohio
*Computation of Direct and Overlapping
 General Obligation Bonded Debt
 December 31, 2002*

Jurisdiction	Net General Obligation Bonded Debt Outstanding	Percentage Applicable to County (1)	Amount Applicable to County
Marion County	\$10,821,044	100.00%	\$10,821,044
Other Subdivisions			
All Cities Wholly Within the County	10,533,000	100.00	10,533,000
All School Districtes Wholly Within the County	25,384,199	100.00	25,384,199
Buckeye Valley Local School District	11,855,000	23.45	2,779,998
Cardington-Lincoln Local School District	1,853,512	5.97	110,655
River Valley Local School District	19,065,000	97.35	18,559,778
Tri-Rivers Joint Vocational School	1,013,300	68.87	697,860
Delaware County Library	1,379,517	2.56	35,316
Total Other Subdivisions	71,083,528		58,100,806
Total Direct and Overlapping Debt	\$81,904,572		\$68,921,850

(1) Percentages were determined by dividing the assessed valuation of the political subdivision within the County by the total assessed valuation of the subdivision.

Source: Fiscal Officer of the Subdivision

Marion County, Ohio

Demographic Statistics

December 31, 2002

Employment - 2002 Annual Average

Total Population	66,217
Total Civilian Labor Force	31,800
Total Employed	30,000
Total Unemployed	1,500
Unemployment Rate	4.70%

2002 Monthly Employment

<u>Month</u>	<u>County Employed</u>	<u>County Unemployed</u>	<u>County Unemployment Rate</u>
January	30,000	1,800	5.70%
February	29,900	1,900	5.90
March	30,000	1,900	6.00
April	29,900	1,700	5.30
May	30,200	1,600	5.10
June	30,200	1,900	5.80
July	29,900	1,700	5.40
August	30,100	1,600	5.10
September	29,300	1,600	5.10
October	29,400	1,500	4.60
November	29,400	1,400	4.60
December	29,300	1,500	4.80

Source: Ohio Bureau of Employment Services

Marion County, Ohio
Property Value and Construction
Last Ten Years

Collection Year	Property Value (1)	Construction			Total
		Residential	Industrial	Commercial	
2002	\$2,293,104,257	\$6,705,520	\$562,310	\$1,131,380	\$8,399,210
2001	1,973,928,486	11,185,250	227,740	5,386,220	16,799,210
2000	1,922,628,229	9,334,850	123,700	2,196,290	11,654,840
1999	1,897,641,114	7,230,010	472,360	2,334,710	10,037,080
1998	1,566,719,743	7,982,520	250,500	2,630,200	10,863,220
1997	1,541,915,229	7,862,440	584,290	1,869,940	10,316,670
1996	1,524,938,000	4,357,550	1,422,220	3,461,220	9,240,990
1995	1,271,037,857	4,983,310	91,040	2,238,760	7,313,110
1994	1,240,985,600	3,735,940	239,450	8,070,340	12,045,730
1993	1,239,385,743	4,332,800	873,070	3,650,730	8,856,600

(1) Represents estimated real estate value

Source: Marion County Auditor

Marion County, Ohio

Ten Largest Employers

December 31, 2002

Ten Largest Employers	Employees
Whirlpool	2,700
Verizon North, Inc.	1,200
Marion General Hospital	883
Marion City School District	739
Marion County Government	684
Smith Clinic	550
Silver Line Windows	530
Marion Correctional Institution	484
North Central Correctional Institute	475
Meijer	450

Source: Marion Star

Marion County, Ohio

Miscellaneous Statistics

December 31, 2002

Date of Incorporation	1824
Form of Government: Three-member elected Board of County Commissioners with legislative and executive powers. Twelve other elected officials with administrative powers.	
County Seat	Marion
Area - Square Miles	409
Number of Political Subdivisions Located in the County:	29
Cities and Villages	8
Townships	15
School Districts	5
Vocational School District	1
Road Mileage (1)	
State Roads	179
County Roads	389
Township Roads	268
Communications	
Radio Stations - WMRM-FM&AM WDIF-FM	2
Television Station - Adelphia Cable	1
Daily Newspaper - Marion Star	1
Newspaper Circulation	18,384
Voter Statistics, Election of November 2002: (2)	
Number of Registered Voters	39,581
Number of Voters, Last General Election	17,913
Percentage of Registered Voters Voting	45.00%
Number of People Employed by the County	
Full-Time	622
Part-Time	62

(1) Marion County Engineer

(2) Marion County Board of Elections

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**Auditor of State
Betty Montgomery**

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MARION COUNTY FINANCIAL CONDITION

MARION 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 8, 2003**